# Kendrick Joint School District No. 283

Audited Financial Statements

Year Ended June 30, 2026

QUEST CPAs PLLC
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**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
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**Independent Auditor's Report**

Board of Trustees
Kendrick Joint School District No. 283

**Report on the Audit of the Financial Statements**

***Qualified and Unmodified Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Kendrick Joint School District No. 283 (the School) as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

***Qualified Opinion on the Governmental Activities***

In our opinion, except for the effects of the matter described in the Matter Giving Rise to the Qualified Opinion on the Governmental Activities section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2026, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

***Unmodified Opinions on All Other Opinion Units Described Below***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Qualified and Unmodified 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 School 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.

***Matter Giving Rise to the Qualified Opinion on the Governmental Activities***

Management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accounting principles generally accepted in the United States of America require recognition and measurement of an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses related to the other postemployment benefits as well as note disclosures and required supplementary information. The amount by which the departure would affect net position, assets, liabilities, deferred outflows of resources, deferred inflows of resources, expenses, note disclosures, and required supplementary information has not been determined.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 School'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 Responsibility for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School'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 School'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 budgetary comparison schedules and schedule of employer's share of net pension asset and liability and schedule of employer contributions listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not 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, and 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.

Management has not included the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not 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, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements 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 the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards,* we have also issued our report dated August 21, 2026, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School'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 School's internal control over financial reporting and compliance.

***Quest CPAs PLLC***

Meridian, Idaho
August 21, 2026

# KENDRICK JOINT SCHOOL DISTRICT NO. 283

Statement of Net Position

June 30, 2026

| | Governmental Activities |
|---|---|
| **Assets** | |
| Current Assets | |
| Cash & Investments | $4,235,678 |
| Receivables: | |
| Local Sources | 195,607 |
| State Sources | 123,364 |
| Federal Sources | 165,804 |
| Total Current Assets | 4,720,453 |
| Noncurrent Assets | |
| Nondepreciable Capital Assets | 296,770 |
| Depreciable Net Capital Assets | 4,232,134 |
| Total Noncurrent Assets | 4,528,904 |
| **Total Assets** | 9,249,357 |
| | |
| **Deferred Outflows of Resources** | |
| Pension Items | 445,014 |
| **Total Deferred Outflows of Resources** | 445,014 |
| **Total Assets and Deferred Outflows of Resources** | $9,694,371 |
| | |
| **Liabilities** | |
| Current Liabilities | |
| Salaries & Benefits Payable | $365,935 |
| Unspent Grant Allocation | 82,093 |
| Accrued Interest | 11,700 |
| Long-Term Liabilities, Current | 125,000 |
| Total Current Liabilities | 584,728 |
| Noncurrent Liabilities | |
| Long-Term Liabilities, Noncurrent | 1,791,769 |
| Total Noncurrent Liabilities | 1,791,769 |
| **Total Liabilities** | 2,376,497 |
| | |
| **Deferred Inflows of Resources** | |
| Pension Items | 492,123 |
| **Total Deferred Inflows of Resources** | 492,123 |
| **Total Liabilities and Deferred Inflows of Resources** | 2,868,620 |
| | |
| **Net Position** | |
| Net Investment in Capital Assets | 3,737,204 |
| Restricted: | |
| Special Programs | 237,506 |
| Debt Service | 317,617 |
| Capital Projects | 1,293,596 |
| Unrestricted | 1,239,828 |
| **Total Net Position** | 6,825,751 |
| **Total Liabilities and Deferred Inflows of Resources and Net Position** | $9,694,371 |

# KENDRICK JOINT SCHOOL DISTRICT NO. 283

Statement of Activities

Year Ended June 30, 2026

| | | Program Revenues | | | Net (Expense) Revenue And Changes in Net Position |
|---|---|---|---|---|---|
| **Functions/Programs** | **Expenses** | **Charges For Services** | **Operating Grants And Contributions** | **Capital Grants And Contributions** | **Governmental Activities** |
| **Governmental Activities** | | | | | |
| Instructional Programs | | | | | |
| Elementary School | $932,702 | | $111,786 | | ($820,916) |
| Secondary School | 865,279 | $2,700 | 78,442 | | (784,137) |
| Vocational-Technical | 190,593 | | 39,244 | | (151,349) |
| Special Education | 264,910 | | 70,672 | | (194,238) |
| Special Education Preschool | 0 | | | | 0 |
| Interscholastic | 99,995 | | | | (99,995) |
| School Activity | 3,034 | | | | (3,034) |
| Support Service Programs | | | | | |
| Attendance - Guidance - Health | 83,868 | | 6,000 | | (77,868) |
| Special Education Support Services | 132,358 | | | | (132,358) |
| Educational Media | 31,980 | | | | (31,980) |
| Instruction-Related Technology | 63,697 | | | | (63,697) |
| Books and Periodicals | 1,312 | | | | (1,312) |
| Board of Education | 0 | | | | 0 |
| District Administration | 193,239 | | | | (193,239) |
| School Administration | 300,405 | | | | (300,405) |
| Business Operations | 132,336 | | | | (132,336) |
| Administrative Technology Service | 148,251 | | 60,796 | | (87,455) |
| Buildings - Care | 343,239 | | | | (343,239) |
| Maintenance - Buildings & Equipment | 149,678 | | | | (149,678) |
| Maintenance - Grounds | 0 | | | | 0 |
| Security | 0 | | | | 0 |
| Pupil-To-School Transportation | 294,496 | | | | (294,496) |
| Pupil-Activity Transportation | 35,908 | | | | (35,908) |
| General Transportation | 0 | | | | 0 |
| Other Support Services | 57,054 | | | | (57,054) |
| Non-Instructional Programs | | | | | |
| Child Nutrition | 160,277 | 40,917 | 91,523 | | (27,837) |
| Community Services | 120,246 | | 120,246 | | 0 |
| Student Activity | 207,587 | 220,226 | | | 12,639 |
| Capital Assets | 203,463 | | | | (203,463) |
| Debt Service - Principal | 0 | | | | 0 |
| Debt Service - Interest | 32,287 | | | | (32,287) |
| **Total Governmental Activities** | $5,048,194 | $263,843 | $578,709 | $0 | (4,205,642) |

| | |
|---|---|
| **General Revenues** | |
| Local Taxes | 684,400 |
| Other Local Revenues | 228,849 |
| State Revenues | 3,553,029 |
| Federal Revenues | 0 |
| **Total** | 4,466,278 |
| **Change in Net Position** | 260,636 |
| **Net Position - Beginning** | 6,565,115 |
| **Net Position - Ending** | $6,825,751 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Balance Sheet - Governmental Funds
June 30, 2026

| | General Fund | Child Nutrition Fund | Bond R & I Fund | School District Modernization Facilities |
|---|---|---|---|---|
| **Assets** | | | | |
| Cash & Investments | $2,386,517 | $13,228 | $317,593 | $1,146,117 |
| Receivables: | | | | |
| Local Sources | 179,581 | | 35 | |
| State Sources | 123,364 | | | |
| Federal Sources | | | | |
| Due From Other Funds | 83,061 | | | |
| **Total Assets** | $2,772,523 | $13,228 | $317,628 | $1,146,117 |
| **Liabilities** | | | | |
| Accounts Payable | | | | |
| Due To Other Funds | | | | |
| Salaries & Benefits Payable | $351,468 | $13,156 | | |
| Unspent Grant Allocation | | | | |
| **Total Liabilities** | 351,468 | 13,156 | $0 | $0 |
| **Deferred Inflows of Resources** | | | | |
| Unavailable Tax Revenues | 32,294 | | 11 | |
| **Total Deferred Inflows of Resources** | 32,294 | 0 | 11 | 0 |
| **Fund Balances** | | | | |
| Restricted: | | | | |
| Special Programs | | 72 | | |
| Debt Service | | | 317,617 | |
| Capital Projects | | | | 1,146,117 |
| Unassigned | 2,388,761 | | | |
| **Total Fund Balances** | 2,388,761 | 72 | 317,617 | 1,146,117 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $2,772,523 | $13,228 | $317,628 | $1,146,117 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Balance Sheet - Governmental Funds
June 30, 2026

| | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---|---|
| **Assets** | | |
| Cash & Investments | $372,223 | $4,235,678 |
| Receivables: | | |
| Local Sources | 15,991 | 195,607 |
| State Sources | 0 | 123,364 |
| Federal Sources | 165,804 | 165,804 |
| Due From Other Funds | 0 | 83,061 |
| **Total Assets** | $554,018 | $4,803,514 |
| **Liabilities** | | |
| Accounts Payable | $0 | $0 |
| Due To Other Funds | 83,061 | 83,061 |
| Salaries & Benefits Payable | 1,311 | 365,935 |
| Unspent Grant Allocation | 82,093 | 82,093 |
| **Total Liabilities** | 166,465 | 531,089 |
| **Deferred Inflows of Resources** | | |
| Unavailable Tax Revenues | 2,640 | 34,945 |
| **Total Deferred Inflows of Resources** | 2,640 | 34,945 |
| **Fund Balances** | | |
| Restricted: | | |
| Special Programs | 237,434 | 237,506 |
| Debt Service | 0 | 317,617 |
| Capital Projects | 147,479 | 1,293,596 |
| Unassigned | 0 | 2,388,761 |
| **Total Fund Balances** | 384,913 | 4,237,480 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $554,018 | $4,803,514 |

**Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities**

| | |
|---|---|
| **Total Governmental Fund Balances** | $4,237,480 |
| Amounts reported for governmental activities in the statement of net position are different because: | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 4,528,904 |
| Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds. | 34,945 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. | (1,928,469) |
| Pension deferred outflows/inflows are not due and payable in the current period and therefore are not reported in the funds. | (47,109) |
| **Net Position of Governmental Activities** | $6,825,751 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2026

| | General Fund | Child Nutrition Fund | Bond R & I Fund | School District Modernization Facilities |
|---|---|---|---|---|
| **Revenues** | | | | |
| Local Taxes | $643,150 | | $51 | |
| Other Local Revenue | 181,373 | $40,917 | | $47,476 |
| State Revenue | 3,410,696 | | 142,000 | 333 |
| Federal Revenue | 62,500 | 91,523 | | |
| **Total Revenues** | 4,297,719 | 132,440 | 142,051 | 47,809 |
| **Expenditures** | | | | |
| Instructional Programs | | | | |
| Elementary School | 816,679 | | | |
| Secondary School | 855,282 | | | |
| Vocational-Technical | 186,681 | | | |
| Special Education | 194,238 | | | |
| Special Education Preschool | | | | |
| Interscholastic | 99,995 | | | |
| School Activity | 3,034 | | | |
| Support Service Programs | | | | |
| Attendance - Guidance - Health | 77,868 | | | |
| Special Education Support Services | 132,358 | | | |
| Educational Media | 31,980 | | | |
| Instruction-Related Technology | 63,697 | | | |
| Books and Periodicals | 1,312 | | | |
| Board of Education | | | | |
| District Administration | 193,239 | | | |
| School Administration | 300,405 | | | |
| Business Operations | 132,336 | | | |
| Administrative Technology Service | 68,246 | | | |
| Buildings - Care | 343,239 | | | |
| Maintenance - Buildings & Equipment | 157,893 | | | 30,663 |
| Maintenance - Grounds | | | | |
| Security | | | | |
| Pupil-To-School Transportation | 294,496 | | | |
| Pupil-Activity Transportation | 35,908 | | | |
| General Transportation | | | | |
| Other Support Services | 57,054 | | | |
| Non-Instructional Programs | | | | |
| Child Nutrition | 4,616 | 155,661 | | |
| Community Services | | | | |
| Student Activity | | | | |
| Capital Assets | | | | |
| Debt Service - Principal | | | 120,000 | |
| Debt Service - Interest | | | 34,087 | |
| **Total Expenditures** | 4,050,556 | 155,661 | 154,087 | 30,663 |
| **Excess (Deficiency) of Revenues** | | | | |
| **Over Expenditures** | 247,163 | (23,221) | (12,036) | 17,146 |
| **Other Financing Sources (Uses)** | | | | |
| Transfers In | 55,626 | 23,221 | | |
| Transfers Out | (53,968) | | | (55,626) |
| **Total Other Financing Sources (Uses)** | 1,658 | 23,221 | 0 | (55,626) |
| **Net Change in Fund Balances** | 248,821 | 0 | (12,036) | (38,480) |
| **Fund Balances - Beginning** | 2,139,940 | 72 | 329,653 | 1,184,597 |
| **Fund Balances - Ending** | $2,388,761 | $72 | $317,617 | $1,146,117 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2026

| | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---|---|
| **Revenues** | | |
| Local Taxes | $59,920 | $703,121 |
| Other Local Revenue | 222,926 | 492,692 |
| State Revenue | 108,051 | 3,661,080 |
| Federal Revenue | 316,635 | 470,658 |
| **Total Revenues** | 707,532 | 5,327,551 |
| **Expenditures** | | |
| Instructional Programs | | |
| Elementary School | 111,786 | 928,465 |
| Secondary School | 6,066 | 861,348 |
| Vocational-Technical | 36,863 | 223,544 |
| Special Education | 70,672 | 264,910 |
| Special Education Preschool | 0 | 0 |
| Interscholastic | 0 | 99,995 |
| School Activity | 0 | 3,034 |
| Support Service Programs | | |
| Attendance - Guidance - Health | 6,000 | 83,868 |
| Special Education Support Services | 0 | 132,358 |
| Educational Media | 0 | 31,980 |
| Instruction-Related Technology | 0 | 63,697 |
| Books and Periodicals | 0 | 1,312 |
| Board of Education | 0 | 0 |
| District Administration | 0 | 193,239 |
| School Administration | 0 | 300,405 |
| Business Operations | 0 | 132,336 |
| Administrative Technology Service | 80,005 | 148,251 |
| Buildings - Care | 0 | 343,239 |
| Maintenance - Buildings & Equipment | 0 | 188,556 |
| Maintenance - Grounds | 0 | 0 |
| Security | 0 | 0 |
| Pupil-To-School Transportation | 0 | 294,496 |
| Pupil-Activity Transportation | 0 | 35,908 |
| General Transportation | 0 | 0 |
| Other Support Services | 0 | 57,054 |
| Non-Instructional Programs | | |
| Child Nutrition | 0 | 160,277 |
| Community Services | 120,246 | 120,246 |
| Student Activity | 232,168 | 232,168 |
| Capital Assets | 4,439 | 4,439 |
| Debt Service - Principal | 0 | 120,000 |
| Debt Service - Interest | 0 | 34,087 |
| **Total Expenditures** | 668,245 | 5,059,212 |
| **Excess (Deficiency) of Revenues Over Expenditures** | 39,287 | 268,339 |
| **Other Financing Sources (Uses)** | | |
| Transfers In | 30,747 | 109,594 |
| Transfers Out | 0 | (109,594) |
| **Total Other Financing Sources (Uses)** | 30,747 | 0 |
| **Net Change in Fund Balances** | 70,034 | 268,339 |
| **Fund Balances - Beginning** | 314,879 | 3,969,141 |
| **Fund Balances - Ending** | $384,913 | $4,237,480 |

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities**

| | |
|---|---|
| **Net Change in Fund Balances - Total Governmental Funds** | $268,339 |
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense or allocated over the appropriate term as amortization expense. This is the excess of capital outlays over (under) depreciation/amortization expense in the current period. | (102,614) |
| Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. | (18,721) |
| Repayment of long-term liability principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. | 120,000 |
| In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds. | 1,800 |
| Changes in net pension asset/liability and related pension deferred outflows/inflows do not provide or require current financial resources and therefore are not reflected in the funds. | (8,168) |
| **Change in Net Position of Governmental Activities** | $260,636 |

## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Reporting Entity** – Kendrick Joint School District No. 283 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Clearwater, Latah, and Nez Perce Counties.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to school districts. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

**Basic Financial Statements - Government-Wide Statements** – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**Basic Financial Statements - Fund Financial Statements** – The financial transactions of the School are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. Major governmental funds of the School include:

*General Fund* – The general fund is the School's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

*Special Revenue Funds* – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

*Debt Service Funds* – Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on long term debt. Major debt service funds include the bond redemption and interest fund, which accounts for the accumulation of funds for the periodic payment of principal and interest on long term debt.

*Capital Projects Funds* – Capital projects funds are used to account for acquisition of capital assets. Major capital project funds include the school district modernization facilities fund, used to account for facilities improvements.

**Basis of Accounting** – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Activities in the government-wide and fiduciary fund financial statements are presented on the full accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

**Cash and Investments** – Nearly all the cash and investment balances of the School's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is allocated to the various funds based on each fund's respective investment balance. Investments include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent measurement of investment value amongst pool participants.

**Receivables** – Receivables are reported net of any estimated uncollectible amounts.

**Inventories** – Material supplies on hand at year end are stated at the lower of cost or net realizable value using the first-in, first-out method.

**Capital Assets and Depreciation** – Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method.

**Leases/SBITAs and Amortization** – Material long-term leases and subscription-based information technology arrangements (SBITAs) are reported in accordance with the provisions of GASB 87 *Leases* and GASB 96 *SBITAs*. When incurred, amortization over the appropriate lease or SBITA term is recorded using the straight-line method.

**Compensated Absences** – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded. In addition, GASB 101 *Compensated Absences* provides that a liability is recorded when it is more likely than not that employees will use material accumulated sick leave. Based on the School's leave patterns and using a LIFO (last in, first out) assumption, the amount of accumulated sick leave expected to result in future absences is deemed to be immaterial and, accordingly, no liability is recorded. Compensated absences will be paid by the fund in which the employee works.

**Other Post-Employment Benefits** – The School does not provide benefits to retired employees other than retirement benefits funded through the Public Employees Retirement System of Idaho. However, certain retired employees can remain on the School insurance policy after retirement if the retired employee pays the average monthly cost. The difference between the age-adjusted monthly cost and the average monthly cost is referred to as an "implicit subsidy" since the medical insurance rate of a retired employee is generally higher than the medical insurance rate of a younger employee. GASB 75 requires that employers have actuarial calculations performed for these other post-employment benefits so that an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses can be recorded in the government-wide financial statements and related notes and required supplementary information can be prepared. Management believes the costs of implementing GASB 75 cannot be justified at this time. Accordingly, the School accounts for the other-post employment benefits for retirees on the pay-as-you-go basis. Other post-employment benefits will be paid by the fund in which the employee works.

**Pensions** – For purposes of measuring the net pension asset/liability and pension revenue/expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Pension obligations will be paid by the fund in which the employee works.

**Deferred Outflows/Inflows of Resources** – The School's financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

**Net Position** – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.

Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

**Fund Balance Classifications** – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

**Property Taxes** – The School is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20$^{th}$ and June 20$^{th}$. A lien is filed on real property three years from the date of delinquency.

**Contingent Liabilities** – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. 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 School expects such amounts, if any, to be immaterial.

**Interfund Activity** – Interfund activity is reported either 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.

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Custodial Credit Risk** – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning custodial risk.

**Risk Management** – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

**Nonmonetary Transactions** – Items received via food commodities programs are recognized at their stated fair market value.

**Subsequent Events** – Subsequent events were evaluated through the date of the auditor's report, which is the date the financial statements were available to be issued.

## B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

| | |
|---|---|
| Cash - Deposits | $317,539 |
| Investments - Local Gov't Investment Pool | 3,918,139 |
| **Total** | $4,235,678 |

**Deposits** – At year end, the carrying amounts of the School's deposits were $317,539 and the bank balances were $529,354. Of the bank balances, $260,536 was insured, and the balance was uninsured and uncollateralized.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

**Interest rate risk:**

| | **Investment Maturity Schedule (In Years)** | |
|---|---|---|
| Investment Type | Less Than 1 | Total |
| Local Gov't Invest Pool | $3,918,139 | $3,918,139 |
| **Total** | $3,918,139 | $3,918,139 |

**Credit rate risk:**

| | **Investment Rating Schedule** | |
|---|---|---|
| Investment Type | Not Rated | Total |
| Local Gov't Invest Pool | $3,918,139 | $3,918,139 |
| **Total** | $3,918,139 | $3,918,139 |

**Investments** – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer's office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to $10 million. Withdrawals of $10 million or more require three business days' notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at www.sto.idaho.gov.

## C. RECEIVABLES

Receivables consist of the following at year end:

| | General Fund | Special Revenue Funds | Debt Service Fund | Capital Project Funds | Total |
|---|---|---|---|---|---|
| Local Sources | | | | | |
| Local Taxes | $179,581 | | $35 | $15,991 | $195,607 |
| **Total** | $179,581 | | $35 | $15,991 | $195,607 |
| State Sources | | | | | |
| Foundation Program | $74,084 | | | | $74,084 |
| Special Programs | 49,280 | | | | 49,280 |
| **Total** | $123,364 | | | | $123,364 |
| Federal Sources | | | | | |
| Special Programs | | $165,804 | | | $165,804 |
| **Total** | | $165,804 | | | $165,804 |

**D. CAPITAL ASSETS**

A summary of capital assets for the year is as follows:

| | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| Nondepreciable Capital Assets | | | | |
| Land | $296,770 | | | $296,770 |
| **Total** | 296,770 | $0 | $0 | 296,770 |
| Depreciable Capital Assets | | | | |
| Buildings | 7,603,382 | 28,002 | | 7,631,384 |
| Equipment | 409,862 | 68,408 | | 478,270 |
| Transportation | 835,395 | | | 835,395 |
| Subtotal | 8,848,639 | 96,410 | 0 | 8,945,049 |
| Accumulated Depreciation | | | | |
| Buildings | 3,530,347 | 147,745 | | 3,678,092 |
| Equipment | 267,898 | 24,353 | | 292,251 |
| Transportation | 715,646 | 26,926 | | 742,572 |
| Subtotal | 4,513,891 | 199,024 | 0 | 4,712,915 |
| **Total** | 4,334,748 | (102,614) | 0 | 4,232,134 |
| **Net Capital Assets** | $4,631,518 | ($102,614) | $0 | $4,528,904 |

Depreciation expense of $199,024 was charged to the capital assets program.

**E. LONG-TERM LIABILITIES**

**Bonded Debt** - At year end, the School's bonded debt was as follows:

| | Outstanding |
|---|---|
| 2018 - $1,550,000 - general obligation refunding bonds due in annual principal installments and semiannual interest payments with interest at 3.00% - 4.00% through 2031/32, secured by future taxes, paid through the bond redemption and interest fund | $780,000 |
| **Total** | $780,000 |

Maturities on the bonds are estimated as follows:

| Year Ended | Principal | Interest |
|---|---|---|
| 6/30/27 | $125,000 | $28,700 |
| 6/30/28 | 130,000 | 23,600 |
| 6/30/29 | 130,000 | 18,400 |
| 6/30/30 | 135,000 | 13,100 |
| 6/30/31 | 140,000 | 7,600 |
| 6/30/32 | 120,000 | 2,400 |
| **Total** | $780,000 | $93,800 |

Changes in long-term liabilities are as follows:

| Description | Beginning Balance | Increases | Decreases | Ending Balance | Due Within One Year |
|---|---|---|---|---|---|
| 2018 G.O.R. Bonds | $900,000 | | $120,000 | $780,000 | $125,000 |
| Net Pension Liability | 1,747,982 | | 611,213 | 1,136,769 | - |
| **Total** | $2,647,982 | $0 | $731,213 | $1,916,769 | $125,000 |

Interest and related costs of $32,287 were charged to the debt service – interest program.

## F. PENSION PLAN

*Plan description*

The School contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

*Pension benefits*

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

*Member and employer contributions*

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general members and school employee members. As of June 30, 2025 it was 7.18% for general members and 8.08% for school employee members. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.96% for general members and 13.48% for school employee members. The School's contributions were $230,797 for the year ended June 30, 2026.

*Pension asset/liabilities, pension revenue (expense), and deferred outflows/inflows of resources related to pensions*

At June 30, 2026, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2025, the School's proportion was 0.04700963%.

For the year ended June 30, 2026, the School recognized pension revenue (expense) of ($238,965). At June 30, 2026, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Differences between expected and actual experience | $214,217 | |
| Changes in assumptions or other inputs | | $199,898 |
| Difference between projected and actual earnings on pension plan investments | | 292,225 |
| Employer contributions subsequent to the measurement date | 230,797 | |
| **Total** | $445,014 | $492,123 |

$230,797 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) in the year ending June 30, 2027.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at the beginning of the measurement period ended June 30, 2025 was calculated at 4.4 years.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension revenue (expense) as follows:

| Year Ended | |
|---|---|
| 6/30/27 | ($194,422) |
| 6/30/28 | 189,988 |
| 6/30/29 | 173,862 |
| 6/30/30 | 108,478 |
| **Total** | $277,906 |

*Actuarial assumptions*

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---|---|
| Inflation | 2.40% |
| Salary increases including inflation | 3.15% |
| Investment rate of return, net of investment expenses | 6.55% |
| Cost-of-living (COLA) adjustments | 1.00% |

*Contributing members, service retirement members, and beneficiaries*

| | |
|---|---|
| General Employees and All Beneficiaries - Males | Pub-2010 General Tables, increased 11% |
| General Employees and All Beneficiaries - Females | Pub-2010 General Tables, increased 21% |
| Teachers - Males | Pub-2010 Teacher Tables, increased 12% |
| Teachers - Females | Pub-2010 Teacher Tables, increased 21% |
| Fire & Police - Males | Pub-2010 Safety Tables, increased 21% |
| Fire & Police - Females | Pub-2010 Safety Tables, increased 26% |
| | 5% of Fire & Police active member deaths are assumed to be duty related. This assumption was adopted July 1, 2021. |
| Disabled Members - Males | Pub-2010 Disabled Tables, increased 38% |
| Disabled Members - Females | Pub-2010 Disabled Tables, increased 36% |

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2025.

| Asset Class | Allocation | Real Rate of Return |
|---|---|---|
| Large Cap US Equity | 22% | 4.75% |
| Small/Mip Cap US Equity | 10% | 4.95% |
| International Equity | 11% | 4.75% |
| Emerging Markets Equity | 11% | 4.95% |
| Domestic Fixed | 20% | 2.25% |
| TIPS | 10% | 2.05% |
| Core Real Estate | 8% | 3.75% |
| Private Equity | 8% | 6.00% |

*Discount rate*

The discount rate used to measure the total pension liability was 6.55%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

*Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate.*

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 6.55%, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

| | 1% Decrease (5.55%) | Current Discount Rate (6.55%) | 1% Increase (7.55%) |
|---|---|---|---|
| School's proportionate share of the net pension liability (asset) | $2,735,073 | $1,136,769 | ($168,973) |

*Pension plan fiduciary net position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

*Impact on the School's net position*

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan when deemed necessary), such deficits are not deemed to be of substantial concern.

## G. INTERFUND BALANCES AND TRANSFERS

Interfund balances at year end consist of the following:

| | Due From Fund | |
|---|---|---|
| Due To Fund | Nonmajor Governmental | Total |
| General | $83,061 | $83,061 |
| **Total** | $83,061 | $83,061 |

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

Interfund transfers during the year consist of the following:

| Fund | Transfer In | Transfer Out | Purpose |
|---|---|---|---|
| General | $55,626 | $53,968 | Depreciation, Maintenance, Support |
| Child Nutrition | 23,221 | | Support |
| School District | | | |
| Modernization Facilities | | 55,626 | Maintenance |
| Nonmajor Governmental | 30,747 | | Depreciation, Support |
| **Total** | $109,594 | $109,594 | |

## H. TAX ABATEMENTS

Idaho counties are authorized by state statute to transact certain property tax activity with property owners in their respective taxing districts. The counties collect the property taxes, then allocate and remit those collections among the taxing districts within the counties. The counties are authorized to cancel or reduce property taxes due to various reasons, including the circuit breaker program, agricultural and other exemptions, and section 63-602NN exemptions under Idaho code for real property improvements.

# KENDRICK JOINT SCHOOL DISTRICT NO. 283

## Budgetary Comparison Schedule - General and Major Special Revenue Funds

## Year Ended June 30, 2026

| General Fund | Budgeted Amounts (GAAP Basis) Original | Final | Original Budget Variance With Final Budget Over (Under) | Actual Amounts | Final Budget Variance With Actual Amounts Over (Under) |
|---|---|---|---|---|---|
| **Revenues** | | | | | |
| Local Taxes | $750,000 | $750,000 | $0 | $643,150 | ($106,850) |
| Other Local Revenue | 73,300 | 73,300 | 0 | 181,373 | 108,073 |
| State Revenue | 2,351,798 | 2,351,798 | 0 | 3,410,696 | 1,058,898 |
| Federal Revenue | 0 | 0 | 0 | 62,500 | 62,500 |
| **Total Revenues** | 3,175,098 | 3,175,098 | 0 | 4,297,719 | 1,122,621 |
| **Expenditures** | | | | | |
| Instructional Programs | | | | | |
| Elementary School | 717,199 | 717,199 | 0 | 816,679 | 99,480 |
| Secondary School | 889,184 | 889,184 | 0 | 855,282 | (33,902) |
| Vocational-Technical | 169,345 | 169,345 | 0 | 186,681 | 17,336 |
| Special Education | 167,839 | 167,839 | 0 | 194,238 | 26,399 |
| Special Education Preschool | 0 | 0 | 0 | 0 | 0 |
| Interscholastic | 111,977 | 111,977 | 0 | 99,995 | (11,982) |
| School Activity | 4,220 | 4,220 | 0 | 3,034 | (1,186) |
| Detention Center | 0 | 0 | 0 | 0 | 0 |
| Support Service Programs | | | | | |
| Attendance - Guidance - Health | 0 | 0 | 0 | 77,868 | 77,868 |
| Special Education Support Services | 64,379 | 64,379 | 0 | 132,358 | 67,979 |
| Educational Media | 28,228 | 28,228 | 0 | 31,980 | 3,752 |
| Instruction-Related Technology | 32,739 | 32,739 | 0 | 63,697 | 30,958 |
| Books and Periodicals | 2,000 | 2,000 | 0 | 1,312 | (688) |
| Board of Education | 0 | 0 | 0 | 0 | 0 |
| District Administration | 139,113 | 139,113 | 0 | 193,239 | 54,126 |
| School Administration | 320,019 | 320,019 | 0 | 300,405 | (19,614) |
| Business Operations | 114,478 | 114,478 | 0 | 132,336 | 17,858 |
| Administrative Technology Service | 47,626 | 47,626 | 0 | 68,246 | 20,620 |
| Buildings - Care | 221,950 | 221,950 | 0 | 343,239 | 121,289 |
| Maintenance - Buildings & Equipment | 0 | 0 | 0 | 157,893 | 157,893 |
| Maintenance - Grounds | 135,563 | 135,563 | 0 | 0 | (135,563) |
| Security | 15,000 | 15,000 | 0 | 0 | (15,000) |
| Pupil-To-School Transportation | 265,038 | 265,038 | 0 | 294,496 | 29,458 |
| Pupil-Activity Transportation | 0 | 0 | 0 | 35,908 | 35,908 |
| General Transportation | 10,000 | 10,000 | 0 | 0 | (10,000) |
| Other Support Services | 200,000 | 200,000 | 0 | 57,054 | (142,946) |
| Non-Instructional Programs | | | | | |
| Child Nutrition | 0 | 0 | 0 | 4,616 | 4,616 |
| Community Services | 0 | 0 | 0 | 0 | 0 |
| Student Activity | 0 | 0 | 0 | 0 | 0 |
| Capital Assets | 182,795 | 182,795 | 0 | 0 | (182,795) |
| Debt Service - Principal | 0 | 0 | 0 | 0 | 0 |
| Debt Service - Interest | 0 | 0 | 0 | 0 | 0 |
| **Total Expenditures** | 3,838,692 | 3,838,692 | 0 | 4,050,556 | 211,864 * |
| **Excess (Deficiency) of Revenues** | | | | | |
| **Over Expenditures** | (663,594) | (663,594) | 0 | 247,163 | 910,757 |
| **Other Financing Sources (Uses)** | | | | | |
| Transfers In | 0 | 0 | 0 | 55,626 | 55,626 |
| Transfers Out | 0 | 0 | 0 | (53,968) | 53,968 * |
| **Total Other Financing Sources (Uses)** | 0 | 0 | 0 | 1,658 | 1,658 |
| **Net Change in Fund Balances** | (663,594) | (663,594) | 0 | 248,821 | 912,415 |
| **Fund Balances - Beginning** | 1,485,000 | 1,485,000 | 0 | 2,139,940 | 654,940 |
| **Fund Balances - Ending** | $821,406 | $821,406 | $0 | $2,388,761 | $1,567,355 |

**Total expenditures over (under) appropriations are:* $265,832

**NOTE:**

**A. Significant Variances -** Variances between the original and final budget arise when budget amendments are made to better estimate revenues and expenditures. Variances between the final budget and actual amounts result from unanticipated revenues and expenditures, final revenue allocations, and specific budget category classifications.

# KENDRICK JOINT SCHOOL DISTRICT NO. 283

Budgetary Comparison Schedule - General and Major Special Revenue Funds

Year Ended June 30, 2026

| Child Nutrition Fund | Budgeted Amounts (GAAP Basis) Original | Final | Original Budget Variance With Final Budget Over (Under) | Actual Amounts | Final Budget Variance With Actual Amounts Over (Under) |
|---|---|---|---|---|---|
| **Revenues** | | | | | |
| Other Local Revenue | $31,000 | $31,000 | $0 | $40,917 | $9,917 |
| Federal Revenue | 129,380 | 129,380 | 0 | 91,523 | (37,857) |
| **Total Revenues** | 160,380 | 160,380 | 0 | 132,440 | (27,940) |
| **Expenditures** | | | | | |
| Non-Instructional Programs | | | | | |
| Child Nutrition | 165,494 | 165,494 | 0 | 155,661 | (9,833) |
| **Total Expenditures** | 165,494 | 165,494 | 0 * | 155,661 | (9,833) * |
| **Excess (Deficiency) of Revenues Over Expenditures** | (5,114) | (5,114) | 0 | (23,221) | (18,107) |
| **Other Financing Sources (Uses)** | | | | | |
| Transfers In | 0 | 0 | 0 | 23,221 | 23,221 |
| Transfers Out | 0 | 0 | 0 * | 0 | 0 * |
| **Total Other Financing Sources (Uses)** | 0 | 0 | 0 | 23,221 | 23,221 |
| **Net Change in Fund Balances** | (5,114) | (5,114) | 0 | 0 | 5,114 |
| **Fund Balances - Beginning** | 5,114 | 5,114 | 0 | 72 | (5,042) |
| **Fund Balances - Ending** | $0 | $0 | $0 | $72 | $72 |

**Total expenditures over (under) appropriations are:* ($9,833)

**NOTE:**

**A. Significant Variances -** Variances between the original and final budget arise when budget amendments are made to better estimate revenues and expenditures. Variances between the final budget and actual amounts result from unanticipated revenues and expenditures, final revenue allocations, and specific budget category classifications.

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Schedule of Employer's Share of Net Pension Asset and Liability
and Schedule of Employer Contributions
PERSI - Base Plan

**Schedule of Employer's Share of Net Pension Asset and Liability***

| Fiscal Year Ended June 30 | Employer's Portion of the Net Pension (Asset) Liability | Employer's Proportionate Share of the Net Pension (Asset) Liability | Covered Payroll | Employer's Proportional Share of the Net Pension (Asset) Liability as a Percentage of Covered Payroll | Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset) Liability |
|---|---|---|---|---|---|
| 2017 | 0.05393390% | $1,093,323 | $1,577,403 | 69.31% | 87.26% |
| 2018 | 0.05035330% | $791,467 | $1,563,940 | 50.61% | 90.68% |
| 2019 | 0.04735320% | $698,468 | $1,523,525 | 45.85% | 91.69% |
| 2020 | 0.05013790% | $572,310 | $1,702,889 | 33.61% | 93.79% |
| 2021 | 0.04843440% | $1,124,711 | $1,724,690 | 65.21% | 88.22% |
| 2022 | 0.04721595% | ($37,290) | $1,774,012 | -2.10% | 100.36% |
| 2023 | 0.04895049% | $1,928,041 | $1,930,335 | 99.88% | 83.09% |
| 2024 | 0.04590425% | $1,831,887 | $1,951,723 | 93.86% | 83.83% |
| 2025 | 0.04672942% | $1,747,982 | $1,790,969 | 97.60% | 85.54% |
| 2026 | 0.04700963% | $1,136,769 | $1,902,522 | 59.75% | 90.89% |

*As of the measurement date of the net pension (asset) liability.

**Schedule of Employer Contributions**

| Fiscal Year Ended June 30 | Actuarially Determined Contribution | Contributions in Relation to Actuarially Determined Contribution | Contribution Deficiency (Excess) | Covered Payroll | Contributions as a Percentage of Covered Payroll |
|---|---|---|---|---|---|
| 2017 | $177,038 | $177,038 | $0 | $1,563,940 | 11.32% |
| 2018 | $172,463 | $172,463 | $0 | $1,523,525 | 11.32% |
| 2019 | $192,767 | $192,767 | $0 | $1,702,889 | 11.32% |
| 2020 | $205,928 | $205,928 | $0 | $1,724,690 | 11.94% |
| 2021 | $211,817 | $211,817 | $0 | $1,774,012 | 11.94% |
| 2022 | $230,482 | $230,482 | $0 | $1,930,335 | 11.94% |
| 2023 | $233,036 | $233,036 | $0 | $1,951,723 | 11.94% |
| 2024 | $227,274 | $227,274 | $0 | $1,790,969 | 12.69% |
| 2025 | $256,460 | $256,460 | $0 | $1,902,522 | 13.48% |
| 2026 | $230,797 | $230,797 | $0 | $1,775,247 | 13.00% |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | Forest Reserve | Local Special Grants | Student Activity | Driver Education |
| **Assets** | | | | |
| Cash & Investments | $84,102 | $300 | $129,169 | $8,502 |
| Receivables: | | | | |
| Local Sources | | | | |
| State Sources | | | | |
| Federal Sources | | | | |
| Due From Other Funds | | | | |
| **Total Assets** | $84,102 | $300 | $129,169 | $8,502 |
| **Liabilities** | | | | |
| Accounts Payable | | | | |
| Due To Other Funds | | | | |
| Salaries & Benefits Payable | | | | $59 |
| Unspent Grant Allocation | | | | |
| **Total Liabilities** | $0 | $0 | $0 | 59 |
| **Deferred Inflows of Resources** | | | | |
| Unavailable Tax Revenues | | | | |
| **Total Deferred Inflows of Resources** | 0 | 0 | 0 | 0 |
| **Fund Balances** | | | | |
| Restricted: | | | | |
| Special Programs | 84,102 | 300 | 129,169 | 8,443 |
| Debt Service | | | | |
| Capital Projects | | | | |
| Unassigned | | | | |
| **Total Fund Balances** | 84,102 | 300 | 129,169 | 8,443 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $84,102 | $300 | $129,169 | $8,502 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | Professional Technical | Technology | Substance Abuse | Title I-A ESSA IBP |
| **Assets** | | | | |
| Cash & Investments | $5,150 | $379 | $10,493 | |
| Receivables: | | | | |
| Local Sources | | | | |
| State Sources | | | | |
| Federal Sources | | | | $61,489 |
| Due From Other Funds | | | | |
| **Total Assets** | $5,150 | $379 | $10,493 | $61,489 |
| **Liabilities** | | | | |
| Accounts Payable | | | | |
| Due To Other Funds | | | | $23,411 |
| Salaries & Benefits Payable | $223 | $379 | | 650 |
| Unspent Grant Allocation | | | | 37,428 |
| **Total Liabilities** | 223 | 379 | $0 | 61,489 |
| **Deferred Inflows of Resources** | | | | |
| Unavailable Tax Revenues | | | | |
| **Total Deferred Inflows of Resources** | 0 | 0 | 0 | 0 |
| **Fund Balances** | | | | |
| Restricted: | | | | |
| Special Programs | 4,927 | | 10,493 | |
| Debt Service | | | | |
| Capital Projects | | | | |
| Unassigned | | | | |
| **Total Fund Balances** | 4,927 | 0 | 10,493 | 0 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $5,150 | $379 | $10,493 | $61,489 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | **IDEA Part B 611 School Age 3-21** | **IDEA Part B 619 Pre-School Age 3-5** | **School Based Medicaid** | **Title IV-A ESSA SS & AE** |
| **Assets** | | | | |
| Cash & Investments | | | | |
| Receivables: | | | | |
| Local Sources | | | | |
| State Sources | | | | |
| Federal Sources | | $6,919 | | $18,708 |
| Due From Other Funds | | | | |
| **Total Assets** | $0 | $6,919 | $0 | $18,708 |
| **Liabilities** | | | | |
| Accounts Payable | | | | |
| Due To Other Funds | | | | $17,769 |
| Salaries & Benefits Payable | | | | |
| Unspent Grant Allocation | | $6,919 | | 939 |
| **Total Liabilities** | $0 | 6,919 | $0 | 18,708 |
| **Deferred Inflows of Resources** | | | | |
| Unavailable Tax Revenues | | | | |
| **Total Deferred Inflows of Resources** | 0 | 0 | 0 | 0 |
| **Fund Balances** | | | | |
| Restricted: | | | | |
| Special Programs | | | | |
| Debt Service | | | | |
| Capital Projects | | | | |
| Unassigned | | | | |
| **Total Fund Balances** | 0 | 0 | 0 | 0 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $0 | $6,919 | $0 | $18,708 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | **Title V-B ESSA REI** | **IDEA Mini Grnats** | **Title II-A ESSA SEI** | **Title IV-B ESSA 21st CCLC** |
| **Assets** | | | | |
| Cash & Investments | | | | |
| Receivables: | | | | |
| Local Sources | | | | |
| State Sources | | | | |
| Federal Sources | $40,500 | | $7,262 | $30,926 |
| Due From Other Funds | | | | |
| **Total Assets** | $40,500 | $0 | $7,262 | $30,926 |
| **Liabilities** | | | | |
| Accounts Payable | | | | |
| Due To Other Funds | $40,500 | | | $1,381 |
| Salaries & Benefits Payable | | | | |
| Unspent Grant Allocation | | | $7,262 | 29,545 |
| **Total Liabilities** | 40,500 | $0 | 7,262 | 30,926 |
| **Deferred Inflows of Resources** | | | | |
| Unavailable Tax Revenues | | | | |
| **Total Deferred Inflows of Resources** | 0 | 0 | 0 | 0 |
| **Fund Balances** | | | | |
| Restricted: | | | | |
| Special Programs | | | | |
| Debt Service | | | | |
| Capital Projects | | | | |
| Unassigned | | | | |
| **Total Fund Balances** | 0 | 0 | 0 | 0 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $40,500 | $0 | $7,262 | $30,926 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2026

| | Capital Project Funds | | |
|---|---|---|---|
| | Plant Facilities Fund | Bus Depreciation Fund | Total |
| **Assets** | | | |
| Cash & Investments | $69,300 | $64,828 | $372,223 |
| Receivables: | | | |
| Local Sources | 15,991 | | 15,991 |
| State Sources | | | 0 |
| Federal Sources | | | 165,804 |
| Due From Other Funds | | | 0 |
| **Total Assets** | $85,291 | $64,828 | $554,018 |
| **Liabilities** | | | |
| Accounts Payable | | | $0 |
| Due To Other Funds | | | 83,061 |
| Salaries & Benefits Payable | | | 1,311 |
| Unspent Grant Allocation | | | 82,093 |
| **Total Liabilities** | $0 | $0 | 166,465 |
| **Deferred Inflows of Resources** | | | |
| Unavailable Tax Revenues | 2,640 | | 2,640 |
| **Total Deferred Inflows of Resources** | 2,640 | 0 | 2,640 |
| **Fund Balances** | | | |
| Restricted: | | | |
| Special Programs | | | 237,434 |
| Debt Service | | | 0 |
| Capital Projects | 82,651 | 64,828 | 147,479 |
| Unassigned | | | 0 |
| **Total Fund Balances** | 82,651 | 64,828 | 384,913 |
| **Total Liabilities and Deferred Inflows of Resources and Fund Balances** | $85,291 | $64,828 | $554,018 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | Forest Reserve | Local Special Grants | Student Activity | Driver Education |
| **Revenues** | | | | |
| Local Taxes | | | | |
| Other Local Revenue | | | $220,226 | $2,700 |
| State Revenue | | | | 2,625 |
| Federal Revenue | $16,028 | | | |
| **Total Revenues** | 16,028 | $0 | 220,226 | 5,325 |
| **Expenditures** | | | | |
| Instructional Programs | | | | |
| Elementary School | | | | |
| Secondary School | | | | 6,066 |
| Vocational-Technical | | | | |
| Special Education | | | | |
| Special Education Preschool | | | | |
| Interscholastic | | | | |
| School Activity | | | | |
| Support Service Programs | | | | |
| Attendance - Guidance - Health | | | | |
| Special Education Support Services | | | | |
| Educational Media | | | | |
| Instruction-Related Technology | | | | |
| Books and Periodicals | | | | |
| Board of Education | | | | |
| District Administration | | | | |
| School Administration | | | | |
| Business Operations | | | | |
| Administrative Technology Service | | | | |
| Buildings - Care | | | | |
| Maintenance - Buildings & Equipment | | | | |
| Maintenance - Grounds | | | | |
| Security | | | | |
| Pupil-To-School Transportation | | | | |
| Pupil-Activity Transportation | | | | |
| General Transportation | | | | |
| Other Support Services | | | | |
| Non-Instructional Programs | | | | |
| Child Nutrition | | | | |
| Community Services | | | | |
| Student Activity | | | 232,168 | |
| Capital Assets | | | | |
| Debt Service - Principal | | | | |
| Debt Service - Interest | | | | |
| **Total Expenditures** | 0 | 0 | 232,168 | 6,066 |
| **Excess (Deficiency) of Revenues Over Expenditures** | 16,028 | 0 | (11,942) | (741) |
| **Other Financing Sources (Uses)** | | | | |
| Transfers In | | | | |
| Transfers Out | | | | |
| **Total Other Financing Sources (Uses)** | 0 | 0 | 0 | 0 |
| **Net Change in Fund Balances** | 16,028 | 0 | (11,942) | (741) |
| **Fund Balances - Beginning** | 68,074 | 300 | 141,111 | 9,184 |
| **Fund Balances - Ending** | $84,102 | $300 | $129,169 | $8,443 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | Professional Technical | Technology | Substance Abuse | Title I-A ESSA IBP |
| **Revenues** | | | | |
| Local Taxes | | | | |
| Other Local Revenue | | | | |
| State Revenue | $39,244 | $60,796 | $5,386 | |
| Federal Revenue | | | | $40,802 |
| **Total Revenues** | 39,244 | 60,796 | 5,386 | 40,802 |
| **Expenditures** | | | | |
| Instructional Programs | | | | |
| Elementary School | | | | 40,802 |
| Secondary School | | | | |
| Vocational-Technical | 36,863 | | | |
| Special Education | | | | |
| Special Education Preschool | | | | |
| Interscholastic | | | | |
| School Activity | | | | |
| Support Service Programs | | | | |
| Attendance - Guidance - Health | | | 6,000 | |
| Special Education Support Services | | | | |
| Educational Media | | | | |
| Instruction-Related Technology | | | | |
| Books and Periodicals | | | | |
| Board of Education | | | | |
| District Administration | | | | |
| School Administration | | | | |
| Business Operations | | | | |
| Administrative Technology Service | | 80,005 | | |
| Buildings - Care | | | | |
| Maintenance - Buildings & Equipment | | | | |
| Maintenance - Grounds | | | | |
| Security | | | | |
| Pupil-To-School Transportation | | | | |
| Pupil-Activity Transportation | | | | |
| General Transportation | | | | |
| Other Support Services | | | | |
| Non-Instructional Programs | | | | |
| Child Nutrition | | | | |
| Community Services | | | | |
| Student Activity | | | | |
| Capital Assets | | | | |
| Debt Service - Principal | | | | |
| Debt Service - Interest | | | | |
| **Total Expenditures** | 36,863 | 80,005 | 6,000 | 40,802 |
| **Excess (Deficiency) of Revenues Over Expenditures** | 2,381 | (19,209) | (614) | 0 |
| **Other Financing Sources (Uses)** | | | | |
| Transfers In | | | | |
| Transfers Out | | | | |
| **Total Other Financing Sources (Uses)** | 0 | 0 | 0 | 0 |
| **Net Change in Fund Balances** | 2,381 | (19,209) | (614) | 0 |
| **Fund Balances - Beginning** | 2,546 | 19,209 | 11,107 | 0 |
| **Fund Balances - Ending** | $4,927 | $0 | $10,493 | $0 |

# KENDRICK JOINT SCHOOL DISTRICT NO. 283

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | IDEA Part B 611 School Age 3-21 | IDEA Part B 619 Pre-School Age 3-5 | School Based Medicaid | Title IV-A ESSA SS & AE |
| **Revenues** | | | | |
| Local Taxes | | | | |
| Other Local Revenue | | | | |
| State Revenue | | | | |
| Federal Revenue | $65,301 | | $3,062 | $17,769 |
| **Total Revenues** | 65,301 | $0 | 3,062 | 17,769 |
| **Expenditures** | | | | |
| Instructional Programs | | | | |
| Elementary School | | | | 17,769 |
| Secondary School | | | | |
| Vocational-Technical | | | | |
| Special Education | 65,301 | | 5,159 | |
| Special Education Preschool | | | | |
| Interscholastic | | | | |
| School Activity | | | | |
| Support Service Programs | | | | |
| Attendance - Guidance - Health | | | | |
| Special Education Support Services | | | | |
| Educational Media | | | | |
| Instruction-Related Technology | | | | |
| Books and Periodicals | | | | |
| Board of Education | | | | |
| District Administration | | | | |
| School Administration | | | | |
| Business Operations | | | | |
| Administrative Technology Service | | | | |
| Buildings - Care | | | | |
| Maintenance - Buildings & Equipment | | | | |
| Maintenance - Grounds | | | | |
| Security | | | | |
| Pupil-To-School Transportation | | | | |
| Pupil-Activity Transportation | | | | |
| General Transportation | | | | |
| Other Support Services | | | | |
| Non-Instructional Programs | | | | |
| Child Nutrition | | | | |
| Community Services | | | | |
| Student Activity | | | | |
| Capital Assets | | | | |
| Debt Service - Principal | | | | |
| Debt Service - Interest | | | | |
| **Total Expenditures** | 65,301 | 0 | 5,159 | 17,769 |
| **Excess (Deficiency) of Revenues** | | | | |
| **Over Expenditures** | 0 | 0 | (2,097) | 0 |
| **Other Financing Sources (Uses)** | | | | |
| Transfers In | | | 2,097 | |
| Transfers Out | | | | |
| **Total Other Financing Sources (Uses)** | 0 | 0 | 2,097 | 0 |
| **Net Change in Fund Balances** | 0 | 0 | 0 | 0 |
| **Fund Balances - Beginning** | 0 | 0 | 0 | 0 |
| **Fund Balances - Ending** | $0 | $0 | $0 | $0 |

**KENDRICK JOINT SCHOOL DISTRICT NO. 283**
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2026

| | Special Revenue Funds | | | |
|---|---|---|---|---|
| | **Title V-B ESSA REI** | **IDEA Mini Grnats** | **Title II-A ESSA SEI** | **Title IV-B ESSA 21st CCLC** |
| **Revenues** | | | | |
| Local Taxes | | | | |
| Other Local Revenue | | | | |
| State Revenue | | | | |
| Federal Revenue | $43,784 | $212 | $9,431 | $120,246 |
| **Total Revenues** | 43,784 | 212 | 9,431 | 120,246 |
| **Expenditures** | | | | |
| Instructional Programs | | | | |
| Elementary School | 43,784 | | 9,431 | |
| Secondary School | | | | |
| Vocational-Technical | | | | |
| Special Education | | 212 | | |
| Special Education Preschool | | | | |
| Interscholastic | | | | |
| School Activity | | | | |
| Support Service Programs | | | | |
| Attendance - Guidance - Health | | | | |
| Special Education Support Services | | | | |
| Educational Media | | | | |
| Instruction-Related Technology | | | | |
| Books and Periodicals | | | | |
| Board of Education | | | | |
| District Administration | | | | |
| School Administration | | | | |
| Business Operations | | | | |
| Administrative Technology Service | | | | |
| Buildings - Care | | | | |
| Maintenance - Buildings & Equipment | | | | |
| Maintenance - Grounds | | | | |
| Security | | | | |
| Pupil-To-School Transportation | | | | |
| Pupil-Activity Transportation | | | | |
| General Transportation | | | | |
| Other Support Services | | | | |
| Non-Instructional Programs | | | | |
| Child Nutrition | | | | |
| Community Services | | | | 120,246 |
| Student Activity | | | | |
| Capital Assets | | | | |
| Debt Service - Principal | | | | |
| Debt Service - Interest | | | | |
| **Total Expenditures** | 43,784 | 212 | 9,431 | 120,246 |
| **Excess (Deficiency) of Revenues Over Expenditures** | 0 | 0 | 0 | 0 |
| **Other Financing Sources (Uses)** | | | | |
| Transfers In | | | | |
| Transfers Out | | | | |
| **Total Other Financing Sources (Uses)** | 0 | 0 | 0 | 0 |
| **Net Change in Fund Balances** | 0 | 0 | 0 | 0 |
| **Fund Balances - Beginning** | 0 | 0 | 0 | 0 |
| **Fund Balances - Ending** | $0 | $0 | $0 | $0 |

# KENDRICK JOINT SCHOOL DISTRICT NO. 283

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2026

| | Capital Project Funds | | |
|---|---|---|---|
| | Plant Facilities Fund | Bus Depreciation Fund | Total |
| **Revenues** | | | |
| Local Taxes | $59,920 | | $59,920 |
| Other Local Revenue | | | 222,926 |
| State Revenue | | | 108,051 |
| Federal Revenue | | | 316,635 |
| **Total Revenues** | 59,920 | $0 | 707,532 |
| **Expenditures** | | | |
| Instructional Programs | | | |
| Elementary School | | | 111,786 |
| Secondary School | | | 6,066 |
| Vocational-Technical | | | 36,863 |
| Special Education | | | 70,672 |
| Special Education Preschool | | | 0 |
| Interscholastic | | | 0 |
| School Activity | | | 0 |
| Support Service Programs | | | |
| Attendance - Guidance - Health | | | 6,000 |
| Special Education Support Services | | | 0 |
| Educational Media | | | 0 |
| Instruction-Related Technology | | | 0 |
| Books and Periodicals | | | 0 |
| Board of Education | | | 0 |
| District Administration | | | 0 |
| School Administration | | | 0 |
| Business Operations | | | 0 |
| Administrative Technology Service | | | 80,005 |
| Buildings - Care | | | 0 |
| Maintenance - Buildings & Equipment | | | 0 |
| Maintenance - Grounds | | | 0 |
| Security | | | 0 |
| Pupil-To-School Transportation | | | 0 |
| Pupil-Activity Transportation | | | 0 |
| General Transportation | | | 0 |
| Other Support Services | | | 0 |
| Non-Instructional Programs | | | |
| Child Nutrition | | | 0 |
| Community Services | | | 120,246 |
| Student Activity | | | 232,168 |
| Capital Assets | 4,439 | | 4,439 |
| Debt Service - Principal | | | 0 |
| Debt Service - Interest | | | 0 |
| **Total Expenditures** | 4,439 | 0 | 668,245 |
| **Excess (Deficiency) of Revenues Over Expenditures** | 55,481 | 0 | 39,287 |
| **Other Financing Sources (Uses)** | | | |
| Transfers In | | 28,650 | 30,747 |
| Transfers Out | | | 0 |
| **Total Other Financing Sources (Uses)** | 0 | 28,650 | 30,747 |
| **Net Change in Fund Balances** | 55,481 | 28,650 | 70,034 |
| **Fund Balances - Beginning** | 27,170 | 36,178 | 314,879 |
| **Fund Balances - Ending** | $82,651 | $64,828 | $384,913 |

**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***

Board of Trustees
Kendrick Joint School District No. 283

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Kendrick Joint School District No. 283 (the School), as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated August 21, 2026. In our report, we expressed a qualified opinion on the governmental activities as management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the School'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 School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting 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 have not been identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the School'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 School's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.

*Quest CPAs PLLC*

Meridian, Idaho
August 21, 2026