

WHEATON SANITARY DISTRICT
WHEATON, ILLINOIS

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED
APRIL 30, 2025

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Wheaton, Illinois 60189
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**WHEATON SANITARY DISTRICT
WHEATON, ILLINOIS**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
APRIL 30, 2025**

Prepared by

Wheaton Sanitary District

WHEATON SANITARY DISTRICT

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WHEATON SANITARY DISTRICT

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INTRODUCTORY SECTION

This section includes miscellaneous data regarding the District including:

- List of Principal Officials
- Organizational Chart
- Letter of Transmittal
- Certificate of Achievement for Excellence in Financial Reporting

WHEATON SANITARY DISTRICT

**List of Principal Officials
April 30, 2025**

**LEGISLATIVE
BOARD OF TRUSTEES**

Sarah L. Czaplicki

Michael J. Gresk

Barbara Intihar

ADMINISTRATIVE

Matthew A. Larson, Executive Director and District Engineer

WHEATON SANITARY DISTRICT

Organizational Chart April 30, 2025

ADMINISTRATION

Executive Director	Matthew A. Larson, P.E.
Accounts and Financial Manager	Michele Salemi
Utility Billing Specialist	Matt Burmeister
Accounts Receivable and Associate Billing Specialist	Valerie Perez
AP/HR Administrator	Bernadette Jefferson
Information Technology Manager	Daniel Rogers

PLANT OPERATIONS

Senior Manager of Operations	Dennis Haile
Operator Foreman	Charles Black
Operator 4	Angelo Mistretta
Operator-In-Training	Piotr Skowronski

MAINTENANCE OPERATIONS

Maintenance Supervisor	Jason Ackmann
Maintenance Foreman/Controls Specialist	Zack Bond
Maintenance Mechanic	Per Kruse
Maintenance Mechanic	Kristian Malicbegovic

EXECUTIVE DIRECTOR &
DISTRICT ENGINEER
MATTHEW A. LARSON, P.E., J.D.

ATTORNEY
ROGER A. RITZMAN

TRUSTEES
SARAH L. CZAPLICKI
MICHAEL J. GRESK
BARBARA INTIHAR

WHEATON SANITARY DISTRICT

1S649 SHAFFNER ROAD

WHEATON, ILLINOIS 60189

PHONE: 630.668.1515

WWW.WSD.DST.IL.US

MAINTENANCE SUPERVISOR
JASON ACKMANN

IT MANAGER
DANIEL ROGERS

ACCOUNTS & FINANCIAL MANAGER
MICHELE SALEMI

SENIOR MANAGER OF OPERATIONS
DENNIS HAILE

AP/HR ADMINISTRATOR
BERNADETTE JEFFERSON

August 11, 2025

Board of Directors and District Customers
Wheaton Sanitary District
Wheaton, Illinois

Subject: Annual Comprehensive Financial Audit Report
For the Year Ended April 30, 2025

Introduction

It is our pleasure to submit the Annual Comprehensive Financial Report for the Wheaton Sanitary District (District) regarding the fiscal year ended April 30, 2025. This report was prepared by the District following guidelines recommended by the Governmental Accounting Standards Board (GASB) and in accordance with Generally Accepted Accounting Principles (GAAP). The District is ultimately responsible for both the accuracy of the data and the completeness and the fairness of presentation, including all disclosures in this financial report. We believe that the data presented is accurate in all material respects. This report is designed in a manner believed to enhance your understanding of the District's financial position and activities.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the financial statements in the form of the Management's Discussion and Analysis (MD&A) section. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with the MD&A. The District's MD&A can be found immediately after the Independent Auditors' Report.

District Structure and Leadership

The District is an Illinois Special District, which operates under the authority of the Sanitary District Act of 1917 (70 ILCS 2405/). It is not part of the City of Wheaton. The District was formed January 20, 1925 and began treating wastewater in 1926 on its current 35-acre site. It is governed by a three (3) member Board of Directors, who are appointed by the DuPage County Board Chairperson and approved by the DuPage County Board. The Executive Director administers the day-to-day operations of the District in accordance with policies and procedures established by the Board of Directors. The District employs 14 regular employees as of April 30, 2025, organized in three (3) departments. The District's Board of Directors generally meet on the second Wednesday of each month. Board Meetings are open to the public.

District Services

The District provides sanitary sewer services to approximately 57,000 people within its 9,000-acre service area, located in the west part of DuPage County. The District serves customers in most of Wheaton, southern Carol Stream, a small portion of Glen Ellyn, and various unincorporated areas of DuPage County, Illinois. Residential customers represent the majority of the District's customer base, with the remaining being commercial, septic/leachate, and other (institutional and exempt) customers.

The District has about 67 miles of sewer lines, 1,600 manholes, and 2 lift stations. The lines are small with most being less than 12 inches in diameter. The largest pipes measure 60 inches in diameter. Another 120 miles of sewer lines, owned by municipalities, are connected to the District's interceptors. The District's treatment plant has a permitted design average flow of 8.9 million gallons per day (MGD), and a design maximum flow of 19.1 MGD.

Economic Conditions and Outlook

There were no major economic factors that influenced Fiscal Year 2025.

As with any government entity which operates an enterprise activity, the District must continually monitor its billing rates to gain assurances that the rates charged are sufficient to cover operating costs. Future rate increases are not expected in the current planning horizon.

Major Initiatives

During fiscal year 2025, the District did not undertake any major initiatives.

Internal Control Structure

District management is responsible for the establishment and maintenance of the internal control structure that ensures the assets of the District are protected from loss, theft, or misuse. The internal control structure also ensures adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The District's internal control structure is designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of the control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Control

The District's Board of Directors annually adopt an operating, capital, and debt budget prior to the new fiscal year. The budget authorizes and provides the basis for reporting and control of financial operations and accountability for the District's enterprise and capital projects, as well as debt obligations. The budget and reporting treatment applied to the District is consistent with the accrual basis of accounting and the financial statement basis.

Investment Policy

The Board of Directors has adopted an investment policy that conforms to state law, District ordinances and resolutions, prudent money management and the "prudent person" standards. The objectives of the Investment Policy are safety, liquidity, and yield.

Sewer Rates and District Revenues

District policy requires that revenues from user charges generated from District customers must support all District operations, including capital project funding, debt obligations, and reserves. Accordingly, all user charges are reviewed on an annual basis by staff and the Board of Trustees.

The user charges are the main component of the District's revenue, and primarily are based on water consumption. The balance of revenue mostly comes from septage and leachate disposal, connection permit fees, and interest on investments. Although it has the authority, the District does not levy taxes.

Audit and Financial Reporting

Wheaton Sanitary District, as a special district, is required to obtain an annual audit of its financial statements by an independent certified public accountant. The accounting firm, Lauterbach & Amen, LLP, certified public accountants, has conducted the audit of the District's financial statements. Their unmodified Independent Auditors' Report appears in the Financial Section.

Risk Management

The District annually renews its commercial insurance package which includes a general liability package, property, worker's compensation, crime, terrorism, cyber, umbrella, and public officials' liability.

Other References

More information is contained in the Management's Discussion and Analysis and the Notes to the Financial Statements found in the Financial Section of the report.

Awards/Recognition

During the past year, the District received the following awards:

- National Association of Clean Water Agencies (NACWA) Platinum Peak Performance Award (for zero excursions)
- Government Finance Officers Association of the United States and Canada (GFOA) Certificate of Achievement for Excellence

Acknowledgements

Preparation of this report was accomplished by the combined efforts of District staff. We appreciate the dedicated efforts and professionalism that our staff members bring to the District. We would like to thank the members of the Board of Directors for their continued support in the planning and implementation of the District's fiscal policies.

Respectfully submitted,

Signed: *Matthew A. Larson*

Title: Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Wheaton Sanitary District
Illinois**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

April 30, 2024

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

This section includes:

- Independent Auditor's Report
- Management's Discussion and Analysis
- Basic Financial Statements
- Required Supplementary Information
- Other Supplementary Information
- Supplemental Schedules

INDEPENDENT AUDITOR'S REPORT

This section includes the opinion of the District's independent auditing firm.



INDEPENDENT AUDITOR'S REPORT

August 11, 2025

Members of the Board of Trustees
Wheaton Sanitary District
Wheaton, Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Wheaton Sanitary District, (the District), Illinois, as of and for the year ended April 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Wheaton Sanitary District, Illinois, as of April 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Wheaton Sanitary District, Illinois' basic financial statements. The other supplementary information and supplemental schedules 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, other supplementary information and supplemental schedules 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 introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 11, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP

MANAGEMENT'S DISCUSSION AND ANALYSIS

WHEATON SANITARY DISTRICT

Management's Discussion and Analysis

April 30, 2025

Our discussion and analysis of the Wheaton Sanitary District (the District), Illinois' financial performance provides an overview of the District's financial activities for the fiscal year ended April 30, 2025. Please read it in conjunction with the District's financial statements.

FINANCIAL HIGHLIGHTS

- The District's net position increased, as a result of this year's operations, by \$4,058,574, or 6.9 percent.
- During the year, revenues including capital grants totaled \$13,194,131, while expenses totaled \$9,135,557, resulting in an increase to net position of \$4,058,574.
- The District's net position totaled \$62,782,775 on April 30, 2025, which includes \$25,391,380 net investment in capital assets, \$192,471 subject to external restrictions, and \$37,198,924 unrestricted net position that may be used to meet the ongoing obligations to citizens and creditors.
- The beginning net position for the Capital Improvements Fund was restated because the 319 grant from prior year was not recognized. In addition, beginning balance for the principal and receivable for IEPA loans was also restated; however, the net effect on the net position is zero.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position provide information about the activities of the District as a whole and present a longer-term view of the District's finances.

This report also contains other supplementary information in addition to the basic financial statements.

Entity-Wide Financial Statements

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

The Statement of Net Position presents information on all of the District's assets and liabilities with the difference between the two reported as net position. Over time, increases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The District is unique to many governments, but not unique to other sanitary districts, since it is an entity with two funds, proprietary in nature.

WHEATON SANITARY DISTRICT

Management's Discussion and Analysis

April 30, 2025

USING THIS ANNUAL REPORT – Continued

Proprietary Funds

The District maintains one proprietary fund type: an enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District utilizes enterprise funds to account for its sewerage operations.

Proprietary fund financial statements provide the same type of information as the entity-wide financial statements, only in more detail. For purposes of the audit, the User Charge Fund and Capital Improvements Fund were combined into one fund which is considered to be the major fund of the District.

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's IMRF employee pension obligation and budgetary comparison schedules.

WHEATON SANITARY DISTRICT

Management's Discussion and Analysis

April 30, 2025

FINANCIAL ANALYSIS OF THE DISTRICT

Net position may serve over time as a useful indicator of the District's financial position. The following tables show that in the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$62,782,775.

	Net Position	
	2025	2024
Current and Other Assets	\$ 38,866,165	32,689,062
Capital Assets	75,579,601	75,293,829
Total Assets	114,445,766	107,982,891
Deferred Outflows	526,258	1,350,345
Total Assets and Deferred Outflows	114,972,024	109,333,236
Long-Term Debt	46,893,161	47,744,239
Other Liabilities	5,216,520	3,323,082
Total Liabilities	52,109,681	51,067,321
Deferred Inflows	79,568	23,044
Total Liabilities and Deferred Inflows	52,189,249	51,090,365
Net Position		
Net Investment in Capital Assets	25,391,380	24,708,738
Restricted	192,471	157,681
Unrestricted	37,198,924	33,376,452
Total Net Position	62,782,775	58,242,871

A portion of the District's net position, \$25,391,380 or 40.4 percent, reflects its investment in capital assets (for example, land, buildings and buildings improvements, furniture, machinery, and equipment, and sewer, extensions, and plant improvements), less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion, \$192,471 or 0.3 percent, of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining \$37,198,924 or 59.3 percent, represents unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors.

WHEATON SANITARY DISTRICT

Management's Discussion and Analysis

April 30, 2025

FINANCIAL ANALYSIS OF THE DISTRICT – Continued

	Change in Net Position	
	2025	2024
Revenues		
Operating Revenues		
Charges for Services	\$ 11,061,011	11,282,467
Other Revenue	67,947	39,021
Nonoperating Revenues		
Personal Property Replacement Taxes	51,946	78,339
Disposal of Capital Assets	(106,231)	-
Interest Income	1,614,750	909,467
Total Revenues	<u>12,689,423</u>	<u>12,309,294</u>
Expenses		
Operating Expenses	8,418,038	7,362,766
Interest on Long-Term Debt	717,519	497,232
Total Expenses	<u>9,135,557</u>	<u>7,859,998</u>
Income Before Capital Grants	3,553,866	4,449,296
Capital Grants	<u>504,708</u>	<u>757,796</u>
Change in Net Position	<u>4,058,574</u>	<u>5,207,092</u>
Net Position - Beginning	58,242,871	53,035,779
Restatement - Grant Correction	481,330	-
Net Position - Beginning as Restated	<u>58,724,201</u>	<u>53,035,779</u>
Net Position - Ending	<u>62,782,775</u>	<u>58,242,871</u>

Net position increased by 6.9 percent (\$62,782,775 in 2025 compared to a restated \$58,724,201 in 2024). Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints, totaled \$37,198,924 at April 30, 2025.

Revenues for the District are primarily a function of the different user charge rates that are charged for wastewater treatment to residents, businesses, and institutions in each of the communities it serves. Interest income increased by 56.0 percent in fiscal year 2025.

The total expenses for the District increased by \$1,275,559. This was primarily due to the year-end adjustment of \$845,821 increasing expense to record the change in the District's IMRF GASB 67/68 net pension liability and related deferred items compared to a \$493,076 year-end adjustment decreasing expense in FY 2024. Interest expense also increased by \$220,287 in the current fiscal year because the previous fiscal year had only one loan payment for the L17-2956 loan.

WHEATON SANITARY DISTRICT

Management's Discussion and Analysis

April 30, 2025

CAPITAL ASSETS

The District's investment in capital assets as of April 30, 2025 was \$75,579,601 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, building and building improvements, furniture, machinery and equipment, and sewers, extensions, and plant improvements.

	Capital Assets - Net of Depreciation	
	2025	2024
Land	\$ 173,777	173,777
Construction in Progress	3,521,752	1,468,430
Land Improvements	6,495,147	5,888,261
Buildings and Building Improvements	7,609,020	8,050,734
Furniture, Machinery and Equipment	3,293,955	3,727,718
Sewers, Extensions, and Plant Improvements	54,485,950	55,984,909
Total	<u>75,579,601</u>	<u>75,293,829</u>

Capital Asset additions for the fiscal year were as follows:

Construction in Progress	\$ 2,053,322
Land Improvements	1,095,707
Sewers, Extensions, and Plant Improvements	<u>237,950</u>
	<u>3,386,979</u>

Additional information on the District's capital assets can be found in Note 3 of this report.

LONG TERM DEBT

The District is utilizing long term debt, specifically State Revolving Fund (SRF) Loans, to finance the construction of the NSI Sewer Project. As of April 30, 2025, the District had \$49,873,866 of Illinois Environmental Protection District Loans outstanding. The following is a comparative statement of outstanding debt:

	Long-Term Debt Outstanding	
	2025	2024
IEPA Loans Payable	<u>\$ 49,873,866</u>	<u>52,823,047</u>

Additional information on the District's long-term debt can be found in Note 3 of this report.

WHEATON SANITARY DISTRICT

Management's Discussion and Analysis

April 30, 2025

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

There are no major economic factors that will influence Fiscal Year 2026.

With reliance on user charges, projecting the amount of water to be used by its customers in the coming years becomes critical. Annual water use, and billed water use, varies depending on factors including temperature, occupancy, and precipitation. The District budget for billable water use is based on historical trends.

As with any government entity which operates an enterprise activity, the District must continually monitor its billing rates to gain assurances that the rates charged are sufficient to cover operating costs. Future rate increases are not expected in the current planning horizon.

REQUESTS FOR INFORMATION

This financial report is designed to provide our customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning this report or requests for additional financial information should be forwarded to the Wheaton Sanitary District: Administrative Services, 1S649 Shaffner Road, Illinois 60189.

BASIC FINANCIAL STATEMENTS

The basic financial Statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-Wide Financial Statements
- Fund Financial Statements

Proprietary Funds

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

WHEATON SANITARY DISTRICT

Statement of Net Position

April 30, 2025

(with Comparative Information for April 30, 2024)

See Following Page

WHEATON SANITARY DISTRICT

Statement of Net Position

April 30, 2025

(with Comparative Information for April 30, 2024)

	April 30, 2025	April 30, 2024
ASSETS		
Current Assets		
Cash and Investments	\$ 37,135,344	30,909,374
Accounts Receivable - Net of Allowances		
User Charges	1,507,846	1,621,332
Due from Other Governments	29,829	-
Total Current Assets	<u>38,673,019</u>	<u>32,530,706</u>
Noncurrent Assets		
Capital Assets		
Nondepreciable	3,695,529	1,642,207
Depreciable	118,080,267	116,746,610
Accumulated Depreciation	(46,196,195)	(43,094,988)
Total Capital Assets	<u>75,579,601</u>	<u>75,293,829</u>
Other Assets		
Drum/Cylinder Deposits	675	675
Net Pension Asset - IMRF	192,471	157,681
Total Other Assets	<u>193,146</u>	<u>158,356</u>
Total Noncurrent Assets	<u>75,772,747</u>	<u>75,452,185</u>
Total Assets	<u>114,445,766</u>	<u>107,982,891</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Items - IMRF	526,258	1,350,345
Total Assets and Deferred Outflows of Resources	<u>114,972,024</u>	<u>109,333,236</u>

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

	April 30, 2025	April 30, 2024
LIABILITIES		
Current Liabilities		
Accounts Payable	\$ 1,747,035	306,253
Retainage Payable	314,355	-
Accrued Payroll	33,810	33,810
Accrued Interest Payable	55,683	59,048
Current Portion of Long-Term Debt		
Compensated Absences Payable	16,986	16,624
IEPA Loans Payable	3,048,651	2,907,349
Total Current Liabilities	<u>5,216,520</u>	<u>3,323,084</u>
Noncurrent Liabilities		
Compensated Absences	67,946	66,495
IEPA Loans Payable	46,825,215	47,677,742
Total Noncurrent Liabilities	<u>46,893,161</u>	<u>47,744,237</u>
Total Liabilities	52,109,681	51,067,321
DEFERRED INFLOWS OF RESOURCES		
Deferred Items - IMRF	79,568	23,044
Total Liabilities and Deferred Inflows of Resources	<u>52,189,249</u>	<u>51,090,365</u>
NET POSITION		
Net Investment in Capital Assets	25,391,380	24,708,738
Restricted - IMRF	192,471	157,681
Unrestricted	37,198,924	33,376,452
Total Net Position	<u>62,782,775</u>	<u>58,242,871</u>

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

WHEATON SANITARY DISTRICT

Statement of Revenues, Expenses, and Changes in Net Position

For the Fiscal Year Ended April 30, 2025

(with Comparative Information for the Fiscal Year Ended April 30, 2024)

	April 30, 2025	April 30, 2024
Operating Revenues		
Charges for Services	\$ 11,061,011	11,282,467
Other Revenue	67,947	39,021
Total Operating Revenues	<u>11,128,958</u>	<u>11,321,488</u>
Operating Expenses		
Administrative	2,539,579	1,181,036
Laboratory	-	79,609
Plant Operations	1,341,085	1,178,030
Plant Maintenance	1,248,891	1,050,965
Sewer Operations and Maintenance	-	74,226
Trustees	55,457	60,500
Capital Improvements	131,819	670,469
Depreciation	3,101,207	3,067,931
Total Operating Expenses	<u>8,418,038</u>	<u>7,362,766</u>
Operating Income	<u>2,710,920</u>	<u>3,958,722</u>
Nonoperating Revenues (Expenses)		
Personal Property Replacement Taxes	51,946	78,339
Disposal of Capital Assets	(106,231)	-
Interest Income	1,614,750	909,467
Interest Expense	(717,519)	(497,232)
Total Nonoperating Revenues (Expenses)	<u>842,946</u>	<u>490,574</u>
Income Before Capital Grants	3,553,866	4,449,296
Capital Grants	<u>504,708</u>	<u>757,796</u>
Change in Net Position	<u>4,058,574</u>	<u>5,207,092</u>
Net Position - Beginning as Previously Reported	58,242,871	53,035,779
Restatement - Grant Correction	481,330	-
Net Position - Beginning as Restated	<u>58,724,201</u>	<u>53,035,779</u>
Net Position - Ending	<u><u>62,782,775</u></u>	<u><u>58,242,871</u></u>

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

WHEATON SANITARY DISTRICT

Statement of Cash Flows

For the Fiscal Year Ended April 30, 2025

(with Comparative Information for the Fiscal Year Ended April 30, 2024)

	April 30, 2025	April 30, 2024
Cash Flows from Operating Activities		
Receipts from Customers	\$ 16,467,119	14,588,762
Payments to Employees	(1,610,693)	(1,524,363)
Payments to Suppliers	(3,641,950)	(6,628,692)
	<u>11,214,476</u>	<u>6,435,707</u>
Cash Flows from Capital and Related Financing Activities		
Personal Property Replacement Tax	51,946	78,339
Purchase of Capital Assets	(3,386,979)	(6,109,503)
Disposal of Capital Assets	(106,231)	-
Capital Grants	504,708	757,796
Debt Issuance	10,264	2,531,685
Principal Retirement	(2,959,445)	(2,145,294)
Interest and Fiscal Charges	(717,519)	(497,232)
	<u>(6,603,256)</u>	<u>(5,384,209)</u>
Cash Flows from Investing Activities		
Interest Income	1,614,750	909,467
Net Change in Cash and Cash Equivalents	6,225,970	1,960,965
Cash and Cash Equivalents		
Beginning	30,909,374	28,948,409
Ending	<u>37,135,344</u>	<u>30,909,374</u>
Reconciliation of Operating Income to Net Cash		
Provided by Operating Activities		
Operating Income	2,710,920	3,958,722
Adjustments to Reconcile Operating Income to Net Cash		
Provided by Operating Activities:		
Depreciation Expense	3,101,207	3,067,931
(Increase) Decrease in Current/Noncurrent Assets	3,592,240	3,267,274
Increase (Decrease) in Current/Noncurrent Liabilities	1,810,109	(3,858,220)
Net Cash Provided by Operating Activities	<u>11,214,476</u>	<u>6,435,707</u>

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

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Wheaton Sanitary District (the District), Illinois is governed by an appointed Board of Trustees. The government-wide financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The most significant of the District's accounting policies established in GAAP and used by the District are described below.

REPORTING ENTITY

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is both legally and substantively separate from the government. Management has determined that there are no fiduciary component units that are required to be included in the financial statements of the District as pension trust funds and there are no discretely component units to include in the reporting entity.

BASIS OF PRESENTATION

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). The District reports only business-type activities, which include the District's user charge, capital improvement and debt service activities.

In the Statement of Net Position, the District's activities are reported on a full accrual, economic resources basis, which recognizes all long-term assets/deferred outflows and receivables, as well as long-term obligations/deferred inflows.

The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The District utilizes two proprietary funds. Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities are provided to outside parties.

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

All proprietary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, financial position, and cash flows. All assets/deferred outflows and liabilities/deferred inflows (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

The District’s basic financial statements are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the District are charges to customers for services. Operating expenses include the cost of services, administrative expenses, and depreciation and amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/NET POSITION

Cash and Investments

For the purpose of the Statement of Net Position, the cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of purchase.

Investments are generally reported at fair value. Short-term investments are reported at cost, which approximates fair value. For investments, the District categorizes its fair value measurements within the fair value hierarchy established by Generally Accepted Accounting Principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/NET POSITION – Continued

Receivables

In the government-wide financial statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Business-type activities report user charges as their major receivables.

Interfund Receivables, Payables and Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Capital Assets

Capital assets purchased or acquired are reported at historical cost or estimated historical cost. For movable property, the District’s capitalization policy includes all items with a unit cost of \$10,000 (\$2,500 fiscal year 2019 and prior) or more, and an estimated useful life that is greater than one year. Renovations to buildings and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Donated capital assets are recorded at estimated acquisition value at the date of donation.

Depreciation has been provided using the straight-line method over the following estimated useful lives of the assets:

Land Improvements	15 - 40 Years
Buildings and Building Improvements	10 - 40 Years
Furniture, Machinery and Equipment	5 - 40 Years
Sewers, Extensions and Plant Improvements	15 - 40 Years

Deferred Outflows/Inflows of Resources

Deferred outflow/inflow of resources represents a consumption/acquisition of net assets that applies to a future period and therefore will not be recognized as an outflow of resources (expense)/inflow of resources (revenue) until that future time.

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/NET POSITION – Continued

Compensated Absences

The District’s policy allows eligible employees to earn a set amount sick leave and varying amounts of vacation pay for each year employed.

Full-time employees with less than 5 years of service are credited with vacation time at the rate of 3.08 hours per 2-week pay period. Vacation accrues per pay period in proportional increments for employees with 5 or more years of service. For all employees’ accrued vacation is available for use at 12:01 the day after the close of the pay period. Part-time employees are paid in the proportion that their normal work schedule bears to full-time employment. Employees may not take vacation time until they have actually earned the time. Vacation is intended to be used by the employee by the end of the calendar year. The maximum number of hours that may be carried over into the new calendar year is the employee's annual accrual with the balance paid to the employee. Upon separation from employment, employees will be paid for unused vacation time through the last full week of work.

Full time employees receive 80 hours sick leave per year and part time employees will be credited with sick leave in the proportion their normal part time schedule bears to full time employment. Employees may not use sick leave until they have actually earned the time. Sick leave will accrue at the rate of 3.08 hours per 2-week pay period. For all employees accrued sick leave is available at 12:01 the day following the close of pay period.

At the end of each calendar year, an employee may carry over 80 hours or less into the next calendar year. Any unused sick leave in excess of 80 hours will be allocated to the “sick reserve account” unless the employee requests by December 15 that one half of the unused sick leave balance be paid to the employee’s base pay rate, not to exceed half of the employee's unused sick leave in excess of 80 hours. Once the maximum amount of sick reserve is banked, based on the maximum allowed by the Illinois Municipal Retirement Fund (IMRF), the balance of sick time gets paid out after the end of each calendar year.

Upon retirement, unused sick leave, including reserve sick leave, will be reported to the IRMF for credit toward additional service time in accordance with provisions of IMRF at the time of retirement. If the employee meets the maximum eligibility requirements as defined by IMRF, then unused sick time, at time of retirement, will be paid to the employee as defined in this policy.

Full-time employees are eligible to donate accrued sick days to other full-time employees on a voluntary basis. All vacation pay is accrued when incurred in the financial statements.

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

ASSETS/DEFERRED OUTFLOWS, LIABILITIES/DEFERRED INFLOWS, AND FUND BALANCE/NET POSITION – Continued

Long-Term Obligations

In the financial statements long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Loan premiums and discounts are deferred and amortized over the life of the debt using the effective interest method. Loans payable are reported net of the applicable loan premium or discount. Loan issuance costs are reported as expenses at the time of issuance.

Net Position

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislations.

Unrestricted – All other net position balances that do not meet the definition of “net investment in capital assets.”

Use of Estimates

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGETARY INFORMATION

The District’s fiscal policy on budget development and approval is intended to ensure that plans for expenditure of District funds are developed and approved by the Board of Trustees under a defined schedule that will provide for stakeholder review and engagement.

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – Continued

BUDGETARY INFORMATION – Continued

The budget shall be structured so that costs are accumulated by line item, expense category, and department. Each department shall develop its budget for accountability and control purposes including proposed staffing levels and submit it to the Executive Director. The Executive Director shall submit a proposed budget of estimated revenues and expenditures, including transfers to the Capital Improvements Fund for the Board of Trustees to review. The Executive Director shall establish a calendar for public hearings and review of the proposed budget. A public notice of the public hearing will be published, pursuant to Illinois State Statutes. A summary of the proposed budget shall be made available for public inspection at least 15 days prior to the public hearing, and a notice of the public hearing shall be published at least 15 days prior to the public hearing. The Board of Trustees must approve the budget and any budget amendments.

Budgeted amounts used for comparison in this report are obtained from the operating budget of the District, approved by Board of Trustees, which is prepared in accordance with Generally Accepted Accounting Principles, except that depreciation expense is not part of the operating budget, and note principal payments are budgeted as expenses. The budget lapses at the end of the fiscal year.

EXCESS OF ACTUAL EXPENSES OVER BUDGET IN INDIVIDUAL FUND

The following fund had an excess of actual expenses over budget as of the date of this report:

Fund	Excess
User Charge	\$ 182,486

The excess of actual expenses over budgeted expenditures was solely due to the year-end adjustment to record the change in the District’s IMRF GASB 67/68 net pension liability and related deferred items.

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS

DEPOSITS AND INVESTMENTS

Permitted Deposits and Investments – Statutes authorize the District to make deposits/invest in commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements, and commercial paper rated within the three highest classifications by at least two standard rating services.

Deposits. At year-end, the carrying amount of the District’s deposits totaled \$27,877,603 and the bank balances totaled \$27,870,391.

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS – Continued

DEPOSITS AND INVESTMENTS – Continued

Investments. The District has the following investment fair values and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 to 5	6 to 10	More Than 10
U.S. Treasury Securities	\$ 9,257,741	3,653,950	5,603,791	-	-

The District has the following recurring fair value measurements as of year-end:

- U.S. Treasury Securities of \$9,257,741 are valued using quoted market prices (Level 1 inputs)

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District’s investment policy states that the investment portfolio shall remain sufficiently liquid to enable the District to meet all operating requirements which may be reasonably anticipated.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District’s investment policy establishes criteria for allowable investments; those criteria follow the requirements of the Illinois Sustainable Investing Act, and will require collateralization in an amount equal to the investment balance. The District’s investment policy also prescribes to the “prudent person” rule, which states, “The District shall exercise prudence and due diligence when researching and maintaining investments. Material, relevant, and decision-useful sustainability factors have been or are regularly considered, within the bounds of financial and fiduciary prudence, in evaluating investment decisions.”

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District’s policy limits its exposure of marketable security transactions to be processed on a delivery verse payment (DVP) basis with the underlying investments held by a third party acting as the District’s agency separate from where the investment was purchased. At year end, the entire amount of the bank balance of deposits was covered by federal depository or equivalent insurance.

For an investment, this is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District’s investment policy does not mitigate custodial credit risk for investments.

Concentration of Credit Risk. This is the risk of loss attributed to the magnitude of the District’s investment in a single issuer. The District’s policy states that investments shall be diversified to eliminate the risk of loss resulting in over concentration of a specific maturity, issuer, or class of securities.

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS – Continued

CONSTRUCTION COMMITMENTS

The District has entered into contracts for the construction or renovation of various facilities as follows:

Project	Expended to Date	Remaining Commitment
Aeration System	\$ 776,323	2,881,977
Arrowhead Basin Manhole and Sewer Rehabilitation	186,232	546,384
Secondary Clarifier Improvements	599,635	2,747,254
Solar Photovoltaic Generation Systems	1,267,015	5,778,435

CAPITAL ASSETS

The following is a summary of capital assets as of the date of this report:

	Beginning Balances	Additions	Deletions	Ending Balances
Nondepreciable Capital Assets				
Land	\$ 173,777	-	-	173,777
Construction in Progress	1,468,430	3,493,210	1,439,888	3,521,752
	<u>1,642,207</u>	<u>3,493,210</u>	<u>1,439,888</u>	<u>3,695,529</u>
Depreciable Capital Assets				
Land Improvements	8,255,764	1,095,707	-	9,351,471
Buildings and Building Improvements	20,103,671	-	-	20,103,671
Furniture, Machinery and Equipment	16,027,111	-	-	16,027,111
Sewers, Extensions, and Plant Improvements	72,360,064	237,950	-	72,598,014
	<u>116,746,610</u>	<u>1,333,657</u>	<u>-</u>	<u>118,080,267</u>
Less Accumulated Depreciation				
Land Improvements	2,367,503	488,821	-	2,856,324
Buildings and Building Improvements	12,052,937	441,714	-	12,494,651
Furniture, Machinery and Equipment	12,299,393	433,763	-	12,733,156
Sewers, Extensions, and Plant Improvements	16,375,155	1,736,909	-	18,112,064
	<u>43,094,988</u>	<u>3,101,207</u>	<u>-</u>	<u>46,196,195</u>
Total Net Depreciable Capital Assets	<u>73,651,622</u>	<u>(1,767,550)</u>	<u>-</u>	<u>71,884,072</u>
Total Net Capital Assets	<u>75,293,829</u>	<u>1,725,660</u>	<u>1,439,888</u>	<u>75,579,601</u>

Depreciation expense of \$3,101,207 was charged to the Capital Improvements Fund.

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS – Continued

LONG-TERM DEBT

IEPA Loans Payable

The District has entered into Illinois Environmental Protection Agency (IEPA) loan agreements to provide low interest financing for capital improvements. IEPA loans currently outstanding are as follows:

Issue	Restated Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Loan Payable (L175052), due in semi-annual installments of \$135,575, including interest at 2.21%, through September 8, 2036.	\$ 2,947,397	-	207,151	2,740,246
IEPA Loan Payable (L175054), due in semi-annual installments of \$20,877, including interest at 1.75%, through December 17, 2036.	483,607	-	33,437	450,170
IEPA Loan Payable (L170249), due in semi-annual installments of \$311,908, including interest at 0.00%, through September 2, 2031.	4,678,613	-	623,815	4,054,798
IEPA Loan Payable (L175053), due in semi-annual installments of \$188,255, including interest at 1.75%, through October 15, 2038.	4,803,361	-	293,731	4,509,630
IEPA Loan Payable (L175055), due in semi-annual installments of \$150,244 including interest at 1.84%, through June 7, 2040.	4,259,389	-	223,136	4,036,253
IEPA Loan Payable (L172955), due in semi-annual installments of \$48,375 including interest at 2.00%, through September 2, 2040.	1,354,008	-	70,018	1,283,990

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS – Continued

LONG-TERM DEBT – Continued

IEPA Loans Payable – Continued

Issue	Restated Beginning Balances	Issuances	Retirements	Ending Balances
IEPA Loan Payable (L174720), due in semi-annual installments of \$46,591 including interest at 2.00%, through September 1, 2040.	\$ 1,304,080	-	67,437	1,236,643
IEPA Loan Payable (L172956), due in semi-annual installments of \$899,570 including interest at 1.35%, through December 4, 2043.	32,992,592	10,264	1,440,720	31,562,136
	<u>52,823,047</u>	<u>10,264</u>	<u>2,959,445</u>	<u>49,873,866</u>

Long-Term Liability Activity

Payments on the compensated absences are made by the User Charge Fund. The Capital Improvements Fund makes payments on the IEPA loans payable. Changes in long-term liabilities during the fiscal year were as follows:

Type of Debt	Restated Beginning Balances	Additions	Deductions	Ending Balances	Amounts Due within One Year
Compensated Absences	\$ 83,119	1,813	-	84,932	16,986
IEPA Loans Payable	52,823,047	10,264	2,959,445	49,873,866	3,048,651
	<u>52,906,166</u>	<u>12,077</u>	<u>2,959,445</u>	<u>49,958,798</u>	<u>3,065,637</u>

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS – Continued

LONG-TERM DEBT – Continued

Debt Service Requirements to Maturity

The annual debt service requirements to maturity, including principal and interest, are as follows:

Fiscal Year	IEPA Loans Payable	
	Principal	Interest
2026	\$ 3,048,651	688,685
2027	3,086,718	650,618
2028	3,125,402	611,934
2029	3,164,719	572,617
2030	3,204,677	532,659
2031	3,245,284	492,052
2032	2,974,647	450,782
2033	2,704,682	408,839
2034	2,747,311	366,210
2035	2,790,634	322,887
2036	2,834,665	278,856
2037	2,743,843	234,108
2038	2,607,307	193,310
2039	2,458,426	153,956
2040	2,305,185	118,922
2041	2,093,864	85,032
2042	1,876,036	57,650
2043	1,901,448	32,238
2044	960,367	6,477
	<u>49,873,866</u>	<u>6,257,832</u>

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 3 – DETAILED NOTES ON THE BASIC FINANCIAL STATEMENTS – Continued

NET POSITION CLASSIFICATION

Net investment in capital assets was comprised of the following as of year-end:

Business-Type Activities

Capital Assets - Net of Accumulated Depreciation	\$ 75,579,601
Less Capital Related Debt:	
IEPA Loans Payable	(49,873,866)
Retainage Payable	<u>(314,355)</u>
Net Investment in Capital Assets	<u><u>25,391,380</u></u>

REPORTING UNITS AFFECTED BY ADJUSTMENTS TO AND RESTATEMENTS OF BEGINNING BALANCES

Grant Correction. The beginning net position for the Capital Improvements Fund was restated because the 319 grant from prior year was not recognized. In addition, beginning balance for the principal and receivable for IEPA loans was also restated; however, the net effect on the net position is zero. The following is a summary of the net position as previously reported and as restated:

	<u>Business-Type Activities</u>	<u>Capital Improvement</u>
Beginning Net Position as Previously Reported	\$ 58,242,871	27,080,399
Grant Correction Grants Recognition	<u>481,330</u>	<u>481,330</u>
Beginning Net Position as Restated	<u><u>58,724,201</u></u>	<u><u>27,561,729</u></u>

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 4 – OTHER INFORMATION

RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters; and injuries to the District's employees. The District has purchased insurance from private insurance companies. Risks covered included certain types of liabilities and bonds. Premiums have been displayed as expenses in the appropriate funds. There were no significant changes in insurance coverages from the prior year and settlements did not exceed insurance coverage in any of the past three fiscal years.

CONTINGENT LIABILITIES

Litigation

From time to time, the District is party to various pending claims and legal proceedings with respect to employment, civil rights, property taxes and other matters. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the District attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the District's financial position or results of operations.

Grants

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

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN

Illinois Municipal Retirement Fund (IMRF)

The District contributes to the Illinois Municipal Retirement Fund (IMRF), a defined benefit agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. IMRF provides retirement, disability, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. IMRF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole, but not by individual employer. That report may be obtained online at www.imrf.org. The benefits, benefit levels, employee contributions, and employer contributions are governed by Illinois Compiled Statutes (ILCS) and can only be amended by the Illinois General Assembly.

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions

Plan Administration. All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members. The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required, benefits and refunds are recognized as an expense and liability when due and payable.

Benefits Provided. IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

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

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

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

Plan Membership. As of December 31, 2024, the measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members Currently Receiving Benefits	28
Inactive Plan Members Entitled to but not yet Receiving Benefits	21
Active Plan Members	<u>14</u>
Total	<u><u>63</u></u>

Contributions. As set by statute, the District’s Regular Plan Members are required to contribute 4.50% 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. For the year-ended April 30, 2025, the District’s contribution was 2.18% of covered payroll.

Net Pension (Asset). The Authority’s net pension (asset) was measured as of December 31, 2024. The total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability was determined by an actuarial valuation performed, as of December 31, 2024, using the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Fair Value
Actuarial Assumptions	
Interest Rate	7.25%
Salary Increases	2.85% to 13.75%
Cost of Living Adjustments	2.75%
Inflation	2.25%

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Plan Descriptions – Continued

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

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

Asset Class	Target	Long-Term Expected Real Rate of Return
Fixed Income	24.50%	5.20%
Domestic Equities	34.50%	4.35%
International Equities	18.00%	5.40%
Real Estate	10.50%	6.40%
Blended	11.50%	4.85% - 6.25%
Cash and Cash Equivalents	1.00%	3.60%

Discount Rate

The discount rate used to measure the total pension liability was 7.25%, the same as the prior valuation. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that District contributions will be made at rates equal to the difference between the actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLAN – Continued

Illinois Municipal Retirement Fund (IMRF) – Continued

Discount Rate Sensitivity

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability/(Asset) \$	1,021,858	(192,471)	(1,148,343)

Changes in the Net Pension (Asset)

	Total Pension Liability (A)	Plan Fiduciary Net Position (B)	Net Pension (Asset) (A) - (B)
Balances at December 31, 2023	\$ 12,579,619	12,737,300	(157,681)
Changes for the Year:			
Service Cost	105,448	-	105,448
Interest on the Total Pension Liability	880,509	-	880,509
Difference Between Expected and Actual Experience of the Total Pension Liability	(118,036)	-	(118,036)
Changes of Assumptions	-	-	-
Contributions - Employer	-	33,314	(33,314)
Contributions - Employees	-	60,648	(60,648)
Net Investment Income	-	1,301,987	(1,301,987)
Benefit Payments, Including Refunds of Employee Contributions	(974,777)	(974,777)	-
Other (Net Transfer)	-	(493,238)	493,238
Net Changes	(106,856)	(72,066)	(34,790)
Balances at December 31, 2024	12,472,763	12,665,234	(192,471)

WHEATON SANITARY DISTRICT

**Notes to the Financial Statements
April 30, 2025**

NOTE 4 – OTHER INFORMATION – Continued

EMPLOYEE RETIREMENT SYSTEM – DEFINED BENEFIT PENSION PLANS – Continued

Illinois Municipal Retirement – Continued

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

For the year ended April 30, 2025, the District recognized pension expense of \$878,223. At April 30, 2025 the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Totals
Difference Between Expected and Actual Experience	\$ 214,755	(69,249)	145,506
Change in Assumptions	-	(10,319)	(10,319)
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	296,852	-	296,852
	511,607	(79,568)	432,039
Pension Contributions Made Subsequent to the Measurement Date	14,651	-	14,651
Total Deferred Amounts Related to IMRF	526,258	(79,568)	446,690

\$14,651 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the reporting year ended April 30, 2026. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

Fiscal Year	Net Deferred Outflows/(Inflows) of Resources
2026	\$ 308,708
2027	390,434
2028	(181,433)
2029	(85,670)
2030	-
Thereafter	-
Total	432,039

WHEATON SANITARY DISTRICT

Notes to the Financial Statements April 30, 2025

NOTE 4 – OTHER INFORMATION – Continued

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. Based upon a review of census data and plan provisions, as well as minimal utilization rates, it has been determined that any liability is immaterial to the financial statements in accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. Additionally, the District provides no explicit benefit. Therefore, the District has not recorded a liability as of April 30, 2025.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Schedule of Employer Contributions - Last Ten Fiscal Years
Illinois Municipal Retirement Fund
- Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Fiscal Years
Illinois Municipal Retirement Fund

WHEATON SANITARY DISTRICT

Illinois Municipal Retirement Fund

**Required Supplementary Information
Schedule of Employer Contributions - Last Ten Fiscal Years
April 30, 2025**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Excess/ (Deficiency)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 175,605	\$ 175,605	\$ -	\$ 1,474,434	11.91%
2017	170,382	170,382	-	1,443,914	11.80%
2018	166,102	166,102	-	1,577,419	10.53%
2019	179,137	179,137	-	1,706,063	10.50%
2020	151,217	151,217	-	1,830,022	8.26%
2021	159,953	359,953	200,000	1,756,692	20.49%
2022	120,390	220,390	100,000	1,661,586	13.26%
2023	72,797	172,797	100,000	1,552,957	11.13%
2024	27,287	127,287	100,000	1,479,247	8.60%
2025	32,402	32,402	-	1,489,302	2.18%

Notes to the Required Supplementary Information:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level % Pay (Closed)
Remaining Amortization Period	19 Years
Asset Valuation Method	5-Year Smoothed Fair Value
Inflation	2.25%
Salary Increases	2.75% to 13.75%, Including Inflation
Investment Rate of Return	7.25%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2020 valuation pursuant to an experience study of the period 2017-2019.

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

WHEATON SANITARY DISTRICT

Illinois Municipal Retirement Fund

Required Supplementary Information

Schedule of Changes in the Employer's Net Pension Liability/(Asset) - Last Ten Fiscal Years

April 30, 2025

	12/31/2015	12/31/2016	12/31/2017
Total Pension Liability			
Service Cost	\$ 159,043	159,014	140,924
Interest	654,192	676,687	701,114
Differences Between Expected and Actual Experience	(84,690)	(67,892)	(19,962)
Change of Assumptions	-	(9,806)	(284,925)
Benefit Payments, Including Refunds of Member Contributions	(421,605)	(434,811)	(435,793)
Net Change in Total Pension Liability	306,940	323,192	101,358
Total Pension Liability - Beginning	8,865,493	9,172,433	9,495,625
Total Pension Liability - Ending	9,172,433	9,495,625	9,596,983
Plan Fiduciary Net Position			
Contributions - Employer	\$ 175,606	170,381	166,102
Contributions - Members	66,350	64,976	71,024
Net Investment Income	41,191	563,525	1,524,507
Benefit Payments, Including Refunds of Member Contributions	(421,605)	(434,811)	(435,793)
Other (Net Transfer)	(38,036)	90,616	(178,545)
Net Change in Plan Fiduciary Net Position	(176,494)	454,687	1,147,295
Plan Net Position - Beginning	8,328,061	8,151,567	8,606,254
Plan Net Position - Ending	8,151,567	8,606,254	9,753,549
Employer's Net Pension Liability/(Asset)	\$ 1,020,866	889,371	(156,566)
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.87%	90.63%	101.63%
Covered Payroll	\$ 1,474,434	1,443,914	1,577,419
Employer's Net Pension Liability as a Percentage of Covered Payroll	69.24%	61.59%	(9.93)%

Changes of Assumptions. Changes in assumptions related to the discount rate were made in 2015 through 2018 and 2020. Changes in assumptions related to the demographics were made in 2017 and 2023.

12/31/2018	12/31/2019	12/31/2020	12/31/2021	12/31/2022	12/31/2023	12/31/2024
159,259	172,915	163,398	149,659	136,951	115,668	105,448
706,631	744,965	774,411	795,344	824,173	841,891	880,509
229,108	64,994	51,521	204,816	172,016	582,664	(118,036)
270,369	-	(33,354)	-	-	(30,629)	-
(509,742)	(527,379)	(616,530)	(704,244)	(787,381)	(968,858)	(974,777)
855,625	455,495	339,446	445,575	345,759	540,736	(106,856)
9,596,983	10,452,608	10,908,103	11,247,549	11,693,124	12,038,883	12,579,619
10,452,608	10,908,103	11,247,549	11,693,124	12,038,883	12,579,619	12,472,763
179,137	131,045	363,713	244,370	87,018	139,120	33,314
76,773	77,491	75,560	74,039	66,994	59,244	60,648
(524,353)	1,742,221	1,519,782	2,140,572	(1,943,916)	1,313,469	1,301,987
(509,742)	(527,379)	(616,530)	(704,244)	(787,381)	(968,858)	(974,777)
248,649	108,408	216,404	54,965	53,687	593,493	(493,238)
(529,536)	1,531,786	1,558,929	1,809,702	(2,523,598)	1,136,468	(72,066)
9,753,549	9,224,013	10,755,799	12,314,728	14,124,430	11,600,832	12,737,300
9,224,013	10,755,799	12,314,728	14,124,430	11,600,832	12,737,300	12,665,234
1,228,595	152,304	(1,067,179)	(2,431,306)	438,051	(157,681)	(192,471)
88.25%	98.60%	109.49%	120.79%	96.36%	101.25%	101.54%
1,706,063	1,722,015	1,679,116	1,642,440	1,485,886	1,316,529	1,549,476
72.01%	8.84%	(63.56)%	(148.03)%	29.48%	(11.98)%	(12.42)%

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such schedules include:

- Combining Schedules – Proprietary Funds
- Budgetary Comparison Schedules – Proprietary Funds

WHEATON SANITARY DISTRICT

**Combining Schedule of Net Position - Enterprise Funds
April 30, 2025**

See Following Page

WHEATON SANITARY DISTRICT

**Combining Schedule of Net Position - Enterprise Funds
April 30, 2025**

	User Charge	Capital Improvements	Totals
ASSETS			
Current Assets			
Cash and Investments	\$ 36,990,036	145,308	37,135,344
Accounts Receivable - Net of Allowances			
User Charges	1,507,846	-	1,507,846
Due from Other Governments	-	29,829	29,829
Total Current Assets	<u>38,497,882</u>	<u>175,137</u>	<u>38,673,019</u>
Noncurrent Assets			
Capital Assets			
Nondepreciable	-	3,695,529	3,695,529
Depreciable	-	118,080,267	118,080,267
Accumulated Depreciation	-	(46,196,195)	(46,196,195)
Total Capital Assets	<u>-</u>	<u>75,579,601</u>	<u>75,579,601</u>
Other Assets			
Drum/Cylinder Deposits	675	-	675
Net Pension Asset - IMRF	192,471	-	192,471
Total Noncurrent Assets	<u>193,146</u>	<u>75,579,601</u>	<u>75,772,747</u>
Total Assets	<u>38,691,028</u>	<u>75,754,738</u>	<u>114,445,766</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Items - IMRF	526,258	-	526,258
Total Assets and Deferred Outflows of Resources	<u>39,217,286</u>	<u>75,754,738</u>	<u>114,972,024</u>

	User Charge	Capital Improvements	Totals
LIABILITIES			
Current Liabilities			
Accounts Payable	\$ 245,862	1,501,173	1,747,035
Retainage Payable	-	314,355	314,355
Accrued Payroll	33,810	-	33,810
Accrued Interest Payable	-	55,683	55,683
Current Portion of Long-Term Debt			
Compensated Absences Payable	16,986	-	16,986
IEPA Loans Payable	-	3,048,651	3,048,651
Total Current Liabilities	<u>296,658</u>	<u>4,919,862</u>	<u>5,216,520</u>
Noncurrent Liabilities			
Compensated Absences Payable	67,946	-	67,946
IEPA Loans Payable	-	46,825,215	46,825,215
Total Liabilities	<u>364,604</u>	<u>51,745,077</u>	<u>52,109,681</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Items - IMRF	79,568	-	79,568
Total Liabilities and Deferred Inflows of Resources	<u>444,172</u>	<u>51,745,077</u>	<u>52,189,249</u>
NET POSITION			
Net Investment in Capital Assets	-	25,391,380	25,391,380
Restricted - IMRF	192,471	-	192,471
Unrestricted (Deficit)	38,580,643	(1,381,719)	37,198,924
Total Net Position	<u>38,773,114</u>	<u>24,009,661</u>	<u>62,782,775</u>

WHEATON SANITARY DISTRICT

**Combining Schedule of Revenues, Expenses, and Changes in Net Position - Enterprise Funds
For the Fiscal Year Ended April 30, 2025**

	User Charge	Capital Improvements	Totals
Operating Revenues			
Charges for Services	\$ 11,061,011	-	11,061,011
Other Revenue	67,947	-	67,947
Total Operating Revenues	<u>11,128,958</u>	<u>-</u>	<u>11,128,958</u>
Operating Expenses			
Administrative	2,539,579	-	2,539,579
Plant Operations	1,341,085	-	1,341,085
Plant Maintenance	1,248,891	-	1,248,891
Trustees	55,457	-	55,457
Capital Improvements	-	131,819	131,819
Depreciation	-	3,101,207	3,101,207
Total Operating Expenses	<u>5,185,012</u>	<u>3,233,026</u>	<u>8,418,038</u>
Operating Income (Loss)	<u>5,943,946</u>	<u>(3,233,026)</u>	<u>2,710,920</u>
Nonoperating Revenues (Expenses)			
Personal Property Replacement Taxes	51,946	-	51,946
Disposal of Capital Assets	-	(106,231)	(106,231)
Interest Income	1,614,750	-	1,614,750
Interest Expense	-	(717,519)	(717,519)
Total Nonoperating Revenues (Expenses)	<u>1,666,696</u>	<u>(823,750)</u>	<u>842,946</u>
Income (Loss) Before Capital Grants	7,610,642	(4,056,776)	3,553,866
Capital Grants	-	504,708	504,708
Change in Net Position	<u>7,610,642</u>	<u>(3,552,068)</u>	<u>4,058,574</u>
Net Position - Beginning as Previously Reported	31,162,472	27,080,399	58,242,871
Restatement - Grant Correction	-	481,330	481,330
Net Position - Beginning as Restated	<u>31,162,472</u>	<u>27,561,729</u>	<u>58,724,201</u>
Net Position - Ending	<u>38,773,114</u>	<u>24,009,661</u>	<u>62,782,775</u>

WHEATON SANITARY DISTRICT

**Combining Schedule of Cash Flows - Enterprise Funds
For the Fiscal Year Ended April 30, 2025**

	User Charge	Capital Improvements	Totals
Cash Flows from Operating Activities			
Receipts from Customers	\$ 12,031,741	4,435,378	16,467,119
Payments to Employees	(1,610,693)	-	(1,610,693)
Payments to Suppliers	(3,510,131)	(131,819)	(3,641,950)
	<u>6,910,917</u>	<u>4,303,559</u>	<u>11,214,476</u>
Cash Flows from Capital and Related Financing Activities			
Personal Property Replacement Tax	51,946	-	51,946
Purchase of Capital Assets	-	(3,386,979)	(3,386,979)
Disposal of Capital Assets	-	(106,231)	(106,231)
Capital Grants	-	504,708	504,708
Debt Issuance	-	10,264	10,264
Principal Retirement	-	(2,959,445)	(2,959,445)
Interest and Fiscal Charges	-	(717,519)	(717,519)
	<u>51,946</u>	<u>(6,655,202)</u>	<u>(6,603,256)</u>
Cash Flows from Investing Activities			
Interest Income	1,614,750	-	1,614,750
Net Change in Cash and Cash Equivalents	8,577,613	(2,351,643)	6,225,970
Cash and Cash Equivalents			
Beginning	28,412,423	2,496,951	30,909,374
Ending	<u>36,990,036</u>	<u>145,308</u>	<u>37,135,344</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities			
Operating Income (Loss)	5,943,946	(3,233,026)	2,710,920
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation Expense	-	3,101,207	3,101,207
(Increase) Decrease in Current/Noncurrent Assets	902,783	2,689,457	3,592,240
Increase (Decrease) in Current/Noncurrent Liabilities	64,188	1,745,921	1,810,109
Net Cash Provided by Operating Activities	<u>6,910,917</u>	<u>4,303,559</u>	<u>11,214,476</u>

WHEATON SANITARY DISTRICT

User Charge - Enterprise Fund

**Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2025
(with Comparative Information for the Fiscal Year Ended April 30, 2024)**

	For the Fiscal Year Ended April 30, 2025		
	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Charges for Services			
User Charges - Sewer Billings	\$ 9,790,618	7,742,782	(2,047,836)
User Charges - Sewer Maintenance	287,201	297,625	10,424
Sale of Plant Effluent	18,286	13,479	(4,807)
User Charge Penalties	110,307	112,520	2,213
Septage, Leachate and Sludge Charges	356,828	316,803	(40,025)
Billing Charges	2,375,805	2,502,357	126,552
Permit and Inspection Fees	55,747	75,445	19,698
Other Revenue	32,713	67,947	35,234
Total Operating Revenues	<u>13,027,505</u>	<u>11,128,958</u>	<u>(1,898,547)</u>
Operating Expenses			
Administrative	1,905,575	2,539,579	(634,004)
Laboratory	-	-	-
Plant Operations	1,543,708	1,341,085	202,623
Plant Maintenance	1,508,418	1,248,891	259,527
Sewer Operations and Maintenance	-	-	-
Trustees	44,825	55,457	(10,632)
Total Operating Expenses	<u>5,002,526</u>	<u>5,185,012</u>	<u>(182,486)</u>
Operating Income	<u>8,024,979</u>	<u>5,943,946</u>	<u>(2,081,033)</u>
Nonoperating Revenues			
Personal Property Replacement Taxes	98,942	51,946	(46,996)
Interest Income	1,200,000	1,614,750	414,750
Total Nonoperating Revenues	<u>1,298,942</u>	<u>1,666,696</u>	<u>367,754</u>
Income Before Transfers	9,323,921	7,610,642	(1,713,279)
Transfers Out	-	-	-
Change in Net Position	<u>9,323,921</u>	<u>7,610,642</u>	<u>(1,713,279)</u>
Net Position - Beginning		<u>31,162,472</u>	
Net Position - Ending		<u><u>38,773,114</u></u>	

For the Fiscal Year Ended April 30, 2024

Original and Final Budget	Actual	Variance Favorable (Unfavorable)
\$ 7,364,004	7,864,454	500,450
276,247	306,323	30,076
10,420	19,248	8,828
103,404	112,163	8,759
329,287	377,812	48,525
2,302,896	2,501,564	198,668
75,659	100,903	25,244
598	39,021	38,423
10,462,515	11,321,488	858,973
1,950,703	1,181,036	769,667
86,998	79,609	7,389
1,471,555	1,178,030	293,525
1,053,076	1,050,965	2,111
332,540	74,226	258,314
69,270	60,500	8,770
4,964,142	3,624,366	1,339,776
5,498,373	7,697,122	2,198,749
133,843	78,339	(55,504)
240,000	909,467	669,467
373,843	987,806	613,963
5,872,216	8,684,928	2,812,712
-	(2,250,000)	(2,250,000)
5,872,216	6,434,928	562,712
	24,727,544	
	31,162,472	

WHEATON SANITARY DISTRICT

User Charge - Enterprise Fund

Schedule of Operating Expenses - Budget and Actual For the Fiscal Year Ended April 30, 2025

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Operating Expenses			
Administrative			
Salaries	\$ 762,296	855,013	(92,717)
Illinois Municipal Retirement Fund	36,336	15,118	21,218
IMRF GASB 68 Adjustment	-	845,821	(845,821)
F.I.C.A.	58,316	54,611	3,705
Unemployment Compensation	7,053	7,255	(202)
Workman's Compensation Insurance	646	19,993	(19,347)
Group Insurance	110,861	99,309	11,552
Property and General Liability Insurance	35,714	31,702	4,012
Surety Bonds	3,100	8,200	(5,100)
Liability Insurance	43,383	35,549	7,834
Stationary and Supplies	2,753	2,326	427
Postage	97,829	94,923	2,906
Dues and Subscriptions	31,146	27,534	3,612
Permit Fees	33,500	32,558	942
Travel, Training and Meetings	14,336	6,802	7,534
Data Processing	118,796	130,414	(11,618)
Intergovernmental Agreement Charges	83,100	74,106	8,994
Vehicle Insurance	4,625	4,625	-
Personnel Clothing and Equipment	2,000	-	2,000
Contract Maintenance Service	3,912	4,905	(993)
Miscellaneous Employee Expenses	20,500	14,739	5,761
Professional Services	302,495	79,176	223,319
Contract Personnel Service	24,000	83	23,917
Annual Audit	24,500	20,760	3,740
Bank Service Charges	79,072	69,356	9,716
FSA Fees	795	628	167
ADP Payroll Fees	4,511	4,073	438
Total Administrative	1,905,575	2,539,579	(634,004)

WHEATON SANITARY DISTRICT

User Charge - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2025**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Operating Expenses - Continued			
Plant Operations			
Salaries	\$ 410,530	363,231	47,299
Illinois Municipal Retirement Fund	19,569	8,543	11,026
F.I.C.A.	31,406	26,866	4,540
Unemployment Compensation	4,702	4,370	332
Workman's Compensation Insurance	44,255	-	44,255
Group Health Insurance	112,716	98,484	14,232
Electical Power	420,000	459,097	(39,097)
Natural Gas	24,956	19,001	5,955
Communication	3,600	3,254	346
Dues and Subscriptions	-	115	(115)
Travel, Training and Meetings	10,000	730	9,270
Miscellaneous Employee Expenses	-	5,700	(5,700)
Vehicle Gas and Oil	8,118	6,197	1,921
Diesel Fuel	5,573	6,184	(611)
Small Tools and Supplies	40,401	15,139	25,262
Other Process Chemicals	112,584	83,714	28,870
Sludge Disposal	175,000	120,453	54,547
Scavenger Services	9,096	18,568	(9,472)
Water and Sewer	12,283	10,977	1,306
Lab Equipment, Supplies, and Services	98,919	90,462	8,457
Total Plant Operations	1,543,708	1,341,085	202,623
Plant Maintenance			
Salaries	403,243	375,521	27,722
Illinois Municipal Retirement Fund	19,221	8,741	10,480
F.I.C.A.	30,848	28,788	2,060
Unemployment Compensation	4,702	4,370	332
Workman's Compensation Insurance	43,470	-	43,470
Group Health Insurance	58,877	51,344	7,533
Communication	3,600	2,465	1,135
Dues and Subscriptions	-	115	(115)
Travel, Training and Meetings	1,737	491	1,246
Data Processing	49,093	31,640	17,453
Miscellaneous Employee Expenses	-	2,100	(2,100)

WHEATON SANITARY DISTRICT

User Charge - Enterprise Fund

**Schedule of Operating Expenses - Budget and Actual - Continued
For the Fiscal Year Ended April 30, 2025**

	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Operating Expenses - Continued			
Plant Maintenance - Continued			
Vehicle Repair and Maintenance	\$ 13,935	20,678	(6,743)
Diesel Fuel	-	1,071	(1,071)
Small Tools and Supplies	520,256	464,720	55,536
Sewer Maintenance and Service	346,296	245,686	100,610
Lubricants	13,140	8,781	4,359
Maintenance Supplies and Materials	-	2,380	(2,380)
Total Plant Maintenance	<u>1,508,418</u>	<u>1,248,891</u>	<u>259,527</u>
Trustees			
Salaries	18,000	16,928	1,072
F.I.C.A.	1,377	1,055	322
Group Health Insurance	24,998	37,601	(12,603)
Surety Bonds	450	(127)	577
Total Trustees	<u>44,825</u>	<u>55,457</u>	<u>(10,632)</u>
Total Operating Expenses	<u>5,002,526</u>	<u>5,185,012</u>	<u>(182,486)</u>

WHEATON SANITARY DISTRICT

Capital Improvements - Enterprise Fund

**Statement of Revenues, Expenses, and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2025
(with Comparative Information for the Fiscal Year Ended April 30, 2024)**

See Following Page

WHEATON SANITARY DISTRICT

Capital Improvements - Enterprise Fund

**Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual
For the Fiscal Year Ended April 30, 2025
(with Comparative Information for the Fiscal Year Ended April 30, 2024)**

	For the Fiscal Year Ended April 30, 2025		
	Original and Final Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Charges for Services			
Permit Fees	\$ -	-	-
Operating Expenses			
Capital Improvements			
Land Improvements	250,000	76,953	173,047
Plant and Buildings	12,850,000	439	12,849,561
Capital Improvement Studies	235,000	54,427	180,573
Sewers and Extensions	16,000	-	16,000
Depreciation	-	3,101,207	(3,101,207)
Total Operating Expenses	13,351,000	3,233,026	10,117,974
Operating Income (Loss)	(13,351,000)	(3,233,026)	10,117,974
Nonoperating Revenues (Expenses)			
Disposal of Capital Assets	-	(106,231)	(106,231)
Loan Proceeds	-	-	-
Principal Retirement	(2,485,225)	-	2,485,225
Interest Expense	(1,318,428)	(717,519)	600,909
Total Nonoperating Revenues (Expenses)	(3,803,653)	(823,750)	2,979,903
Income (Loss) Before Capital Grants and Transfers	(17,154,653)	(4,056,776)	13,097,877
Capital Grants	1,635,000	504,708	(1,130,292)
Transfers In	-	-	-
Transfers Out	-	-	-
	1,635,000	504,708	(1,130,292)
Change in Net Position	(15,519,653)	(3,552,068)	11,967,585
Net Position - Beginning as Previously Reported		27,080,399	
Restatement - Grant Correction		481,330	
Net Position - Beginning as Restated		27,561,729	
Net Position - Ending		24,009,661	

For the Fiscal Year Ended April 30, 2024

Original and Final Budget	Actual	Variance Favorable (Unfavorable)
\$ -	-	-
1,390,157	145,005	1,245,152
24,333,700	351,068	23,982,632
340,000	174,396	165,604
16,000	-	16,000
-	3,067,931	(3,067,931)
26,079,857	3,738,400	22,341,457
(26,079,857)	(3,738,400)	22,341,457
-	-	-
5,000,000	-	(5,000,000)
(2,485,225)	-	2,485,225
(1,318,428)	(497,232)	821,196
1,196,347	(497,232)	(1,693,579)
(24,883,510)	(4,235,632)	20,647,878
3,883,697	757,796	(3,125,901)
-	2,250,000	2,250,000
-	(1,504,995)	(1,504,995)
3,883,697	1,502,801	(2,380,896)
(20,999,813)	(2,732,831)	18,266,982
	29,813,230	
	-	
	<u>29,813,230</u>	
	<u><u>27,080,399</u></u>	

SUPPLEMENTAL SCHEDULES

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L175052) - Intermediate Pump Station
April 30, 2025**

Date of Issue	May 4, 2015
Date of Maturity	September 8, 2036
Authorized Issue	\$4,294,407
Interest Rate	2.21%
Principal Maturity Dates	March 8 and September 8
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 211,754	59,396	271,150
2027	216,460	54,690	271,150
2028	221,270	49,880	271,150
2029	226,187	44,963	271,150
2030	231,214	39,936	271,150
2031	236,352	34,798	271,150
2032	241,604	29,546	271,150
2033	246,973	24,177	271,150
2034	252,461	18,689	271,150
2035	258,072	13,078	271,150
2036	263,806	7,344	271,150
2037	134,093	1,487	135,580
	<u>2,740,246</u>	<u>377,984</u>	<u>3,118,230</u>

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L175054) - Fine Screens
April 30, 2025**

Date of Issue	October 28, 2016
Date of Maturity	December 17, 2036
Authorized Issue	\$683,781
Interest Rate	1.75%
Principal Maturity Dates	June 17 and December 17
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 34,024	7,730	41,754
2027	34,622	7,132	41,754
2028	35,231	6,523	41,754
2029	35,850	5,904	41,754
2030	36,480	5,274	41,754
2031	37,122	4,632	41,754
2032	37,774	3,980	41,754
2033	38,438	3,316	41,754
2034	39,114	2,640	41,754
2035	39,801	1,953	41,754
2036	40,501	1,253	41,754
2037	41,213	541	41,754
	<u>450,170</u>	<u>50,878</u>	<u>501,048</u>

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L170249) - SSI/ARRA
April 30, 2025**

Date of Issue	January 10, 2010
Date of Maturity	September 2, 2031
Authorized Issue	\$16,651,847
Interest Rate	0.00%
Principal Maturity Dates	March 2 and September 2
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 623,815	-	623,815
2027	623,815	-	623,815
2028	623,815	-	623,815
2029	623,815	-	623,815
2030	623,815	-	623,815
2031	623,815	-	623,815
2032	311,908	-	311,908
	<hr/>		
	4,054,798	-	4,054,798
	<hr/>		

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L175053) - Tertiary (Disc) Filters
April 30, 2025**

Date of Issue	August 29, 2017
Date of Maturity	October 15, 2038
Authorized Issue	\$6,227,196
Interest Rate	1.75%
Principal Maturity Dates	April 15 and October 15
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2026	\$ 298,894	77,616	376,510
2027	304,147	72,363	376,510
2028	309,493	67,017	376,510
2029	314,933	61,577	376,510
2030	320,469	56,041	376,510
2031	326,100	50,410	376,510
2032	331,833	44,677	376,510
2033	337,666	38,844	376,510
2034	343,601	32,909	376,510
2035	349,640	26,870	376,510
2036	355,785	20,725	376,510
2037	362,038	14,472	376,510
2038	368,402	8,108	376,510
2039	186,629	1,646	188,275
	<u>4,509,630</u>	<u>573,275</u>	<u>5,082,905</u>

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L175055) - UV Disinfection
April 30, 2025**

Date of Issue	May 1, 2019
Date of Maturity	June 7, 2040
Authorized Issue	\$4,959,355
Interest Rate	1.84%
Principal Maturity Dates	June 7 and December 7
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 227,261	73,227	300,488
2027	231,462	69,026	300,488
2028	235,741	64,747	300,488
2029	240,098	60,390	300,488
2030	244,536	55,952	300,488
2031	249,056	51,432	300,488
2032	253,660	46,828	300,488
2033	258,349	42,139	300,488
2034	263,125	37,363	300,488
2035	267,988	32,500	300,488
2036	272,942	27,546	300,488
2037	277,987	22,501	300,488
2038	283,126	17,362	300,488
2039	288,359	12,129	300,488
2040	293,689	6,799	300,488
2041	148,874	1,363	150,237
	<u>4,036,253</u>	<u>621,304</u>	<u>4,657,557</u>

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L172955) - PT Building HVAC
April 30, 2025**

Date of Issue	January 1, 2020
Date of Maturity	September 2, 2040
Authorized Issue	\$1,581,399
Interest Rate	2.00%
Principal Maturity Dates	March 2 and September 2
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 71,426	25,324	96,750
2027	72,862	23,888	96,750
2028	74,326	22,424	96,750
2029	75,820	20,930	96,750
2030	77,344	19,406	96,750
2031	78,899	17,851	96,750
2032	80,485	16,265	96,750
2033	82,102	14,648	96,750
2034	83,753	12,997	96,750
2035	85,436	11,314	96,750
2036	87,152	9,598	96,750
2037	88,905	7,845	96,750
2038	90,692	6,058	96,750
2039	92,515	4,235	96,750
2040	94,375	2,375	96,750
2041	47,898	489	48,387
	<u>1,283,990</u>	<u>215,647</u>	<u>1,499,637</u>

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

**Illinois Environmental Protection Agency Loan Payable (L174720) - Lab & Tertiary Generators
April 30, 2025**

Date of Issue	January 1, 2020
Date of Maturity	September 1, 2040
Authorized Issue	\$1,518,116
Interest Rate	2.00%
Principal Maturity Dates	February 28 and August 28
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 68,792	24,391	93,183
2027	70,175	23,008	93,183
2028	71,586	21,597	93,183
2029	73,024	20,159	93,183
2030	74,492	18,691	93,183
2031	75,990	17,193	93,183
2032	77,517	15,666	93,183
2033	79,075	14,108	93,183
2034	80,664	12,519	93,183
2035	82,286	10,897	93,183
2036	83,940	9,243	93,183
2037	85,627	7,556	93,183
2038	87,348	5,835	93,183
2039	89,104	4,079	93,183
2040	90,895	2,288	93,183
2041	46,128	458	46,586
	<u>1,236,643</u>	<u>207,688</u>	<u>1,444,331</u>

WHEATON SANITARY DISTRICT

Long-Term Debt Requirements

Illinois Environmental Protection Agency Loan Payable (L172956) - CMP Replacement/Relocation April 30, 2025

Date of Issue	May 1, 2021
Date of Maturity	December 4, 2043
Authorized Issue	\$38,246,931
Interest Rate	1.35%
Principal Maturity Dates	April 21 and October 21
Payable at	Illinois Environmental Protection Agency

CURRENT AND LONG-TERM PRINCIPAL AND INTEREST REQUIREMENTS

Fiscal Year	Principal	Interest	Totals
2026	\$ 1,512,685	421,001	1,933,686
2027	1,533,175	400,511	1,933,686
2028	1,553,940	379,746	1,933,686
2029	1,574,992	358,694	1,933,686
2030	1,596,327	337,359	1,933,686
2031	1,617,950	315,736	1,933,686
2032	1,639,866	293,820	1,933,686
2033	1,662,079	271,607	1,933,686
2034	1,684,593	249,093	1,933,686
2035	1,707,411	226,275	1,933,686
2036	1,730,539	203,147	1,933,686
2037	1,753,980	179,706	1,933,686
2038	1,777,739	155,947	1,933,686
2039	1,801,819	131,867	1,933,686
2040	1,826,226	107,460	1,933,686
2041	1,850,964	82,722	1,933,686
2042	1,876,036	57,650	1,933,686
2043	1,901,448	32,238	1,933,686
2044	960,367	6,477	966,844
	<u>31,562,136</u>	<u>4,211,056</u>	<u>35,773,192</u>

STATISTICAL SECTION (Unaudited)

This part of the annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the District's most significant local revenue sources.

Debt Capacity

These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

WHEATON SANITARY DISTRICT

Net Position by Component - Last Ten Fiscal Years*
April 30, 2025 (Unaudited)

See Following Page

WHEATON SANITARY DISTRICT

Net Position by Component - Last Ten Fiscal Years*
April 30, 2025 (Unaudited)

	2016	2017	2018
Business-Type Activities			
Net Investment in Capital Assets	\$ 19,944,280	22,966,465	24,326,151
Restricted	-	-	-
Unrestricted	3,743,822	3,642,889	5,508,084
	<hr/>	<hr/>	<hr/>
Total Business-Type Activities Net Position	23,688,102	26,609,354	29,834,235
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

* Accrual Basis of Accounting

Data Source: District Records

2019	2020	2021	2022	2023	2024	2025
24,981,485	24,930,424	25,279,654	23,494,602	22,053,557	24,708,738	25,391,380
-	-	-	2,431,306	-	157,681	192,471
8,621,793	13,388,801	18,917,279	22,557,633	30,982,222	33,376,452	37,198,924
33,603,278	38,319,225	44,196,933	48,483,541	53,035,779	58,242,871	62,782,775

WHEATON SANITARY DISTRICT

Changes in Net Position - Last Ten Fiscal Years*
April 30, 2025 (Unaudited)

	2016	2017	2018
Operating Revenues			
Charges for Services	\$ 7,870,591	8,842,973	9,850,155
Other Revenue	75,722	369,747	44,756
Total Operating Revenues	<u>7,946,313</u>	<u>9,212,720</u>	<u>9,894,911</u>
Operating Expenses			
Administrative	1,278,783	1,168,852	1,749,615
Laboratory	405,793	357,703	337,348
Plant Operations	1,412,162	1,328,427	1,295,124
Plant Maintenance	1,257,416	1,328,609	814,057
Sewer Operations and Maintenance	540,075	471,574	688,995
Trustees	72,743	78,708	18,972
Capital Improvements	-	-	-
Depreciation	1,400,699	1,488,783	1,630,139
Total Operating Expenses	<u>6,367,671</u>	<u>6,222,656</u>	<u>6,534,250</u>
Operating Income	<u>1,578,642</u>	<u>2,990,064</u>	<u>3,360,661</u>
Nonoperating Revenues (Expenses)			
Personal Property Replacement Taxes	34,693	38,447	32,141
Disposal of Capital Assets	-	-	-
Interest Income	9,390	13,476	14,459
Other Revenue	-	(2,237)	(97,227)
Interest Expense	(95,984)	(118,498)	(85,153)
Total Nonoperating Revenues (Expenses)	<u>(51,901)</u>	<u>(68,812)</u>	<u>(135,780)</u>
Income (Loss) Before Capital Grants	1,526,741	2,921,252	3,224,881
Capital Grants	-	-	-
Changes in Net Position	<u><u>1,526,741</u></u>	<u><u>2,921,252</u></u>	<u><u>3,224,881</u></u>

* Accrual Basis of Accounting

Data Source: District Records

2019	2020	2021	2022	2023	2024	2025
10,241,666	11,009,935	11,471,309	11,091,797	11,037,854	11,282,467	11,061,011
73,700	21,979	53,486	24,270	31,956	39,021	67,947
10,315,366	11,031,914	11,524,795	11,116,067	11,069,810	11,321,488	11,128,958
1,917,089	2,062,367	1,532,979	1,337,724	2,006,166	1,181,036	2,539,579
302,649	322,906	183,375	85,914	75,354	79,609	-
1,156,127	1,194,888	1,282,622	1,148,892	1,222,717	1,178,030	1,341,085
1,017,164	772,307	1,048,641	1,086,763	847,579	1,050,965	1,248,891
314,836	256,947	153,343	220,877	149,196	74,226	-
19,012	18,791	18,857	19,670	19,267	60,500	55,457
166,807	325,032	145,742	511,717	80,913	670,469	131,819
1,609,394	1,578,375	1,887,802	2,232,479	2,256,615	3,067,931	3,101,207
6,503,078	6,531,613	6,253,361	6,644,036	6,657,807	7,362,766	8,418,038
3,812,288	4,500,301	5,271,434	4,472,031	4,412,003	3,958,722	2,710,920
34,800	38,060	48,295	105,226	118,937	78,339	51,946
-	-	-	-	-	-	(106,231)
59,076	109,912	46,605	40,345	336,485	909,467	1,614,750
-	316,617	-	-	-	-	-
(137,121)	(248,943)	(312,845)	(330,994)	(315,187)	(497,232)	(717,519)
(43,245)	215,646	(217,945)	(185,423)	140,235	490,574	842,946
3,769,043	4,715,947	5,053,489	4,286,608	4,552,238	4,449,296	3,553,866
-	-	750,000	-	-	757,796	504,708
3,769,043	4,715,947	5,803,489	4,286,608	4,552,238	5,207,092	4,058,574

WHEATON SANITARY DISTRICT

**Customers by Type - Last Ten Fiscal Years
April 30, 2025 (Unaudited)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>
Residential (Single & Multi-Family)	14,576	14,753	14,807
Commercial	685	708	709
Industrial	86	90	88
Septic/Leachate/Car Wash	16	15	14
Other (Institutional & Exempt)	242	249	245
	<u>15,605</u>	<u>15,815</u>	<u>15,863</u>

Data Source: District Records

2019	2020	2021	2022	2023	2024	2025
14,804	14,828	14,874	14,773	14,856	14,861	14,803
710	708	702	707	699	710	780
88	88	88	100	96	99	108
12	15	16	12	13	9	12
239	240	244	288	256	285	297
15,853	15,879	15,924	15,880	15,920	15,964	16,000

WHEATON SANITARY DISTRICT

**Principal Property Tax Payers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2025 (Unaudited)**

Taxpayer	2025			2016		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
FPA6 Wheaton Center LLC	\$ 43,943,380	1	N/A			
Wilson Danada LLC	34,000,010	2	N/A			
Wheaton Multifamily Exchange LLC	27,157,284	3	N/A			
Nelp Wyndenmere LLC	23,995,740	4	N/A			
TGM Retreat Danada LLC	21,666,670	5	N/A			
CH Realty X-DLC R Wheaton	18,458,772	6	N/A			
Redwood Briarbrook Wheaton	16,192,630	7	N/A			
Danada East Retail LLC	12,737,293	8	N/A			
JVM Realty Corporation	12,349,354	9	N/A			
TSW 2015 LLC	11,513,874	10	N/A			
Invesco Advisors Inc.				\$ 24,470,100	1	N/A
Wheaton 121 Owner LLC				16,592,870	2	N/A
Wheaton Apartments Owner				15,859,260	3	N/A
UCR Asset Services				15,065,390	4	N/A
TSW 2015 LLC				14,364,740	5	N/A
Avalon Properties				12,782,060	6	N/A
Wheaton IL Senior Property				12,517,090	7	N/A
Rice Lake Sq LP				12,004,200	8	N/A
Redwood Capital Group				9,757,830	9	N/A
TCB Danada East LLC				9,590,920	10	N/A
	<u>222,015,007</u>		<u>N/A</u>	<u>143,004,460</u>		<u>N/A</u>

Notes:

Data Source: City of Wheaton Annual Comprehensive Financial Reports FY 2024 (fiscal year ending 12/31/2024)

Every effort has been made to seek out and report the largest taxpayer. However, many of the taxpayers listed contain multiple parcels and it is possible that some parcels and their valuations have been overlooked. The 2024 EAV is the most current available.

The District does not levy taxes.

WHEATON SANITARY DISTRICT

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years April 30, 2025 (Unaudited)

Fiscal Year	IEPA Loans Payable	Percentage of Personal Income (1)	Per Capita (2)
2016	\$ 15,836,838	0.69%	\$ 294.83
2017	13,231,875	0.58%	246.33
2018	14,261,502	0.60%	267.20
2019	17,870,268	0.72%	334.82
2020	22,509,409	0.88%	426.76
2021	24,279,006	0.92%	460.31
2022	41,142,176	1.47%	762.32
2023	50,198,700	1.68%	930.12
2024	50,585,091	1.60%	954.72
2025	49,873,866	1.50%	942.12

Data Source: District Records

(1) See the Schedule of Demographic and Economic Statistics for personal income and population data.

(2) See the Schedule of Demographic and Economic Statistics for population data.

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

WHEATON SANITARY DISTRICT

**Pledged-Revenue Coverage - Last Ten Fiscal Years
April 30, 2025 (Unaudited)**

Fiscal Year	Operating Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue (3)	Debt Service		Coverage (4)
				Principal	Interest	
2016	\$ 7,946,313	\$ 6,367,671	\$ 1,578,642	\$ 991,133	\$ 103,308	\$ 1.44
2017	9,212,720	6,222,656	2,990,064	2,796,972	154,053	1.01
2018	9,894,911	6,534,250	3,360,661	811,670	97,227	3.70
2019	10,315,366	6,503,078	3,812,288	921,584	137,121	3.60
2020	11,031,914	4,953,238	6,078,676	1,094,468	197,958	4.70
2021	11,524,795	4,365,559	7,159,236	1,250,323	298,914	4.62
2022	11,116,067	4,411,557	6,704,510	1,461,512	330,994	3.74
2023	11,069,810	4,401,192	6,668,618	1,485,225	315,187	3.70
2024	11,321,488	4,294,835	7,026,653	2,145,294	497,232	2.66
2025	11,128,958	5,316,831	5,812,127	2,959,445	717,519	1.58

Data Source: District Records

- (1) As defined in applicable bond indentures and governing laws
- (2) Total expenses exclusive of depreciation and bond interest
- (3) Gross revenues minus expenses
- (4) Net revenue available for debt service divided by total debt requirements

WHEATON SANITARY DISTRICT

Demographic and Economic Statistics - Last Ten Fiscal Years April 30, 2025 (Unaudited)

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2016	53,715	\$ 2,281,168,620	\$ 42,468	4.40%
2017	53,715	2,281,168,620	42,468	3.40%
2018	53,373	2,388,248,654	44,746	2.50%
2019	53,373	2,487,929,022	46,614	2.60%
2020	52,745	2,559,704,000	48,530	2.70%
2021	52,745	2,648,245,000	50,208	6.80%
2022	53,970	2,789,601,000	51,688	4.70%
2023	53,970	2,986,645,830	55,339	3.00%
2024	52,984	3,154,561,392	59,538	2.80%
2025	52,938	3,323,712,330	62,785	3.40%

Data Source:

City of Wheaton Annual Comprehensive Financial Report 2024 Final (year ending 12/31/2024)

WHEATON SANITARY DISTRICT

**Principal Employers - Current Fiscal Year and Nine Fiscal Years Ago
April 30, 2025 (Unaudited)**

Employer	2025			2016		
	Employees	Rank	Percentage of Total District Employment	Employees	Rank	Percentage of Total District Employment
DuPage County Govt. Center, Wheaton	3,007	1	N/A	3,189	1	N/A
Community Unit School Dist. 200, Wheaton	1,782	2	N/A	1,586	2	N/A
Hearthside Food Solutions, Carol Stream	900	3	N/A			
Wheaton College, Wheaton	781	4	N/A	900	6	N/A
First Trust Partners, Wheaton	647	5	N/A	500	8	N/A
Marianjoy Rehab Hospital, Wheaton	544	6	N/A	950	5	N/A
FedEx Ground Package System Inc., Carol Stream	530	7	N/A	417	9	N/A
U-46 School District, Carol Stream	500	8	N/A			
Wheaton Park District, Wheaton	481	9	N/A	1,188	3	N/A
Grunt Style LLC, Carol Stream	400	10	N/A			
Spraying Systems Inc., Wheaton				1,000	4	N/A
Peacock Engineering Company, Carol Stream				633	7	N/A
FIC America Corp., Carol Stream				406	10	N/A
	<u>9,572</u>		<u>N/A</u>	<u>10,769</u>		<u>N/A</u>

Data Source: City of Wheaton Annual Comprehensive Financial Report 2024 Final (year ending 12/31/2024) and Village of Carol Stream Annual Comprehensive Financial Report 2024 Final (year ending 4/30/2024)

N/A - Not available

WHEATON SANITARY DISTRICT

**Total Customers and Number of Permits Issued - Last Ten Fiscal Years
April 30, 2025 (Unaudited)**

See Following Page

WHEATON SANITARY DISTRICT

**Total Customers and Number of Permits Issued - Last Ten Fiscal Years
April 30, 2025 (Unaudited)**

	2016	2017	2018
Customers	15,605	15,815	15,863
Number of Permits Issued *	102	116	97

Data Source: District Records

*Includes "No Charge" (\$0) permits

Does not include "No Permit Required" applicants

2019	2020	2021	2022	2023	2024	2025
15,853	15,879	15,924	15,880	15,920	15,964	16,000
41	52	67	50	38	27	15

WHEATON SANITARY DISTRICT

**Full-Time Equivalent District Employees by Department - Last Ten Fiscal Years
April 30, 2025 (Unaudited)**

	2016	2017	2018
Administration, IT, & HR	5	5	6
Operations	6	6	5
Maintenance	5	5	6
Lab (1)	2	2	3
Engineering (2), Sewers (4), & IT (3)	3	3	2
Total	21	21	22

Data Source: District Records

- (1) The lab position was eliminated during a reorganization in FY 2022
- (2) There was not an engineering position after FY 2016
- (3) Information Technology moved from Sewers Department to Administration Department starting in FY 2019
- (4) Sewers Department was consolidated into Maintenance Department starting in FY 2023

2019	2020	2021	2022	2023	2024	2025
7	7	7	6	6	6	6
6	6	6	6	4	4	4
6	6	6	5	5	4	4
3	2	1	-	-	-	-
1	1	1	1	-	-	-
23	22	21	18	15	14	14

WHEATON SANITARY DISTRICT

Operating Indicators by Function/Program - Last Ten Fiscal Years April 30, 2025 (Unaudited)

	2016	2017 (1)	2018 (2)
Rainfall (total inches per year)	37.11	42.78	36.54
Influent Flow (yearly average MGD)	7.29	8.02	8.12
Influent Suspended Solids (average milligrams per liter per year)	190.00	164.00	156.00
Effluent Flow (yearly average MGD)	5.97	6.46	6.72
Effluent Suspended Solids (average milligrams per liter per year)	2.40	3.40	2.40
Tonnage of Biosolids (metric tons per year)	996.00	994.00	852.00

Notes:

(1) Finished fine screens at the Preliminary Treatment Building

(2) Disc filters installed

(3) FY 2021 numbers are an average of the first five months of FY 2021 and all prior months (FY 2016 - FY 2020)

(4) Contract lab used in FY 2022 had only <5.00 detection limit

2019	2020	2021 (3)	2022	2023	2024	2025
45.55	34.15	38.10	31.99	31.27	29.73	23.53
9.22	7.63	7.55	7.18	7.36	6.97	6.69
155.00	164.00	191.00	216.00	235.00	241.00	300.08
8.17	6.49	6.30	6.57	6.88	6.62	3.28
1.70	1.50	2.40	<5.00 (4)	3.04	1.25	6.06
1,007.00	1,041.00	1,000.00	769.00	1,078.21	928.26	736.18

WHEATON SANITARY DISTRICT

**Capital Asset Statistics by Function/Program - Last Ten Fiscal Years
April 30, 2025 (Unaudited)**

	2016	2017	2018
Land Parcels	2	2	2
Outdoor/Land Improvements	50	50	58
Buildings & Building Improvements	116	116	138
Infrastructure: Sewers, Extensions, & Plant Improvements	29	29	52
Sanitary Sewer Lines (Miles)	67	67	67
Manholes	1,600	1,600	1,600
Lift Stations	2	2	2
Treatment Capacity (MG)	29.4	29.4	29.4
Machinery, Equipment, Furniture, & Vehicles	461	467	491

Data Source: District Data

Full capital assets appraisals done in fiscal years (FY) 2018 and 2021.
Other Fiscal Year's shown indicate additions or subtractions from the last full appraisal and the prior FY.
Different capital asset appraisers may classify items slightly differently.

2019	2020	2021	2022	2023	2024	2025
2	2	2	2	2	2	2
58	58	58	58	58	58	58
138	138	136	136	136	136	136
52	54	47	49	49	49	49
69	67	67	67	67	67	67
1,600	1,600	1,600	1,600	1,600	1,600	1,600
2	2	2	2	2	2	2
29.4	29.4	29.4	29.4	29.4	29.4	29.4
493	499	516	518	519	520	520

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



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

August 11, 2025

Members of the Board of Trustees
Wheaton Sanitary District
Wheaton, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Wheaton Sanitary District, (the District), Illinois, as of and for the year ended April 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 August 11, 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 or significant deficiencies may exist that were not identified.

Wheaton Sanitary District, Illinois
August 11, 2025

Report on Compliance and Other Matters

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

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.

Lauterbach & Amen, LLP
LAUTERBACH & AMEN, LLP