JENISON PUBLIC SCHOOLS

REPORT ON FINANCIAL STATEMENTS
(with required and additional supplementary information)

YEAR ENDED JUNE 30, 2024

Maner Costerisan

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2425 E. Grand River Ave.,
Suite 1, Lansing, MI 48912
517.323.7500
517.323.6346

INDEPENDENT AUDITOR'S REPORT

To the Board of Education of
Jenison Public Schools

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jenison Public Schools, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Jenison Public Schools' 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 governmental activities, each major fund, and the aggregate remaining fund information of Jenison Public Schools, as of June 30, 2024, and the respective changes in financial position 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 Jenison Public Schools 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 Jenison Public Schools' 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 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 Jenison Public Schools' 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 Jenison Public Schools' 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 and other required supplementary information, as identified 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 Jenison Public Schools' basic financial statements. The accompanying additional supplementary information, as identified in the table of contents, including the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the additional supplementary information, including the schedule of expenditures of federal awards 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 September 19, 2024 on our consideration of Jenison Public Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Jenison Public Schools' 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 Jenison Public Schools' internal control over financial reporting and compliance.

Maner Costerisan PC

September 19, 2024

JENISON PUBLIC SCHOOLS
MANAGEMENT'S DISCUSSION & ANALYSIS

This section of the Jenison Public Schools' (the "District") annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year ended on June 30, 2024. Please read it in conjunction with the District's financial statements which immediately follow this section. A comparative analysis with the prior year has been provided.

District-wide Financial Statements

The first two statements are District-wide financial statements that provide short-term and long-term financial information about the District's overall financial status. These statements are required by generally accepted accounting principles (GAAP) as described in the Government Accounting Standards Board (GASB) Statement No. 34. The statements are compiled using the full accrual basis of accounting and more closely represent financial statements presented by business and industry. All of the District's assets, liabilities, deferred inflows of resources, and deferred outflows of resources, both short and long-term, are reported. As such, these statements include capital assets, net of related depreciation/amortization, as well as the bonded debt and other long-term obligations of the District resulting in total net position.

Over time, increases or decreases in the District's net position is one indicator of whether its financial position is improving or deteriorating. To assess the District's overall financial health, one should consider additional factors which may include the State's and/or region's economic condition, changes in the District's property tax base, and age and condition of its capital assets.

Fund Financial Statements

For the most part, the fund financial statements are comparable to financial statements for the previous fiscal year. The fund level statements are reported on a modified accrual basis in that only those assets that are deemed "measurable" and "currently available" are reported. Liabilities are recognized to the extent that they are normally expected to be paid with current financial resources.

The formats of the fund statements comply with requirements of the Michigan Department of Education's "Accounting Manual". In the state of Michigan, school districts' major instructional and instructional support activities are reported in the General Fund. Additional activities are reported in various other funds categorized as Special Revenue, Debt Service, and Capital Projects Funds.

In the fund financial statements, capital assets purchased are considered expenditures in the year of acquisition with no asset being reported. The issuance of debt is treated as a financial resource. The current year's payments of principal and interest on long-term obligations are recorded as expenditures. The obligations for future years' debt service are not recorded in the fund financial statements.

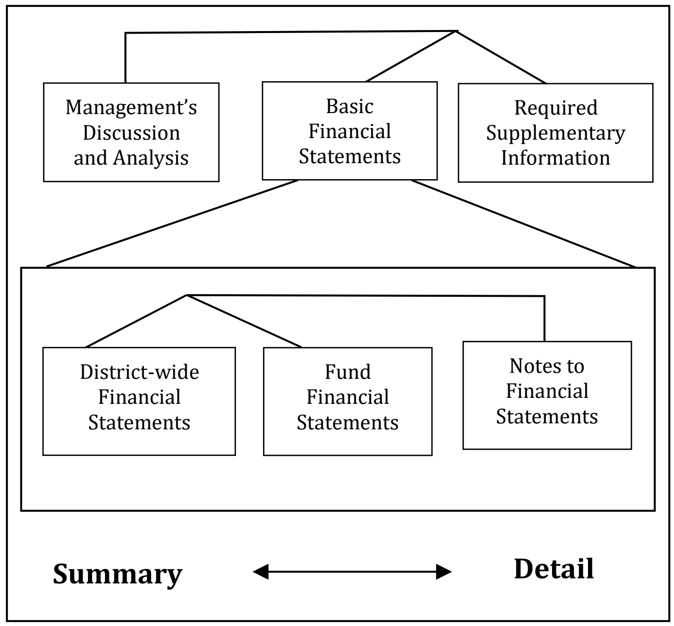
OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts - management's discussion and analysis (this section), the basic financial statements and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations *in more detail* than the District-wide statements.
- The *governmental funds* statements tell how *basic* services like regular and special education were financed in the *short-term* as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1
Organization of Jenison Public Schools' Annual Financial Report



FUND FINANCIAL STATEMENTS

The fund financial statements are reported on a modified accrual basis and consist of governmental funds. Governmental funds include most of the District's basic services which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending on future District programs. Some of these funds are established by State law and by bond covenants while others can be established for the District to control and manage money for a particular purpose such as school lunch and student activities.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Position - The District's combined net deficit improved as of June 30, 2024 as compared to the previous year ended June 30, 2023.

Net Position

	2024	2023
Current assets	$ 77,065,836	$ 53,096,661
Net other postemployment benefits asset	2,006,189	-
Capital assets, net of accumulated depreciation/amortization	113,068,680	103,553,756
Total assets	192,140,705	156,650,417
Deferred outflows of resources	44,227,314	40,356,760
Noncurrent liabilities	127,206,345	105,319,061
Net pension liability	113,577,378	127,823,304
Net other postemployment benefits liability	-	7,272,522
Other liabilities	13,230,567	12,198,009
Total liabilities	254,014,290	252,612,896
Deferred inflows of resources	35,183,800	16,544,078
Net position		
Net investment in capital assets	21,697,005	33,070,090
Restricted for net other postemployment benefits	2,006,189	-
Restricted for debt service	2,554,583	1,653,649
Unrestricted	(79,087,848)	(106,873,536)
Total net position	$ (52,830,071)	$ (72,149,797)

The District's combined net position at the beginning of the fiscal year was ($72,149,797) and on June 30, 2024 it is ($52,830,071) which represents an improvement of $19,319,726 as recorded in the statement of activities.

Changes in Net Position

	2024	2023
Revenues		
Program revenues		
Charges for services	$ 2,880,686	$ 4,142,366
Operating grants and contributions	33,534,017	25,915,596
General revenues		
Property taxes	13,969,435	12,914,739
Investment earnings	1,855,392	1,391,561
State sources	48,061,081	45,823,430
Intermediate sources	8,279,990	7,709,510
Other	144,023	358,721
Total revenues	108,724,624	98,255,923
Expenses		
Instruction	44,403,231	45,897,312
Support services	26,239,248	26,711,921
Community services	3,191,405	3,012,587
Payment to other governments	124,800	38,400
Food services	6,930,743	4,922,356
Student activities	1,234,285	1,219,679
Interest on long-term debt	4,140,088	3,655,952
Unallocated depreciation/amortization	3,141,098	2,630,123
Total expenses	89,404,898	88,088,330
Change in net position	$ 19,319,726	$ 10,167,593

STATE OF MICHIGAN UNRESTRICTED AID (State Foundation Grant)

The State of Michigan aid, unrestricted, is determined with the following variables:

a. The Michigan State Aid Act per student foundation allowance which was established under Proposal A has increased from $4,200 per student in 1995 to $9,608 per student in 2023-2024. The per student State foundation allowance increased $458 as compared to the prior year.

b. The District's non-homestead levy for 2023-2024 was 18.0000 mills which the voters approved in May of 2022.

Student enrollment decreased from 5,429 in 2022-2023 to 5,418 in 2023-2024. For the subsequent school year, it is hopeful that enrollment will remain consistent with 2023-2024.

GOVERNMENTAL FUNDS

Results of Operations

For the fiscal years ended June 30, 2024 and 2023, the total fund-level results of operations were:

Changes in Fund Balance - Governmental Funds

	2024	2023
REVENUES		
Local sources	$ 20,288,141	$ 20,326,964
State sources	69,755,201	62,923,389
Federal sources	8,051,451	8,005,456
Interdistrict sources	8,279,990	7,709,510
TOTAL REVENUES	$ 106,374,783	$ 98,965,319
EXPENDITURES		
Current		
Instruction	$ 48,586,385	$ 46,480,899
Supporting services	29,521,539	27,865,725
Food service activities	6,234,915	5,358,330
Student activities	1,234,285	1,219,679
Community service activities	3,465,041	3,080,889
Capital outlay	12,694,952	23,244,976
Debt service		
Principal	6,226,633	5,290,277
Interest	4,187,426	4,384,171
Other	383,964	38,400
TOTAL EXPENDITURES	$ 112,535,140	$ 116,963,346

The following summarizes the revenues and expenditures by comparing fiscal year 2024 to 2023 as shown in the previous results of operations.

- State sources increased due to increases in the foundation allowance on a per pupil basis as well as new categorical funding.

- Expenses decreased from approximately $117.0 million in 2023 to $112.5 million in 2024, a decrease of approximately $4.4 million. The decrease is due to $10.4 million less in construction expenditures as the 2020 Bond is wrapping up which was offset by a $6 million increases in additional funds spent on Instruction and support services with state and federal grant funds.

GENERAL FUND AND BUDGET HIGHLIGHTS

Original vs. Final Budget

The Uniform Budget Act of the State of Michigan requires that the local Board of Education approve the original budget for the upcoming fiscal year prior to July 1, the start of the fiscal year. The original 2023-2024 budget was approved in June 2023.

The 2023-2024 budget was revised twice during the fiscal year and the final amendment was approved by the Board of Education in June 2024. The final budget revision anticipated higher revenues and higher expenditures than was expected in June 2023 when the original budget was approved. The increase in revenues was a result of receiving more state grant funding. The increase between the original and revised expenditure budget was to account for the additional spending related to the added grant funds.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

By the end of 2024, the District had invested $182.2 million in a broad range of capital assets as shown below:

	2024			2023
	Cost	Accumulated Depreciation/ Amortization	Net Book Value	Net Book Value
Land	$ 553,166	$ -	$ 553,166	$ 553,166
Construction in progress	541,970	-	541,970	30,745,682
Building and improvements	164,515,511	60,338,527	104,176,984	65,320,167
Furniture and fixtures	904,929	404,155	500,774	557,194
Machinery and equipment	2,522,366	872,051	1,650,315	1,252,465
Outdoor equipment	7,754,124	4,098,499	3,655,625	3,989,531
Transportation equipment	3,794,891	2,929,549	865,342	720,999
Right to use - lease	859,533	120,523	739,010	-
Right to use - subscription-based IT	704,799	319,305	385,494	414,552
Total	$ 182,151,289	$ 69,082,609	$ 113,068,680	$ 103,553,756

LONG-TERM OBLIGATIONS

At year-end, the District had approximately $127.2 million in long-term obligations, an approximately $21.9 million increase when compared to the prior year. The District issued approximately $28.1 million of new bonds, which includes the issuance premium, as well as approximately $949 thousand of new subscription-based IT liabilities and a new lease liability. Compensated absences and early retirement incentives increased by a net amount of approximately $22 thousand. These increases were partially offset by bond principal payments and premium amortization of approximately $6.7 million, and payments on subscription-based IT and lease agreements of $447 thousand.

Outstanding Long-Term Obligations

	2024	2023
General obligation bonds - net	$ 124,656,856	$ 103,293,303
Direct borrowings and direct placements	914,948	412,935
Compensated absences and early retirement incentives	1,634,541	1,612,823
	$ 127,206,345	$ 105,319,061

FACTORS BEARING ON THE DISTRICT'S FUTURE

There are several factors that could significantly affect the financial health of the District in the future.

The School District's Board of Education and administration considered many factors when finalizing the School District's 2024-25 budget. The 2024-25 budget was adopted in June 2024, based on an estimate of students that would be enrolled in October 2024 and estimated per pupil funding. The 2024-25 budget was approved based on an expected $241 per pupil increase. Based on early enrollment data at the start of the 2024-25 school year, it is anticipated that the fall student count will be the same or slightly lower than the estimates used in creating the 2023-24 budget.

Significant planning efforts were made during the 2023-24 school year to make best use of the Federal and State Covid relief funds allocated as a part of ESSER III. The vast majority of the allocation of those funds for the District is being spent on staff for additional programming and one-time purchases in the 2022-23 and 2023-24 school years. The majority of these funds have been spent and the loss of these grants is accounted for in the 2024-25 budget.

The majority of the District's revenue stream is from State revenues. The District will continue to monitor State tax collections for Michigan. The past few years have been very different due to the one-time grant funds from the Federal and State governments. The District will continue to monitor and apply for applicable grant funds and properly budget and spend the anticipated funds.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the revenues it receives. If you have any questions about this report or need any additional information, please contact Christine Marcy in the Administration Office, Jenison Public Schools, 8375 20th Ave., Jenison, Michigan, phone number 616-457-8890.

BASIC FINANCIAL STATEMENTS

JENISON PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2024

	Governmental Activities
ASSETS	
Cash and cash equivalents	$ 1,938,623
Investments	23,745,469
Receivables	
Accounts receivable	15,523
Intergovernmental	16,658,742
Inventories	59,990
Prepaids	195,334
Restricted cash and cash equivalents	119,779
Restricted investments	34,332,376
Net other postemployment benefits asset	2,006,189
Capital assets not being depreciated/amortized	1,095,136
Capital assets, net of accumulated depreciation/amortization	111,973,544
TOTAL ASSETS	192,140,705
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	757,181
Related to pensions	35,633,273
Related to other postemployment benefits	7,836,860
TOTAL DEFERRED OUTFLOWS OF RESOURCES	44,227,314
LIABILITIES	
Accounts payable	1,865,551
Accrued interest	646,584
Accrued salaries and related items	4,888,244
Accrued retirement	2,891,714
Unearned revenue	2,938,474
Noncurrent liabilities	
Due within one year	6,949,603
Due in more than one year	120,256,742
Net pension liability	113,577,378
TOTAL LIABILITIES	254,014,290
DEFERRED INFLOWS OF RESOURCES	
Related to pensions	12,316,802
Related to other postemployment benefits	15,810,949
Related to state aid funding for pension	7,056,049
TOTAL DEFERRED INFLOWS OF RESOURCES	35,183,800
NET POSITION	
Net investment in capital assets	21,697,005
Restricted for net other postemployment benefits	2,006,189
Restricted for debt service	2,554,583
Unrestricted	(79,087,848)
TOTAL NET POSITION	$ (52,830,071)

See notes to financial statements.

JENISON PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Governmental Activities: Net (expense) Revenue and Changes in Net Position
Governmental activities				
Instruction	$ 44,403,231	$ 216,236	$ 20,047,291	$ (24,139,704)
Support services	26,239,248	822,961	5,161,965	(20,254,322)
Community services	3,191,405	1,488,936	-	(1,702,469)
Payments to other governments	124,800	-	-	(124,800)
Food services	6,930,743	352,553	6,815,025	236,835
Student activities	1,234,285	-	1,281,272	46,987
Unallocated depreciation/amortization	3,141,098	-	-	(3,141,098)
Interest on long-term debt	4,140,088	-	228,464	(3,911,624)
Total governmental activities	$ 89,404,898	$ 2,880,686	$ 33,534,017	(52,990,195)
General revenues				
Property taxes, levied for general purposes				4,031,066
Property taxes, levied for debt service				9,938,369
Investment earnings				1,855,392
State sources				48,061,081
Interdistrict sources				8,279,990
Other				144,023
Total general revenues				72,309,921
CHANGE IN NET POSITION				19,319,726
NET POSITION, beginning of year				(72,149,797)
NET POSITION, end of year				$ (52,830,071)

See notes to financial statements.

JENISON PUBLIC SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2024

	General Fund	2020 Capital Projects	2024 Capital Projects	Total Nonmajor Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 1,056,359	$ -	$ -	$ 882,264	$ 1,938,623
Investments	15,021,661	-	-	8,723,808	23,745,469
Receivables					
Accounts receivable	3,158	7,957	-	4,408	15,523
Intergovernmental	16,194,776	-	-	463,966	16,658,742
Due from other funds	-	-	-	87,130	87,130
Inventories	-	-	-	59,990	59,990
Prepaids	195,334	-	-	-	195,334
Restricted cash and cash equivalents	-	119,779	-	-	119,779
Restricted investments	-	6,326,395	28,005,981	-	34,332,376
TOTAL ASSETS	$ 32,471,288	$ 6,454,131	$ 28,005,981	$ 10,221,566	$ 77,152,966
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 706,934	$ 664,500	$ 352,664	$ 141,453	$ 1,865,551
Due to other funds	87,130	-	-	-	87,130
Accrued salaries and related items	4,886,686	-	-	1,558	4,888,244
Accrued retirement	2,891,714	-	-	-	2,891,714
Unearned revenue	2,827,453	-	-	111,021	2,938,474
TOTAL LIABILITIES	11,399,917	664,500	352,664	254,032	12,671,113
FUND BALANCES					
Nonspendable					
Inventories	-	-	-	59,990	59,990
Prepaids	195,334	-	-	-	195,334

See notes to financial statements.

	General Fund	2020 Capital Projects	2024 Capital Projects	Total Nonmajor Funds	Total Governmental Funds
FUND BALANCES (continued)					
Restricted for:					
Debt service	$ -	$ -	$ -	$ 3,201,167	$ 3,201,167
Food service	-	-	-	3,678,373	3,678,373
Capital projects	-	5,789,631	27,653,317	-	33,442,948
Committed for student activities	-	-	-	902,253	902,253
Assigned for:					
Assigned for subsequent years' expenditures	1,961,167	-	-	-	1,961,167
Jenison Innovation Academy programming	1,486,155	-	-	-	1,486,155
Capital projects	-	-	-	2,125,751	2,125,751
Unassigned	17,428,715	-	-	-	17,428,715
TOTAL FUND BALANCES	21,071,371	5,789,631	27,653,317	9,967,534	64,481,853
TOTAL LIABILITIES AND FUND BALANCES	$ 32,471,288	$ 6,454,131	$ 28,005,981	$ 10,221,566	$ 77,152,966

Total governmental fund balances		$ 64,481,853
Amounts reported for governmental activities in the statement of net position are different because:		
Deferred outflows of resources - deferred changes on refunding		757,181
Deferred outflows of resources - related to pensions		35,633,273
Deferred inflows of resources - related to pensions		(12,316,802)
Deferred outflows of resources - related to other postemployment benefits		7,836,860
Deferred inflows of resources - related to other postemployment benefits		(15,810,949)
Deferred inflows of resources - related to state aid funding for pensions		(7,056,049)
Some assets are not current financial resources and therefore are not reported in the Governmental Funds Balance Sheet.		
Noncurrent assets at year-end consist of:		
Net other postemployment benefits asset		2,006,189
Capital assets used in governmental activities are not financial resources and are not reported in the funds		
The cost of the capital assets is	$ 182,151,289	
Accumulated depreciation/amortization is	(69,082,609)	
		113,068,680
Long-term liabilities are not due and payable in the current period and are not reported in the funds		
General obligation bonds		(124,656,856)
Direct borrowings and direct placements		(914,948)
Compensated absences		(1,634,541)
Accrued interest		(646,584)
Net pension liability		(113,577,378)
Net position of governmental activities		$ (52,830,071)

See notes to financial statements.

JENISON PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General Fund	2020 Capital Projects	2024 Capital Projects	Total Nonmajor Funds	Total Governmental Funds
REVENUES					
Local sources					
Property taxes	$ 4,031,066	$ -	$ -	$ 9,938,369	$ 13,969,435
Investment earnings	789,772	503,878	8,366	553,376	1,855,392
Food sales	-	-	-	352,553	352,553
Athletics	778,078	-	-	-	778,078
Student activities	-	-	-	1,281,272	1,281,272
Other	2,040,430	-	-	10,981	2,051,411
Total local sources	7,639,346	503,878	8,366	12,136,551	20,288,141
State sources	65,827,977	-	-	3,927,224	69,755,201
Federal sources	4,942,376	-	-	3,109,075	8,051,451
Interdistrict sources	8,279,990	-	-	-	8,279,990
TOTAL REVENUES	86,689,689	503,878	8,366	19,172,850	106,374,783
EXPENDITURES					
Current					
Instruction	48,586,385	-	-	-	48,586,385
Supporting services	29,521,539	-	-	-	29,521,539
Food service activities	-	-	-	6,234,915	6,234,915
Student activities	-	-	-	1,234,285	1,234,285
Community service activities	3,465,041	-	-	-	3,465,041

See notes to financial statements.

	General Fund	2020 Capital Projects	2024 Capital Projects	Total Nonmajor Funds	Total Governmental Funds
EXPENDITURES (continued)					
Capital outlay	$ 120,066	$ 10,670,649	$ 200,000	$ 1,704,237	$ 12,694,952
Debt service					
Principal repayment	641,633	-	-	5,585,000	6,226,633
Interest	66,641	-	-	4,120,785	4,187,426
Other	124,800	-	256,764	2,400	383,964
TOTAL EXPENDITURES	82,526,105	10,670,649	456,764	18,881,622	112,535,140
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	4,163,584	(10,166,771)	(448,398)	291,228	(6,160,357)
OTHER FINANCING SOURCES (USES)					
Proceeds from lease issuance	859,533	-	-	-	859,533
Proceeds from subscription-based IT arrangements	89,113	-	-	-	89,113
Transfers in	93,639	-	-	704,811	798,450
Transfers out	(704,811)	-	-	(93,639)	(798,450)
Bond proceeds	-	-	26,025,000	-	26,025,000
Premium on issuance of bonds	-	-	2,076,715	-	2,076,715
TOTAL OTHER FINANCING SOURCES (USES)	337,474	-	28,101,715	611,172	29,050,361
NET CHANGE IN FUND BALANCES	4,501,058	(10,166,771)	27,653,317	902,400	22,890,004
FUND BALANCES					
Beginning of year	16,570,313	15,956,402	-	9,065,134	41,591,849
End of year	$ 21,071,371	$ 5,789,631	$ 27,653,317	$ 9,967,534	$ 64,481,853

See notes to financial statements.

JENISON PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

Net Change in Fund Balances Total Governmental Funds	$ 22,890,004
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. In the statement of activities, these costs are allocated over their estimated useful lives as depreciation/amortization:	
Depreciation/amortization expense	(3,141,098)
Capital outlay	12,728,892
Gain (loss) on disposal of capital assets, net	(72,870)
Accrued interest on bonds is recorded in the statement of activities when incurred; it is not recorded in governmental funds until it is paid:	
Accrued interest payable, beginning of the year	693,197
Accrued interest payable, end of the year	(646,584)
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The effect of these differences is the treatment of long-term debt and related items and are as follows:	
Proceeds from bonded debt	(26,025,000)
Premium on issuance of bonded debt	(2,076,715)
Proceeds from leases	(859,533)
Proceeds from subscription-based IT arrangements	(89,113)
Payments on bonded debt	5,780,000
Payments on direct borrowings and direct placements	446,633
Amortization of deferred charges on refunding	(115,816)
Amortization of bond premium	958,162
Compensated absences and early retirement incentives are reported on the accrual method in the statement of activities, and recorded as an expenditure when financial resources are used in the governmental funds:	
Accrued compensated absences and early retirement incentives, beginning of the year	1,612,823
Accrued compensated absences and early retirement incentives, end of the year	(1,634,541)
Some revenues and expenses reported in the statement of activities do not require the the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds	
Pension related items	115,929
Other postemployment benefits related items	6,405,515
Restricted revenue reported in the governmental funds that is deferred to offset the deferred outflows related to Section 147c pension contributions subsequent to the measurement period	
Change in state aid funding for pension	2,349,841
Change in net position of governmental activities	$ 19,319,726

See notes to financial statements.

JENISON PUBLIC SCHOOLS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2024

	Custodial Fund
ASSETS	
Cash and cash equivalents	$ 8,454
Investments	4,099
TOTAL ASSETS	$ 12,553
NET POSITION	
Restricted for student groups	$ 12,553

See notes to financial statements.

JENISON PUBLIC SCHOOLS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2024

	Custodial Fund
ADDITIONS	
Contributions from student groups	$ 91,305
DEDUCTIONS	
Benefits paid to student groups	(111,641)
CHANGE IN NET POSITION	(20,336)
NET POSITION	
Beginning of year	32,889
End of year	$ 12,553

See notes to financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. All fiduciary activities, if any, are reported only in the fund financial statements. *Governmental activities* normally are supported by taxes and intergovernmental revenues.

Reporting Entity

The Jenison Public Schools (the "District") is governed by the Jenison Public Schools Board of Education (the "Board"), which has responsibility and control over all activities related to public school education within the District. The District receives funding from local, state, and federal sources and must comply with all of the requirements of these funding source entities. However, the District is not included in any other governmental reporting entity as defined by the accounting principles generally accepted in the United States of America. Board members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and the primary accountability for fiscal matters. In addition, the District's reporting entity does not contain any component units as defined in Governmental Accounting Standards Board (GASB) Statements.

Basis of Presentation - Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from the governmental funds. Separate financial statements are provided for governmental funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Basis of Presentation - Fund Financial Statements

The fund financial statements provide information about the District's funds. The emphasis of fund financial statements is on major governmental funds. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The District reports the following *Major Governmental Funds:*

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The *2020 Bonded Construction Capital Projects Fund* is used to account for capital projects activities funded with bonds. For this capital project, the school district has complied with the applicable provisions of Section 1351a of the Revised School Code. The projects are not yet considered substantially complete, and a subsequent year audit is expected.

The *2024 Bonded Construction Capital Projects Fund* is used to account for capital projects activities funded with bonds. For this capital project, the school district has complied with the applicable provisions of Section 1351a of the Revised School Code. The projects are not yet considered substantially complete, and a subsequent year audit is expected.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation - Fund Financial Statements (continued)

Beginning with the year of bond issuance, the school district has reported the annual construction activity for each bond in the 2020 and 2024 Capital Projects Funds. The projects for which the 2020 School Building and Site Bonds and the 2024 School Building and Site Bonds, Series I were issued were in process as of June 30, 2024. The cumulative revenues, other financing sources (uses), and expenditures recognized for the construction period were as follows:

	2020 Capital Projects Fund	2024 Capital Projects Fund
Revenues and other financing sources	$ 62,616,151	$ 28,110,081
Expenditures and other financing uses	$ 56,826,520	$ 456,764

The District reports the following *Other Nonmajor Funds:*

The *Special Revenue Funds* account for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects). The District accounts for its food service and student activities as special revenue funds.

The *Debt Service Fund* accounts for the resources accumulated and payments made for principal and interest on long term general obligation debt of governmental funds.

The *General Capital Projects Fund* accounts for financial resources that are assigned to be expended for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in fund financial statements, they are eliminated in the preparation of the government-wide financial statements.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in the fund financial statements, they are eliminated in the preparation of the government-wide financial statements.

The Custodial fund accounts for assets held by the District in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the District under the terms of a formal trust agreement. The Custodial fund is not included in the government-wide statements. The Custodial fund consists of assets for the benefit of individuals and the District does not have administrative involvement with the assets or direct financial involvement with the assets. In addition, the assets are not derived from the District's provision of goods or services to those individuals. This fund is used to account for assets that the District holds for others in an agency capacity (primarily student activities).

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources.* The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting.* Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are generally collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes, state and federal aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end).

The State of Michigan utilizes a foundation grant approach which provides for a specific annual amount of revenue per pupil based on a statewide formula. The Foundation is funded from state and local sources. Revenues from state sources are primarily governed by the School Aid Act and the School Code of Michigan. The Michigan Department of Education administers the allocation of state funds to school districts based on information supplied by the districts. For the current year ended, the foundation allowance was based on pupil membership counts.

The state portion of the Foundation is provided primarily by a state education property tax millage of 6 mills on Principal Residence Exemption (PRE) property and an allocated portion of state sales and other taxes. The local portion of the Foundation is funded primarily by Non-PRE property taxes which may be levied at a rate of up to 18 mills as well as 6 mills for Commercial Personal Property Tax. The state revenue is recognized during the foundation period and is funded through payments from October to August. Thus, the unpaid portion at June 30 is reported as intergovernmental receivable.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus and Basis of Accounting (continued)

The District also receives revenue from the state to administer certain categorical education programs. State rules require that revenue earmarked for these programs be used for its specific purpose. Certain governmental funds require an accounting to the state of the expenditures incurred. For categorical funds meeting this requirement, funds received and accrued, which are not expended by the close of the fiscal year are recorded as unearned revenue.

All other revenue items are generally considered to be measurable and available only when cash is received by the District.

Budgetary Information

Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund and special revenue funds. Other funds do not have appropriated budgets.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executor) contracts for goods or services (i.e., purchase orders, contracts, and commitments). The District does not utilize encumbrance accounting.

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

a. The Administration submits to the School Board a proposed operating budget for the fiscal year commencing on July 1. The operating budget includes proposed expenditures and the means of financing them. The level of control for the budgets is at the functional level as set forth and presented as required supplementary information.

b. Public hearings are conducted to obtain taxpayer comments.

c. Prior to July 1, the budget is legally adopted by School Board resolution pursuant to the Uniform Budgeting and Accounting Act (1968 PA 2). The Act requires that the budget be amended prior to the end of the fiscal year when necessary to adjust appropriations if it appears that revenues and other financing sources will be less than anticipated or so that expenditures will not be in excess of original estimates. Expenditures shall not be made or incurred, unless authorized in the budget, in excess of the amount appropriated. Violations, if any, in the general fund are noted in the required supplementary information section.

d. Transfers may be made for budgeted amounts between major expenditure functions within any fund; however, these transfers and any revisions that alter the total expenditures of any fund must be approved by the School Board.

e. The budget was amended twice during the fiscal year. Although the district does typically consider the amendments to be significant, they are deemed necessary due to circumstances that were not reasonably expected at the time the original budget was adopted.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Cash and Cash Equivalents

The District's 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 acquisition.

Investments

In accordance with Michigan Compiled Laws, the District is authorized to invest in the following investment vehicles:

a. Bonds, securities, and other obligations of the United States or an agency or instrumentality of the United States.

b. Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation (FDIC) or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation (FSLIC) or a credit union which is insured by the National Credit Union Administration (NCUA), but only if the bank, savings and loan association, or credit union is eligible to be a depository of surplus funds belonging to the State under section 5 or 6 of Act No. 105 of the Public Acts of 1855, as amended, being Section 21.145 and 21.146 of the Michigan Compiled Laws.

c. Commercial paper rated at the time of purchase within the three highest classifications established by not less than two standard rating services and which matures not more than 270 days after the date of purchase.

d. The United States government or federal agency obligations repurchase agreements.

e. Bankers acceptances of United States banks.

f. Mutual funds composed of investment vehicles, which are legal for direct investment by local units of government in Michigan.

Michigan Compiled Laws allow for collateralization of government deposits, if the assets for pledging are acceptable to the State Treasurer under Section 3 of 1855 PA 105, MCL 21.143, to secure deposits of State surplus funds, securities issued by the Federal Loan Mortgage Corporation, Federal National Mortgage Association, or Government National Mortgage Association.

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Capital Assets

Capital assets, which include land, construction in progress, building and additions, land improvements, computer and office equipment, outdoor equipment, and transportation equipment are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year. Group purchases are evaluated on a case-by-case basis. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

Land and construction in progress, if any, are not depreciated. Right to use assets of the District are amortized using the straight-line method over the shorter of the subscription/lease period or the estimated useful lives. The other capital assets of the District are depreciated using the straight-line method over the following estimated useful lives:

Capital Asset Classes	Lives
Building and improvements	20 - 50 years
Furniture and fixtures	5 - 25 years
Machinery and equipment	5 - 25 years
Outdoor equipment	5 - 25 years
Transportation equipment	8 years
Right to use - lease	5 years
Right to use - subscription-based IT	3 - 5 years

Defined Benefit Plans

For purposes of measuring the net pension and other postemployment benefit liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions and other postemployment benefits, and pension and other postemployment benefits expense, information about the fiduciary net position of the Michigan Public Employees' Retirement System (MPSERS) and additions to/deductions from MPSERS fiduciary net position have been determined on the same basis as they are reported by MPSERS. 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.

Deferred Outflows

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has three items that qualify for reporting in this category. They are the deferred charge on refunding, pension and other postemployment benefits related items reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow is recognized for pension and other postemployment benefit related items. These amounts are expensed in the plan year in which they apply.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Deferred Inflows

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources,* represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has three items that qualify for reporting in this category. The first is restricted section 147c state aid deferred to offset deferred outflows related to section 147c pension contributions subsequent to the measurement period. The second and third items are future resources yet to be recognized in relation to the pension and other postemployment benefit actuarial calculation. These future resources arise from differences in the estimates used by the actuary to calculate the pension and other postemployment benefit liability (asset) and the actual results. The amounts are amortized over a period determined by the actuary.

Net Position Flow Assumption

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

Fund Balance Flow Assumptions

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision-making authority. The Board of Education is the highest level of decision-making authority for the District that can, by adoption of a board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the board action remains in place until a similar action is taken (the adoption of another board action) to remove or revise the limitation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Fund Balance Policies (continued)

Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. The Board of Education may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Leases

Lessee: The District is, at times, a lessee for noncancelable lease of equipment and vehicles. The District recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The District recognizes lease liabilities with an initial, individual value of $5,000 or more.

At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases.

- The lease term includes the noncancelable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Subscription-based IT Arrangements (SBITA)

Subscriber: The District is a subscriber under a noncancelable subscription arrangement for an information technology product. The District recognizes a SBITA liability and an intangible right-to-use SBITA asset in the government-wide financial statements.

At the commencement of a subscription, the District initially measures the SBITA liability at the present value of payments expected to be made during the SBITA term. Subsequently, the SBITA liability is reduced by the principal portion of SBITA payments made. The SBITA asset is initially measured as the initial amount of the SBITA liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial direct costs. Subsequently, the SBITA asset is amortized on a straight-line basis over its useful life.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (continued)

Subscription-based IT Arrangements (SBITA) (continued)

Key estimates and judgements related to leases included how the District determines (1) the discount rate it uses to discount the expected SBITA payments to present value, (2) SBITA term, and (3) SBITA payments.

- The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for the SBITA.

- The SBITA term includes the noncancelable period of the subscription. SBITA payments included in the measurement of the SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the SBITA liability.

SBITA assets are reported with other capital assets and SBITA liabilities are reported with long-term obligations on the statement of net position.

Compensated Absences (Vacation and Sick Leave) and Early Retirement Incentives

The District's policy permits employees to accumulate earned but unused vacation and sick leave benefits. Sick pay is accrued for the estimated amount that the District will pay upon employment termination; vacation pay is accrued when incurred. In addition, the District has offered early retirement incentives to select employees which are accrued when the future payments are granted. All of these liabilities are reported in the government-wide financial statements. A liability for the compensated absences amount is report in the governmental funds only for employee terminations as of year end. The early retirement incentives liability is reported as an assigned fund balance in the governmental funds as of year end. Generally, the funds that report each employee's compensation are used to liquidate the obligations.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method over the term of the related debt. Bond issuance costs are reported as expenditures in the year in which they are incurred.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenues and Expenditures/Expenses

Program Revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, unrestricted state aid, interest, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Taxes

Property taxes levied by the District are collected by various municipalities and periodically remitted to the District. The taxes are levied and become a lien as of July 1 and are due upon receipt of the billing by the taxpayer. The actual due date is September 14, after which time the bills become delinquent and penalties and interest may be assessed by the collecting entity.

For the year ended June 30, 2024, the District levied the following amounts per $1,000 of assessed valuation:

Fund	Mills
General Fund	
Non-Principal Residence Exemption (PRE)	18.0000
Commercial Personal Property (CPP)	6.0000
Debt Service Fund	
PRE, Industrial Personal Property, Non-PRE, CPP	8.5000

NOTE 2 - DEPOSITS AND INVESTMENTS

As of June 30, 2024 the District had deposits subject to the following risks:

Custodial Credit Risk - Deposits

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. As of June 30, 2024, $2,378,191 of the District's bank balance of $2,628,191 was exposed to custodial credit risk because it was uninsured and uncollateralized. The carrying value on the books for deposits at the end of the year was $2,060,911.

Custodial Credit Risk - Investments

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 will minimize custodial credit risk, which is the risk of loss due to the failure of the security issuer or backer, by; limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the District will do business.

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

Interest Rate Risk

In accordance with its investment policy, the District will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by; structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market; and, investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements.

Investment Type	Fair Value	Weighted Average Maturity (Years)
MILAF External Investment Pool - CMC	$ 11,316,568	N/A
MILAF External Investment Pool - MAX	28,092,376	N/A
MILAF External Investment Pool - Term	17,615,000	0.4479
U.S. Treasury Notes	278,075	0.1699
Federated Government Obligations	779,924	0.0055
Total fair value	$ 58,081,943	
Portfolio weighted average maturity		0.4253

One day maturity equals 0.0027, one year equals 1.00.

Foreign Currency Risk

The District is not authorized to invest in investments which have this type of risk.

Concentration of Credit Risk

The District will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the District's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized. Obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

Investment Type	Fair Value	Rating	Rating Agency
MILAF External Investment Pool - CMC	$ 11,316,568	AAAm	Standard & Poor's
MILAF External Investment Pool - MAX	28,092,376	AAAm	Standard & Poor's
MILAF External Investment Pool - Term	17,615,000	AAAkf	Kroll
Total	$ 57,023,944		

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

Fair Value Measurement

The District is required to disclose amounts within a framework established for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1: Quoted prices in active markets for identical securities.

Level 2: Prices determined using other significant observable inputs. Observable inputs are inputs that other market participants may use in pricing a security. These may include prices for similar securities, interest rates, prepayment speeds, credit risk and others.

Level 3: Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant, unobservable inputs may be used. Unobservable inputs reflect the District's own assumptions about the factors market participants would use in pricing an investment and would be based on the best information available.

	Level 1	Level 2	Level 3	Balance at June 30, 2024
Investments by fair value level				
U.S. Treasury Notes	$ 278,075	$ -	$ -	$ 278,075
Federated Government Obligations	-	779,924	-	779,924
Total	$ 278,075	$ 779,924	$ -	$ 1,057,999

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The District voluntarily invests certain excess funds in an external pooled investment fund which included money market funds. The pooled investment fund utilized by the District is the Michigan Investment Liquid Asset Fund (MILAF). MILAF funds are considered external investment pools as defined by the GASB and as such are recorded at amortized cost which approximate fair value. The MILAF (MAX Class) fund requires notification of redemptions prior to 14 days to avoid penalties. These funds are not subject to the fair value disclosures.

	Amortized Cost
MILAF External Investment Pool - CMC	$ 11,316,568
MILAF External Investment Pool - MAX	28,092,376
	$ 39,408,944

NOTE 2 - DEPOSITS AND INVESTMENTS (continued)

Investments in Entities that Calculate Net Asset Value per Share

The District holds shares or interests in the Michigan Liquid Asset Fund (MILAF) Term Series, where the fair value of the investments is measured on a recurring basis using net asset value per share (or its equivalent) of the investment companies as a practical expedient.

The MILAF Term Series includes investments that the District does not control. The investment pool invests primarily in high-quality money market instruments, including certificates of deposit, commercial paper, and U.S. government and agency obligations, to protect the investment principal and provide liquidity.

At the year ended June 30, 2024, the fair value, unfunded commitments, and redemption rules of those investments are as follows:

Investment Type	Fair Value	Unfunded Commitments	Redemption Frequency, if eligible	Redemption Notice Period
MILAF External Investment Pool - Term	$ 17,615,000	$ -	No restrictions	None

The cash and cash equivalents and investments referred to above have been reported in either the cash and cash equivalents or investments captions on the financial statements, based upon criteria disclosed in Note 1. The following summarizes the categorization of these amounts as of June 30, 2024:

	Primary Government
Cash and cash equivalents	$ 1,938,623
Cash and cash equivalents - custodial fund	8,454
Investments	23,745,469
Investments - custodial fund	4,099
Restricted cash and cash equivalents - capital projects	119,779
Restricted investments - capital projects	34,332,376
	$ 60,148,800

NOTE 3 - INTERGOVERNMENTAL RECEIVABLES

Intergovernmental receivables at June 30, 2024 consist of the following:

	Government-wide
State aid	$ 12,534,407
Federal revenue	3,183,349
Other	940,986
	$ 16,658,742

No allowance for doubtful accounts is considered necessary based on previous experience.

NOTE 4 - CAPITAL ASSETS

A summary of changes in the District's capital assets follows:

	Balance July 1, 2023	Additions/ Reclassification	Deletions/ Reclassification	Balance June 30, 2024
Assets not being depreciated				
Land	$ 553,166	$ -	$ -	$ 553,166
Construction in progress	30,745,682	10,033,708	40,237,420	541,970
Total assets not being depreciated	31,298,848	10,033,708	40,237,420	1,095,136
Capital assets being depreciated/amortized				
Building and improvements	123,910,779	40,762,300	157,568	164,515,511
Furniture and fixtures	899,407	5,522	-	904,929
Machinery and equipment	2,512,955	583,324	573,913	2,522,366
Outdoor equipment	7,637,491	116,633	-	7,754,124
Transportation equipment	3,487,707	397,954	90,770	3,794,891
Right to use - lease	-	859,533	-	859,533
Right to use - subscription-based IT	625,196	207,338	127,735	704,799
Subtotal	139,073,535	42,932,604	949,986	181,056,153
Accumulated depreciation/amortization				
Building and improvements	58,590,612	1,836,171	88,256	60,338,527
Furniture and fixtures	342,213	61,942	-	404,155
Machinery and equipment	1,260,490	181,916	570,355	872,051
Outdoor equipment	3,647,960	450,539	-	4,098,499
Transportation equipment	2,766,708	253,611	90,770	2,929,549
Right to use - lease	-	120,523	-	120,523
Right to use - subscription-based IT	210,644	236,396	127,735	319,305
Total accumulated depreciation/amortization	66,818,627	3,141,098	877,116	69,082,609
Net capital assets being depreciated/amortized	72,254,908	39,791,506	72,870	111,973,544
Net governmental capital assets	$ 103,553,756	$ 49,825,214	$ 40,310,290	$ 113,068,680

Depreciation/amortization for the fiscal year ended June 30, 2024 amounted to $3,141,098. The District determined that it was impractical to allocate depreciation/amortization to the various activities as the assets serve multiple functions.

NOTE 5 - LONG-TERM OBLIGATIONS

The following is a summary of long-term obligations for the District for the year ended June 30, 2024:

	General Obligation Bonds	Direct Borrowings and Direct Placements	Compensated Absences and Early Retirement Incentives	Total
Balance July 1, 2023	$ 103,293,303	$ 412,935	$ 1,612,823	$ 105,319,061
Additions	28,101,715	948,646	21,718	29,072,079
Deletions	(6,738,162)	(446,633)	-	(7,184,795)
Balance June 30, 2024	124,656,856	914,948	1,634,541	127,206,345
Due within one year	(6,250,000)	(256,064)	(443,539)	(6,949,603)
Due in more than one year	$ 118,406,856	$ 658,884	$ 1,191,002	$ 120,256,742

The District's outstanding notes from direct borrowings and direct placements related to governmental activities of $914,948 contains provisions that in an event of default, either by (1) unable to make principal or interest payments (2) false or misrepresentation is made to the lender (3) become insolvent or make an assignment for the benefit of its creditors (4) if the lender at any time in good faith believes that the prospect of payment of any indebtedness is impaired. Upon the occurrence of any default event, the outstanding amounts, including accrued interest become immediately due and payable.

NOTE 5 - LONG-TERM OBLIGATIONS (continued)

Long-term obligations at June 30, 2024 are comprised of the following issues:

General Obligation Bonds	
2011 general improvement bonds, series A due in annual installments of $1,490,000 through May 1, 2026, with interest rates of 6.25%.	$ 2,980,000
2016 general improvement and refunding bonds due in annual installments of $965,000 to $2,350,000 through May 1, 2041, with interest rates of 5.00%.	20,555,000
2017 refunding bonds due in an annual installments of $1,240,000 to $1,265,000 through May 1, 2031, with interest rates ranging from 4.00% to 5.00%.	8,750,000
2018 energy conservation improvement bonds due in an annual installments of $200,000 to $220,000 through May 1, 2028, with interest rates of 3.00%.	835,000
2020 building and site bonds due in semi - annual installments of $470,000 to $2,510,000 through May 1, 2045, with interest rates ranging from 4.00% to 5.00%.	47,855,000
2024 school building and site bonds, series I due in annual installments of $300,000 to $1,840,000 through May 1, 2049, with interest rates of 5.00%.	26,025,000
Plus issuance premium	17,656,856
Total general obligation bonds	124,656,856
Direct Borrowings and Direct Placements	
Lease agreement due in monthly installments of $16,138, including 4.96% of imputed interest, through September of 2028.	740,703
Subscription-based IT arrangements due in annual installments ranging from $7,575 to $66,237 including imputed interest ranging from 4.40% to 5.37%, expiring at various times through February of 2029.	174,245
Total direct borrowings and direct placements	914,948
Compensated absences and early retirement incentives	1,634,541
Total general long-term obligations	$ 127,206,345

NOTE 5 - LONG-TERM OBLIGATIONS (continued)

The annual requirements to amortize long-term obligations outstanding, including interest, exclusive of compensated absences payments as of June 30, 2024, are as follows:

Year Ending June 30,	General Obligation Bonds Principal	General Obligation Bonds Interest	Direct Borrowing and Direct Placement Principal	Direct Borrowing and Direct Placement Interest	Other	Total
2025	$ 6,250,000	$ 4,966,433	$ 256,064	$ 39,704	$ -	$ 11,512,201
2026	6,130,000	4,862,626	196,879	27,891	-	11,217,396
2027	6,215,000	4,535,700	195,320	18,411	-	10,964,431
2028	4,360,000	4,253,250	205,285	8,446	-	8,826,981
2029	4,805,000	4,058,950	61,400	397	-	8,925,747
2030 - 2034	22,430,000	16,926,700	-	-	-	39,356,700
2035 - 2039	22,360,000	11,583,250	-	-	-	33,943,250
2040 - 2044	22,740,000	6,147,200	-	-	-	28,887,200
2045 - 2049	11,710,000	1,505,500	-	-	-	13,215,500
	107,000,000	58,839,609	914,948	94,849	-	166,849,406
Issuance premium	17,656,856	-	-	-	-	17,656,856
Compensated absences and early retirement incentives	-	-	-	-	1,634,541	1,634,541
	$ 124,656,856	$ 58,839,609	$ 914,948	$ 94,849	$ 1,634,541	$ 186,140,803

Interest expense (all funds) for the year ended June 30, 2024 was approximately $4,187,000.

The 2011 School Building and Site Bonds, Series A are designated as "Qualified School Construction Bonds" (QSCBs) under Section 54F of the Internal Revenue Code of 1986. Under IRS Section 54A, the District has elected to receive a direct credit (interest rate subsidy) from the U.S. Department of Treasury for a portion of the payment of interest on the bonds. The District anticipates receiving $228,465 in federal tax credit payments on the QSCBs.

The District offers some employees an early retirement incentive program as part of their contractual agreement. Currently there are 32 employees participating in the early retirement program. The program provides up to 72% of each employee's annual salary at the time of retirement, payable over five years. At June 30, 2024, the District's liability for the early retirement program was $1,197,286. The total present value of the future payments, using a discount rate of 5.32%, is $1,072,726.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The Michigan Public School Employees' Retirement System (MPSERS) (System) is a cost-sharing, multiple employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the Board's authority to promulgate or amend the provisions of the System. MPSERS issues a publicly available Annual Comprehensive Financial Report that can be obtained at www.michigan.gov/orsschools.

The System's pension plan was established by the State to provide retirement, survivor and disability benefits to public school employees. In addition, the System's health plan provides all retirees with option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act.

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State of Michigan Investment Board serves as the investment fiduciary and custodian for the System.

Benefits Provided - Overall

Participants are enrolled in one of multiple plans based on date of hire and certain voluntary elections. A summary of the plans offered by MPSERS is as follows:

Plan Name	Plan Type	Plan Status
Basic	Defined Benefit	Closed
Member Investment Plan (MIP)	Defined Benefit	Closed
Pension Plus	Hybrid	Closed
Pension Plus 2	Hybrid	Open
Defined Contribution	Defined Contribution	Open

Benefits Provided - Pension

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Retirement benefits for DB plan members are determined by final average compensation and years of service. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides disability and survivor benefits to DB plan members.

Prior to Pension reform of 2010 there were two plans commonly referred to as Basic and the Member Investment Plan (MIP). Basic Plan member's contributions range from 0% - 4%. On January 1, 1987, the Member Investment Plan (MIP) was enacted. MIP members enrolled prior to January 1, 1990, contribute at a permanently fixed rate of 3.9% of gross wages. Members first hired January 1, 1990, or later including Pension Plus Plan members, contribute at various graduated permanently fixed contribution rates from 3.0% - 7.0%.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Pension Reform 2010

On May 19, 2010, the Governor signed Public Act 75 of 2010 into law. As a result, any member of the Michigan Public School Employees' Retirement System (MPSERS) who became a member of MPSERS after June 30, 2010 is a Pension Plus member. Pension Plus is a hybrid plan that contains a pension component with an employee contribution (graded, up to 6.4% of salary) and a flexible and transferable defined contribution (DC) tax-deferred investment account that earns an employer match of 50% (up to 1% of salary) on employee contributions. Retirement benefits for Pension Plus members are determined by final average compensation and years of service. Disability and survivor benefits are available to Pension Plus members.

Pension Reform 2012

On September 4, 2012, the Governor signed Public Act 300 of 2012 into law. The legislation grants all active members who first became a member before July 1, 2010 and who earned service credit in the 12 months ending September 3, 2012 or were on an approved professional services or military leave of absence on September 3, 2012, a voluntary election regarding their pension. Any changes to a member's pension are effective as of the member's *transition date*, which is defined as the first day of the pay period that begins on or after February 1, 2013.

Under the reform, members voluntarily chose to increase, maintain, or stop their contributions to the pension fund.

An amount determined by the member's election of Option 1, 2, 3, or 4 described below:

Option 1 - Members voluntarily elected to increase their contributions to the pension fund as noted below and retain the 1.5% pension factor in their pension formula. The increased contribution would begin as of their transition date and continue until they terminate public school employment.

- Basic Plan Members: 4% contribution

- Member Investment Plan (MIP)-Fixed, MIP-Graded, and MIP-Plus members: a flat 7% contribution

Option 2 - Members voluntarily elected to increase their contribution to the pension fund as stated in Option 1 and retain the 1.5% pension factor in their pension formula. The increased contribution would begin as of their transition date and continue until they reach 30 years of service. If and when they reach 30 years of service, their contribution rates will return to the previous level in place as of the day before their transition date (0% for Basic plan members, 3.9% for MIP-Fixed, up to 4.3% for MIP-Graded, or up to 6.4% for MIP-Plus). The pension formula for any service thereafter would include a 1.25% pension factor.

Option 3 - Members voluntarily elected not to increase their contribution to the pension fund and maintain their current level of contribution to the pension fund. The pension formula for their years of service as of the day before their transition date will include a 1.5% pension factor. The pension formula for any service thereafter will include a 1.25% pension factor.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Pension Reform 2012 (continued)

Option 4 - Members voluntarily elected to no longer contribute to the pension fund and therefore are switched to the Defined Contribution plan for future service as of their transition date. As a DC participant they receive a 4% employer contribution to the tax-deferred 401(k) account and can choose to contribute up to the maximum amounts permitted by the IRS to a 457 account. They vest in employer contributions and related earnings in their 401(k)-account based on the following schedule: 50% at 2 years, 75% at 3 years, and 100% at 4 years of service. They are 100% vested in any personal contributions and related earnings in their 457 account. Upon retirement, if they meet age and service requirements (including their total years of service), they would also receive a pension (calculated based on years of service and final average compensation as of the day before their transition date and a 1.5% pension factor).

Members who did not make an election before the deadline defaulted to Option 3 as described above. Deferred or nonvested public school employees on September 3, 2012, who return to public school employment on or after September 4, 2012, will be considered as if they had elected Option 3 above. Returning members who made the retirement plan election will retain whichever option they chose.

Employees who first work on or after September 4, 2012 choose between two retirement plans: The Pension Plus Plan and a Defined Contribution that provides a 50% employer match up to 3% of salary on employee contributions.

Final Average Compensation (FAC) - Average of highest 60 consecutive months for Basic Plan members and Pension Plus members (36 months for MIP members). FAC is calculated as of the last day worked unless the member elected Option 4, in which case the FAC is calculated at the transition date.

Pension Reform of 2017

On July 13, 2017, the Governor signed Public Act 92 of 2017 into law. The legislation closed the Pension Plus Plan to newly hired employees as of February 1, 2018 and created a new, optional Pension Plus 2 Plan with similar plan benefit calculations but containing a 50/50 cost share between the employee and the employer, including the cost of future unfunded liabilities. The assumed rate of return on the Pension Plus 2 Plan is 6%. Further, under certain adverse actuarial conditions, the Pension Plus 2 Plan will close to new employees if the actuarial funded ratio falls below 85% for two consecutive years. The law included other provisions to the retirement eligibility age, plan assumptions, and unfunded liability payment methods.

Benefits Provided - Other Postemployment Benefit (OPEB)

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide the comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree health care recipient. For members who first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP-Graded plan members), the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008, (MIP-Plus plan members), have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Retiree Healthcare Reform of 2012

Public Act 300 of 2012 granted all active members of the Michigan Public School Employees' Retirement System, who earned service credit in the 12 months ending September 3, 2012 or were on an approved professional services or military leave of absence on September 3, 2012, a voluntary election regarding their retirement healthcare. Any changes to a member's healthcare benefit are effective as of the member's *transition date*, which is defined as the first day of the pay period that begins on or after February 1, 2013.

Under Public Act 300 of 2012, members were given the choice between continuing the 3% contribution to retiree healthcare and keeping the premium subsidy benefit described above or choosing not to pay the 3% contribution and instead opting out of the subsidy benefit and becoming a participant in the Personal Healthcare Fund (PHF), a portable, tax-deferred fund that can be used to pay healthcare expenses in retirement. Participants in the PHF are automatically enrolled in a 2% employee contribution into their 457 account as of their transition date, earning them a 2% employer match into a 401(k) account. Members who selected this option stop paying the 3% contribution to retiree healthcare as of the day before their transition date, and their prior contributions will be deposited into their 401(k) accounts.

Regular Retirement (no reduction factor for age)

Eligibility - A Basic plan member may retire at age 55 with 30 years credited service; or age 60 with 10 years credited service. For Member Investment Plan (MIP) members, age 46 with 30 years credited service; or age 60 with 10 years credited service; or age 60 with 5 years of credited service provided member worked through their 60th birthday and has credited service in each of the last 5 years. For Pension Plus Plan (PPP) members, age 60 with 10 years of credited service.

Annual Amount - The annual pension is paid monthly for the lifetime of a retiree. The calculation of a member's pension is determined by their pension election under PA 300 of 2012.

Member Contributions

Depending on the plan selected, member contributions range from 0% - 7% for pension and 0% - 3% for other postemployment benefits. Plan members electing the Defined Contribution Plan are not required to make additional contributions.

Employer Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of pension benefits and OPEB. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The normal cost is the annual cost assigned under the actuarial funding method, to the current and subsequent plan years. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Employer Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of pension benefits and OPEB. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The normal cost is the annual cost assigned under the actuarial funding method, to the current and subsequent plan years. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis.

Pension and OPEB contributions made in the fiscal year ending September 30, 2023 were determined as of the September 30, 2020 actuarial valuations. The pension and OPEB benefits, the unfunded (overfunded) actuarial accrued liabilities as of September 30, 2020 are amortized over an 16-year period beginning October 1, 2022 and ending September 30, 2038.

School districts' contributions are determined based on employee elections. There are several different benefit options included in the plan available to employees based on date of hire. Contribution rates are adjusted annually by the ORS. The range of rates is as follows:

	Pension	Other Postemployment Benefit
October 1, 2023 - September 30, 2024	13.90% - 23.03%	7.06% - 8.31%
October 1, 2022 - September 30, 2023	13.75% - 20.16%	7.21% - 8.07%

The District's pension contributions for the year ended June 30, 2024 were equal to the required contribution total. Total pension contributions were approximately $15,253,000. Of the total pension contributions approximately $14,742,000 was contributed to fund the Defined Benefit Plan and approximately $511,000 was contributed to fund the Defined Contribution Plan.

The District's OPEB contributions for the year ended June 30, 2024 were equal to the required contribution total. Total OPEB contributions were approximately $3,500,000. Of the total OPEB contributions approximately $3,166,000 was contributed to fund the Defined Benefit Plan and approximately $334,000 was contributed to fund the Defined Contribution Plan.

These amounts, for both pension and OPEB benefit, include contributions funded from State Revenue Section 147c restricted to fund the MPSERS Unfunded Actuarial Accrued Liability (UAAL) Stabilization Rate (100% for pension and 0% for OPEB).

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

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

The net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation date of September 30, 2022 and rolled-forward using generally accepted actuarial procedures. The District's proportion of the net pension liability was based on a projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating reporting units, actuarially determined.

MPSERS (Plan) Non-university Employers	September 30, 2023	September 30, 2022
Total Pension Liability	$ 94,947,828,557	$ 95,876,795,620
Plan Fiduciary Net Position	$ 62,581,762,238	$ 58,268,076,344
Net Pension Liability	$ 32,366,066,319	$ 37,608,719,276
Proportionate Share	0.35091%	0.33988%
Net Pension Liability for the District	$ 113,577,378	$ 127,823,304

For the year ended June 30, 2024, the District recognized pension expense of $14,626,115.

At June 30, 2024, the Reporting Unit 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
Net difference between projected and actual pension plan investment earnings	$ -	$ 2,324,161
Differences between expected and actual experience	3,585,291	173,983
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,902,024	944,989
Changes of assumptions	15,390,252	8,873,669
Reporting Unit's contributions subsequent to the measurement date	13,755,706	-
	$ 35,633,273	$ 12,316,802

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

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

$13,755,706, reported as deferred outflows of resources related to pensions resulting from District employer contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

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

Year Ending	Amount
2024	$ 3,073,475
2025	2,227,314
2026	5,579,163
2027	(1,319,187)

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

The net OPEB liability (asset) was measured as of September 30, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation date of September 30, 2022 and rolled-forward using generally accepted actuarial procedures. The District's proportion of the net OPEB liability (asset) was based on a projection of its long-term share of contributions to the OPEB plan relative to the projected contributions of all participating reporting units, actuarially determined.

MPSERS (Plan) Non-university Employers	September 30, 2023	September 30, 2022
Total other postemployment benefits liability	$ 11,223,648,949	$ 12,522,713,324
Plan fiduciary net position	$ 11,789,347,341	$ 10,404,650,683
Net other postemployment benefits liability (asset)	$ (565,698,392)	$ 2,118,062,641
Proportionate share	0.35464%	0.34336%
Net other postemployment benefits liability (asset) for the District	$ (2,006,189)	$ 7,272,522

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

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

For the year ended June 30, 2024, the District recognized OPEB benefit of $3,239,116.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual other postemployment benefits plan investment earnings	$ 6,117	$ -
Differences between expected and actual experience	-	15,159,795
Changes in proportion and differences between employer contributions and proportionate share of contributions	575,107	113,348
Changes of assumptions	4,466,127	537,806
Reporting Unit's contributions subsequent to the measurement date	2,789,509	-
	$ 7,836,860	$ 15,810,949

$2,789,509, reported as deferred outflows of resources related to OPEB resulting from District employer contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability (asset) in the subsequent fiscal year.

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

Year Ending	Amount
2024	$ (3,534,816)
2025	(3,328,172)
2026	(1,283,774)
2027	(1,225,165)
2028	(922,408)
2029	(469,263)

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Assumptions

Investment Rate of Return for Pension - 6.00% a year, compounded annually net of investment and administrative expenses for the MIP, Basic, Pension Plus, and Pension Plus 2 Plan groups.

Investment Rate of Return for OPEB - 6.00% a year, compounded annually net of investment and administrative expenses.

Salary Increases - The rate of pay increase used for individual members is 2.75% - 11.55%, including wage inflation at 2.75%.

Inflation - 3.0%.

Mortality Assumptions -

Retirees: PubT-2010 Male and Female Retiree Mortality Tables scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010.

Active: PubT-2010 Male and Female Employee Mortality Tables scaled 100% and MP-202 adjusted for mortality improvements using projection scale from 2010.

Disabled Retirees: PubNS-2010 Male and Female Disabled Retiree Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.

Experience Study - The annual actuarial valuation report of the System used for these statements is dated September 30, 2022. Assumption changes as a result of an experience study for the periods 2017 through 2022 have been adopted by the System for use in the determination of the total pension and OPEB liability beginning with the September 30, 2023 valuation.

The Long-Term Expected Rate of Return on Pension and Other Postemployment Benefit Plan Investments - The pension rate was 6.00% (MIP, Basic, Pension Plus Plan, and Pension Plus 2 Plan), and the other postemployment benefit rate was 6.00%, net of investment and administrative expenses determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension and OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Cost of Living Pension Adjustments - 3.0% annual non-compounded for MIP members.

Healthcare Cost Trend Rate for Other Postemployment Benefit - Pre 65, 7.50% for year one and graded to 3.5% in year fifteen. Post 65, 6.25% for year one and graded to 3.5% in year fifteen.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Assumptions (continued)

Additional Assumptions for Other Postemployment Benefit Only - Applies to Individuals Hired Before September 4, 2012:

Opt Out Assumption - 21% of eligible participants hired before July 1, 2008 and 30% of those hired after June 30, 2008 are assumed to opt out of the retiree health plan.

Survivor Coverage - 80% of male retirees and 67% of female retirees electing two-person coverage are assumed to have coverage continuing after the retiree's death.

Coverage Election at Retirement - 75% of male and 60% of female future retirees who elected coverage are assumed to elect coverage for 1 or more dependents.

The target asset allocation at September 30, 2023 and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Investment Category	Target Allocation	Long-term Expected Real Rate of Return*
Domestic Equity Pools	25.0%	5.8%
International Equity Pools	15.0%	6.8%
Private Equity Pools	16.0%	9.6%
Real Estate and Infrastructure Pools	10.0%	6.4%
Fixed Income Pools	13.0%	1.3%
Absolute Return Pools	9.0%	4.8%
Real Return/Opportunistic Pools	10.0%	7.3%
Short Term Investment Pools	2.0%	0.3%
	100.0%	

* Long term rate of return are net of administrative expenses and 2.7% inflation.

Rate of Return - For fiscal year ended September 30, 2023, the annual money-weighted rate of return on pension and OPEB plan investments, net of pension and OPEB plan investment expense, was 8.29% and 7.94%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Pension Discount Rate - A single discount rate of 6.00% was used to measure the total pension liability. This discount rate was based on the expected rate of return on pension plan investments of 6.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that contributions from school districts will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary 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 liability.

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Actuarial Assumptions (continued)

OPEB Discount Rate - A single discount rate of 6.00% was used to measure the total OPEB liability. This discount rate was based on the long-term expected rate of return on OPEB plan investments of 6.00%. The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that school districts contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the OPEB plan's fiduciary 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 OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the Reporting Unit's proportionate share of the net pension liability calculated using a single discount rate of 6.00%, as well as what the Reporting Unit'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:

	Pension		
	1% Decrease	Discount Rate	1% Increase
Reporting Unit's proportionate share of the net pension liability	$ 153,442,705	$ 113,577,378	$ 80,388,052

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate - The following presents the Reporting Unit's proportionate share of the net OPEB liability (asset) calculated using a single discount rate of 6.00%, as well as what the Reporting Unit's proportionate share of the net OPEB liability (asset) 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:

	Other Postemployment Benefits		
	1% Decrease	Discount Rate	1% Increase
Reporting Unit's proportionate share of the net other postemployment benefits liability (asset)	$ 2,079,816	$ (2,006,189)	$ (5,517,709)

Sensitivity to the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rates - The following presents the Reporting Unit's proportionate share of the net other postemployment benefit liability (asset) calculated using the healthcare cost trend rate, as well as what the Reporting Unit's proportionate share of the net other postemployment benefit liability (asset) would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Other Postemployment Benefits		
	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Reporting Unit's proportionate share of the net other postemployment benefits liability (asset)	$ (5,526,465)	$ (2,006,189)	$ 1,803,903

NOTE 6 - PENSION AND OTHER POSTEMPLOYMENT BENEFITS (continued)

Pension and OPEB Plan Fiduciary Net Position

Detailed information about the pension and OPEB's fiduciary net position is available in the separately issued Michigan Public School Employees' Retirement System Annual Comprehensive Financial Report.

Payable to the Pension and OPEB Plan - At year end the School District is current on all required pension and other postemployment benefit plan payments. Amounts accrued at year end for accounting purposes are separately stated in the financial statements as a liability titled accrued retirement. These amounts represent current payments for June paid in July, accruals for summer pay primarily for teachers, and the contributions due from State Revenue Section 147c restricted to fund the MPSERS Unfunded Actuarial Accrued Liability (UAAL).

NOTE 7 - RISK MANAGEMENT

The District participates in a public entity risk (insurance) pool (the "Pool") with other school districts in the SET-SEG Property/Casualty Pool, Inc. (a nonprofit corporation). This is a self-insurance fund which provides members with loss protection for property and casualty damages. The Pool was created on May 23, 1985 and organized under Public Act 138 of 1982, as amended as a governmental group property and casualty self-insurance pool. There have been no significant reductions in coverage and settlements have not exceeded insurance coverage during the past three years.

The District made a contribution of $214,149 to the Pool for the year ended June 30, 2024. A member's contribution to the Pool in excess of its share of claim losses, expenses and other costs may be refunded as determined by the Board of Directors. The District received a refund of $2,075 for the fiscal year ended June 30, 2024.

The Pool does not maintain separate funds for members, and consequently, the District's share of the total assets and total equity is indeterminate.

The District continues to carry commercial insurance for employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES

Interfund payable and receivable balances at June 30, 2024 are as follows:

Receivable Fund		Payable Fund	
Food Service	$ 87,130	General	$ 87,130

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

NOTE 9 - TRANSFERS

During the year the general fund transferred $4,811 to the food service fund to allocate state revenues. The food service fund transferred $93,639 to the general fund for indirect cost reimbursement. Lastly, the general fund transferred $700,000 to the general capital projects fund for future capital project needs.

NOTE 10 - CONTINGENT LIABILITIES

Amounts received or receivable from grant agencies are subject to audit and adjustments 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 that may be disallowed by the grantor cannot be determined at this time, although the government expects such amounts, if any, to be immaterial.

NOTE 11 - UPCOMING ACCOUNTING PRONOUNCEMENTS

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. The District is currently evaluating the impact this standard will have on the financial statements when adopted during the 2024-2025 fiscal year.

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether a concentration or constraint makes the government vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of circumstances disclosed and the government's vulnerability to the risk of substantial impact. The District is currently evaluating the impact this standard will have on the financial statements when adopted during the 2024-2025 fiscal year.

In April 2024, the GASB issued Statement No. 103, *Financial Reporting Model Improvements*. This Statement establishes new accounting and financial reporting requirements - or modifies existing requirements - related to the following:

a. Management's discussion and analysis (MD&A);
    i. Requires that the information presented in MD&A be limited to the related topics discussed in five specific sections:
        1) Overview of the Financial Statements,
        2) Financial Summary,
        3) Detailed Analyses,
        4) Significant Capital Asset and Long-Term Financing Activity,
        5) Currently Known Facts, Decisions, or Conditions;

NOTE 11 - UPCOMING ACCOUNTING PRONOUNCEMENTS (continued)

ii. Stresses detailed analyses should explain why balances and results of operations changed rather than simply presenting the amounts or percentages by which they changed;
iii. Removes the requirement for discussion of significant variations between original and final budget amounts and between final budget amounts and actual results;

b. Unusual or infrequent items;
c. Presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position;
   i. Requires that the proprietary fund statement of revenues, expenses, and changes in fund net position continue to distinguish between operating and nonoperating revenues and expenses and clarifies the definition of operating and nonoperating revenues and expenses;
   ii. Requires that a subtotal for *operating income (loss) and noncapital subsidies* be presented before reporting other nonoperating revenues and expenses and defines subsidies;
d. Information about major component units in basic financial statements should be presented separately in the statement of net position and statement of activities unless it reduces the readability of the statements in which case combining statements of should be presented after the fund financial statements;
e. Budgetary comparison information should include variances between original and final budget amounts and variances between final budget and actual amounts with explanations of significant variances required to be presented in the notes to RSI.

The District is currently evaluating the impact this standard will have on the financial statements when adopted during the 2025-2026 fiscal year.

REQUIRED SUPPLEMENTARY INFORMATION

JENISON PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Local sources	$ 6,399,185	$ 7,079,469	$ 7,639,346	$ 559,877
State sources	61,111,691	65,786,432	65,827,977	41,545
Federal sources	3,230,051	3,643,989	4,942,376	1,298,387
Interdistrict sources	7,811,967	8,082,266	8,279,990	197,724
TOTAL REVENUES	78,552,894	84,592,156	86,689,689	2,097,533
EXPENDITURES				
Current				
Instruction				
Basic programs	38,576,946	39,415,837	39,230,173	185,664
Added needs	9,353,624	9,476,669	9,356,212	120,457
Total instruction	47,930,570	48,892,506	48,586,385	306,121
Supporting services				
Pupil	5,762,816	5,745,135	5,867,335	(122,200)
Instructional staff	3,489,991	3,914,179	4,004,946	(90,767)
General administration	858,130	958,527	918,496	40,031
School administration	4,809,573	5,083,007	4,770,253	312,754
Business	878,335	894,944	874,396	20,548
Operation/maintenance	5,437,708	6,353,272	6,287,223	66,049
Pupil transportation	2,216,501	2,196,238	2,325,359	(129,121)
Central	2,018,781	2,172,209	1,859,146	313,063
Athletics	2,372,427	2,379,822	2,614,385	(234,563)
Total supporting services	27,844,262	29,697,333	29,521,539	175,794
Community services	3,069,819	3,563,058	3,465,041	98,017
Capital outlay	50,000	106,537	120,066	(13,529)
Payments to other governmental units	-	125,000	124,800	200
Debt service				
Principal repayment	195,000	528,830	641,633	(112,803)
Interest	31,275	67,687	66,641	1,046
TOTAL EXPENDITURES	79,120,926	82,980,951	82,526,105	454,846
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(568,032)	1,611,205	4,163,584	2,552,379
OTHER FINANCING SOURCES (USES)				
Proceeds from subsription-based IT arrangements	-	125,000	89,113	(35,887)
Proceeds from lease agreement	-	859,533	859,533	-
Transfers in	90,000	93,639	93,639	-
Transfers out	(500,000)	(755,000)	(704,811)	50,189
TOTAL OTHER FINANCING SOURCES (USES)	(410,000)	323,172	337,474	14,302
NET CHANGE IN FUND BALANCE	$ (978,032)	$ 1,934,377	4,501,058	$ 2,566,681
FUND BALANCE				
Beginning of year			16,570,313	
End of year			$ 21,071,371	

JENISON PUBLIC SCHOOLS
SCHEDULE OF THE REPORTING UNIT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
MICHIGAN PUBLIC SCHOOL EMPLOYEES' RETIREMENT PLAN
LAST TEN FISCAL YEARS (DETERMINED AS OF PLAN YEAR ENDED SEPTEMBER 30)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Reporting Unit's proportion of net pension liability (%)	0.35091%	0.33988%	0.34493%	0.34280%	0.34085%	0.32752%	0.31654%	0.31393%	0.30116%	0.28457%
Reporting Unit's proportionate share of net pension liability	$113,577,378	$127,823,304	$ 81,664,232	$117,756,436	$112,877,431	$ 98,459,062	$ 82,030,183	$ 78,324,057	$ 73,545,177	$ 66,121,159
Reporting Unit's covered-employee payroll	$ 35,681,680	$ 33,006,516	$ 31,163,245	$ 30,444,020	$ 29,586,557	$ 28,585,558	$ 25,658,662	$ 26,118,766	$ 24,902,281	$ 25,511,495
Reporting Unit's proportionate share of net pension liability as a percentage of its covered-employee payroll	318.31%	387.27%	262.05%	386.80%	381.52%	344.44%	319.70%	299.88%	295.34%	259.18%
Plan fiduciary net position as a percentage of total pension liability (Non-university employers)	65.91%	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%	66.20%

JENISON PUBLIC SCHOOLS
SCHEDULE OF THE REPORTING UNIT'S PENSION CONTRIBUTIONS
MICHIGAN PUBLIC SCHOOL EMPLOYEES' RETIREMENT PLAN
LAST TEN FISCAL YEARS (DETERMINED OF THE YEAR ENDED JUNE 30)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required pension contributions	$ 14,742,044	$ 11,142,468	$ 10,091,898	$ 8,892,889	$ 8,050,202	$ 7,731,181	$ 6,989,687	$ 6,006,443	$ 5,406,934	$ 4,400,652
Pension contributions in relation to statutorily required contributions	14,742,044	11,142,468	10,091,898	8,892,889	8,050,202	7,731,181	6,989,687	6,006,443	5,406,934	4,400,652
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Reporting Unit's covered-employee payroll (pension)	$ 38,430,360	$ 36,109,778	$ 32,738,222	$ 30,355,454	$ 30,498,476	$ 29,924,376	$ 27,346,131	$ 25,303,880	$ 24,919,683	$ 24,870,534
Pension contributions as a percentage of covered-employee payroll	38.36%	30.86%	30.83%	29.30%	26.40%	25.84%	25.56%	23.74%	21.70%	17.69%

JENISON PUBLIC SCHOOLS
SCHEDULE OF THE REPORTING UNIT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
MICHIGAN PUBLIC SCHOOL EMPLOYEES' RETIREMENT PLAN
LAST TEN FISCAL YEARS (DETERMINED AS OF PLAN YEAR ENDED SEPTEMBER 30)

	2023	2022	2021	2020	2019	2018	2017
Reporting Unit's proportion of net other postemployment benefits liability/asset (%)	0.35464%	0.34336%	0.34489%	0.34511%	0.34128%	0.33744%	0.31659%
Reporting Unit's proportionate share of net other post employment benefits liability (asset)	$ (2,006,189)	$ 7,272,522	$ 5,264,255	$ 18,488,235	$ 24,495,993	$ 26,822,778	$ 28,035,530
Reporting Unit's covered-employee payroll	$ 35,681,680	$ 33,006,516	$ 31,163,245	$ 30,444,020	$ 29,586,557	$ 28,585,558	$ 25,658,662
Reporting Unit's proportionate share of net other postemployment benefits liability/asset as a percentage of its covered-employee payroll	5.62%	22.03%	16.89%	60.73%	82.79%	93.83%	109.26%
Plan fiduciary net position as a percentage of total other postemployment benefits liability (Non-university employers)	105.04%	83.09%	87.33%	59.44%	48.46%	42.95%	36.39%

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, the District presents information for those years for which information is available.

JENISON PUBLIC SCHOOLS
SCHEDULE OF THE REPORTING UNIT'S OPEB CONTRIBUTIONS
MICHIGAN PUBLIC SCHOOL EMPLOYEES' RETIREMENT PLAN
LAST TEN FISCAL YEARS (DETERMINED OF THE YEAR ENDED JUNE 30)

	2024	2023	2022	2021	2020	2019	2018
Statutorily required other postemployment benefits contributions	$ 3,166,399	$ 4,865,407	$ 4,522,528	$ 4,209,654	$ 3,892,209	$ 3,723,579	$ 3,502,837
Other postemployment benefits contributions in relation to statutorily required contributions	3,166,399	4,865,407	4,522,528	4,209,654	3,892,209	3,723,579	3,502,837
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Reporting Unit's covered-employee payroll (OPEB)	$ 38,430,360	$ 36,109,778	$ 32,738,222	$ 30,355,454	$ 30,498,476	$ 29,924,346	$ 27,346,131
Other post employment benefit contributions as a percentage of covered-employee payroll	8.24%	13.47%	13.81%	13.87%	12.76%	12.44%	12.81%

This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, the District presents information for those years for which information is available.

JENISON PUBLIC SCHOOLS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - PENSION INFORMATION

Benefit Changes - there were no changes of benefit terms in 2023.

Changes of Assumptions - the assumption changes for 2023 were:

- Mortality assumptions were updated to the Pub-2010 Male and Female Retiree Mortality Tables from the RP-2014 Male and Female Healthy Annuitant table.

NOTE 2 - OPEB INFORMATION

Benefit Changes - there were no changes of benefit terms in 2023.

Changes of Assumptions - the assumption changes for 2023 were:

- Healthcare cost trend rate
    - Pre 65 decreased to 7.50% for year one graded to 3.50% for year fifteen from 7.75% for year one graded to 3.50% for year fifteen.
    - Post 65 increased to 6.25% for year one and graded to 3.5% for year fifteen from 5.25% for year one and graded to 3.5% for year fifteen.

- Mortality assumptions were updated to the Pub-2010 Male and Female Retiree Mortality Tables from the RP-2014 Male and Female Healthy Annuitant table.

ADDITIONAL SUPPLEMENTARY INFORMATION

JENISON PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUND TYPES
JUNE 30, 2024

	Special Revenue				
	Food Service	Student Activity	Debt Service Fund	General Capital Projects	Total Nonmajor Funds
ASSETS					
Cash and cash equivalents	$ 161,722	$ 294,026	$ 96,168	$ 330,348	$ 882,264
Investments	3,097,244	643,326	3,104,999	1,878,239	8,723,808
Accounts receivable	4,408	-	-	-	4,408
Intergovernmental receivable	463,966	-	-	-	463,966
Due from other funds	87,130	-	-	-	87,130
Inventories	59,990	-	-	-	59,990
TOTAL ASSETS	$ 3,874,460	$ 937,352	$ 3,201,167	$ 2,208,587	$ 10,221,566
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	$ 23,518	$ 35,099	$ -	$ 82,836	$ 141,453
Accrued salaries and related items	1,558	-	-	-	1,558
Unearned revenue	111,021	-	-	-	111,021
TOTAL LIABILITIES	136,097	35,099	-	82,836	254,032
FUND BALANCES					
Nonspendable					
Inventories	59,990	-	-	-	59,990
Restricted for:					
Debt service	-	-	3,201,167	-	3,201,167
Food service	3,678,373	-	-	-	3,678,373
Assigned	-	-	-	2,125,751	2,125,751
Committed	-	902,253	-	-	902,253
TOTAL FUND BALANCES	3,738,363	902,253	3,201,167	2,125,751	9,967,534
TOTAL LIABILITIES AND FUND BALANCES	$ 3,874,460	$ 937,352	$ 3,201,167	$ 2,208,587	$ 10,221,566

JENISON PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUND TYPES
YEAR ENDED JUNE 30, 2024

	Special Revenue				
	Food Service	Student Activity	Debt Service Fund	General Capital Projects	Total Nonmajor Funds
REVENUES					
Property taxes	$ -	$ -	$ 9,938,369	$ -	$ 9,938,369
Sales	352,553	-	-	-	352,553
Student activities	-	1,281,272	-	-	1,281,272
State sources	3,927,224	-	-	-	3,927,224
Federal sources	2,880,611	-	228,464	-	3,109,075
Investment earnings	157,703	-	395,673	-	553,376
Other	10,880	-	-	101	10,981
TOTAL REVENUES	7,328,971	1,281,272	10,562,506	101	19,172,850
EXPENDITURES					
Food service activities	6,234,915	-	-	-	6,234,915
Student activities	-	1,234,285	-	-	1,234,285
Capital outlay	1,114,603	-	-	589,634	1,704,237
Debt service					
Principal repayment	-	-	5,585,000	-	5,585,000
Interest	-	-	4,120,785	-	4,120,785
Other	-	-	2,400	-	2,400
TOTAL EXPENDITURES	7,349,518	1,234,285	9,708,185	589,634	18,881,622
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(20,547)	46,987	854,321	(589,533)	291,228
OTHER FINANCING USES					
Transfers in	4,811	-	-	700,000	704,811
Transfers out	(93,639)	-	-	-	(93,639)
Total other financing uses	(88,828)	-	-	700,000	611,172
NET CHANGE IN FUND BALANCES	(109,375)	46,987	854,321	110,467	902,400
FUND BALANCES					
Beginning of year	3,847,738	855,266	2,346,846	2,015,284	9,065,134
End of year	$ 3,738,363	$ 902,253	$ 3,201,167	$ 2,125,751	$ 9,967,534

JENISON PUBLIC SCHOOLS
BONDED DEBT
JUNE 30, 2024

$15,000,000 School building and site bonds, series A issued April 20, 2011.

	Interest Due			Debt Service Requirement for Fiscal Year	
Principal Due May 1	May 1	November 1	QSCB Credit	June 30,	Amount
$ 1,490,000	$ 93,125	$ 93,125	$ (152,310)	2025	$ 1,523,940
1,490,000	46,563	46,563	(76,155)	2026	1,506,971
$ 2,980,000	$ 139,688	$ 139,688	$ (228,465)		$ 3,030,911

The bonds were approved by the Board of Education at the February 22, 2011 meeting to be used for school building and site purposes. The bonds carry interest rates of 6.25%.

JENISON PUBLIC SCHOOLS
BONDED DEBT
JUNE 30, 2024

$26,855,000 School building and site and refunding bonds issued June 1, 2016.

	Interest Due		Debt Service Requirement for Fiscal Year	
Principal Due May 1	May 1	November 1	June 30,	Amount
$ 2,345,000	$ 513,875	$ 513,875	2025	$ 3,372,750
2,350,000	455,250	455,250	2026	3,260,500
2,350,000	396,500	396,500	2027	3,143,000
965,000	337,750	337,750	2028	1,640,500
965,000	313,625	313,625	2029	1,592,250
965,000	289,500	289,500	2030	1,544,000
965,000	265,375	265,375	2031	1,495,750
965,000	241,250	241,250	2032	1,447,500
965,000	217,125	217,125	2033	1,399,250
965,000	193,000	193,000	2034	1,351,000
965,000	168,875	168,875	2035	1,302,750
965,000	144,750	144,750	2036	1,254,500
965,000	120,625	120,625	2037	1,206,250
965,000	96,500	96,500	2038	1,158,000
965,000	72,375	72,375	2039	1,109,750
965,000	48,250	48,250	2040	1,061,500
965,000	24,125	24,125	2041	1,013,250
$ 20,555,000	$ 3,898,750	$ 3,898,750		$ 28,352,500

The bonds were approved by the Board of Education at the May 3, 2016 meeting to be used for school building and site purposes as well as for refunding a portion of a prior bond issue. The bonds carry interest rates of 5.00%.

JENISON PUBLIC SCHOOLS
BONDED DEBT
JUNE 30, 2024

$11,970,000 Refunding bonds issued November 28, 2017.

	Interest Due		Debt Service Requirement for Fiscal Year	
Principal Due May 1	May 1	November 1	June 30,	Amount
$ 1,245,000	$ 212,525	$ 212,525	2025	$ 1,670,050
1,240,000	187,625	187,625	2026	1,615,250
1,245,000	156,625	156,625	2027	1,558,250
1,245,000	125,500	125,500	2028	1,496,000
1,245,000	94,375	94,375	2029	1,433,750
1,265,000	63,250	63,250	2030	1,391,500
1,265,000	31,625	31,625	2031	1,328,250
$ 8,750,000	$ 871,525	$ 871,525		$ 10,493,050

The bonds were approved by the Board of Education at the October 9, 2017 meeting to be used to refunding a portion of a prior bond issue. The bonds interest rates of 4.00% to 5.00%.

JENISON PUBLIC SCHOOLS
BONDED DEBT
JUNE 30, 2024

$1,700,000 Energy conservation improvement bonds issued October 10, 2018.

	Interest Due		Debt Service Requirement for Fiscal Year	
Principal Due May 1	May 1	November 1	June 30,	Amount
$ 200,000	$ 12,525	$ 12,525	2025	$ 225,050
205,000	9,525	9,525	2026	224,050
210,000	6,450	6,450	2027	222,900
220,000	3,300	3,300	2028	226,600
$ 835,000	$ 31,800	$ 31,800		$ 898,600

The bonds were approved by the Board of Education for the purpose of financing energy conservation improvements to school buildings. The bonds carry interest rates of 3.00%.

JENISON PUBLIC SCHOOLS
BONDED DEBT
JUNE 30, 2024

$49,225,000 School building and site bonds issued October 22, 2020.

Principal Due		Interest Due		Debt Service Requirement for Fiscal Year	
May 1	November 1	May 1	November 1	June 30,	Amount
$ -	$ 595,000	$ 1,095,800	$ 1,107,700	2025	$ 2,798,500
-	470,000	1,086,400	1,095,800	2026	2,652,200
1,410,000	1,000,000	1,066,400	1,086,400	2027	4,562,800
930,000	1,000,000	1,018,200	1,038,200	2028	3,986,400
1,295,000	1,000,000	979,600	999,600	2029	4,274,200
1,505,000	1,000,000	933,700	953,700	2030	4,392,400
1,510,000	1,000,000	883,600	903,600	2031	4,297,200
1,510,000	1,000,000	820,850	845,850	2032	4,176,700
1,510,000	1,000,000	758,100	783,100	2033	4,051,200
1,510,000	1,000,000	695,350	720,350	2034	3,925,700
1,510,000	1,000,000	632,600	657,600	2035	3,800,200
1,510,000	1,000,000	569,850	594,850	2036	3,674,700
1,510,000	1,000,000	507,100	532,100	2037	3,549,200
1,510,000	1,000,000	444,350	469,350	2038	3,423,700
1,510,000	1,000,000	381,600	406,600	2039	3,298,200
1,510,000	1,000,000	331,400	351,400	2040	3,192,800
1,510,000	1,000,000	281,200	301,200	2041	3,092,400
2,510,000	-	251,000	251,000	2042	3,012,000
2,510,000	-	188,250	188,250	2043	2,886,500
2,510,000	-	125,500	125,500	2044	2,761,000
2,510,000	-	62,750	62,750	2045	2,635,500
$ 31,790,000	$ 16,065,000	$ 13,113,600	$ 13,474,900		$ 74,443,500

The bonds were approved by the Board of Education at the August 4, 2020 meeting to be used for school building and site purposes. The bonds carry interest rates ranging from 4.00% to 5.00%.

JENISON PUBLIC SCHOOLS
BONDED DEBT
JUNE 30, 2024

$26,025,000 Building and site bonds issued June 27, 2024.

	Interest Due		Debt Service Requirement for Fiscal Year	
Principal Due May 1	May 1	November 1	June 30,	Amount
$ 375,000	$ 650,625	$ 448,208	2025	$ 1,473,833
375,000	641,250	641,250	2026	1,657,500
-	631,875	631,875	2027	1,263,750
-	631,875	631,875	2028	1,263,750
300,000	631,875	631,875	2029	1,563,750
300,000	624,375	624,375	2030	1,548,750
515,000	616,875	616,875	2031	1,748,750
515,000	604,000	604,000	2032	1,723,000
575,000	591,125	591,125	2033	1,757,250
625,000	576,750	576,750	2034	1,778,500
725,000	561,125	561,125	2035	1,847,250
860,000	543,000	543,000	2036	1,946,000
995,000	521,500	521,500	2037	2,038,000
1,135,000	496,625	496,625	2038	2,128,250
1,270,000	468,250	468,250	2039	2,206,500
1,355,000	436,500	436,500	2040	2,228,000
1,435,000	402,625	402,625	2041	2,240,250
1,790,000	366,750	366,750	2042	2,523,500
1,840,000	322,000	322,000	2043	2,484,000
1,840,000	276,000	276,000	2044	2,392,000
1,840,000	230,000	230,000	2045	2,300,000
1,840,000	184,000	184,000	2046	2,208,000
1,840,000	138,000	138,000	2047	2,116,000
1,840,000	92,000	92,000	2048	2,024,000
1,840,000	46,000	46,000	2049	1,932,000
$ 26,025,000	$ 11,285,000	$ 11,082,583		$ 48,392,583

The bonds were approved by the Board of Education at the May 7, 2024 meeting to be used for school building and site purposes. The bonds carry interest rates of 5.00%.

JENISON PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Agency/Pass-through Agency/Program Title	Federal Assistance Listing Number	Pass-through Grantor's Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Unearned) Revenue 7/1/2023	Federal Expenditures	Current Year Receipts	Accrued (Unearned) Revenue 6/30/2024
U.S. Department of Agriculture								
Passed through Michigan Department of Education								
Local Foods for Schools Cooperative Agreement Program	10.185	230985-2023	$ 54,059	$ 54,059	$ 54,059	$ -	$ 54,059	$ -
		230985-2024	2,702	-	-	2,702	2,702	-
Total ALN 10.185			56,761	54,059	54,059	2,702	56,761	-
Child Nutrition Cluster								
School Breakfast Program	10.553	231970	139,837	113,447	2,126	26,390	28,516	-
		241970	215,608	-	-	215,608	215,608	-
Total ALN 10.553			355,445	113,447	2,126	241,998	244,124	-
National School Lunch Program								
Noncash Assistance (donated foods)								
Entitlement Donated Foods	10.555	N/A	418,345	-	(12,447)	418,345	405,898	-
Entitlement Donated Foods - Bonus	10.555	N/A	169	-		169	169	-
Total noncash assistance (donated foods)			418,514	-	(12,447)	418,514	406,067	-
Cash Assistance								
National School Lunch Program	10.555	231960	1,513,709	1,513,709	25,188	248,347	273,535	-
		241960	1,538,472	-	-	1,538,472	1,538,472	-
		230910	118,970	42,505	(76,465)	76,465	-	-
		240910	315,374	-	-	315,374	315,374	-
Total cash assistance			3,486,525	1,556,214	(51,277)	2,178,658	2,127,381	-
Total ALN 10.555			3,905,039	1,556,214	(63,724)	2,597,172	2,533,448	-
Summer Food Service Program for Children	10.559	230900	46,217	21,905	21,905	24,312	46,217	-
		240900	14,427	-	-	14,427	-	14,427
Total ALN 10.559			60,644	21,905	21,905	38,739	46,217	14,427
Total Child Nutrition Cluster			4,321,128	1,691,566	(39,693)	2,877,909	2,823,789	14,427
Total U.S. Department of Agriculture			4,377,889	1,745,625	14,366	2,880,611	2,880,550	14,427

The accompanying notes are an integral part of this schedule.

JENISON PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Agency/Pass-through Agency/Program Title	Federal Assistance Listing Number	Pass-through Grantor's Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Unearned) Revenue 7/1/2023	Federal Expenditures	Current Year Receipts	Accrued (Unearned) Revenue 6/30/2024
U.S. Department of Education								
Passed through Michigan Department of Education								
Title I Grants to Local Educational Agencies	84.010	231530-2223	$ 123,742	$ 120,278	$ 22,878	$ -	$ 22,878	$ -
		241530-2324	117,209	-	-	117,209	89,038	28,171
Total ALN 84.010			240,951	120,278	22,878	117,209	111,916	28,171
Title III, Part A - Language Instruction for Immigrant Students	84.365	230570-2223	4,946	3,592	(1,354)	-	(1,354)	-
		240570-2324	6,096	-	-	5,584	4,633	951
Total ALN 84.365			11,042	3,592	(1,354)	5,584	3,279	951
Supporting Effective Instruction State Grants	84.367	230520-2223	63,900	61,129	6,121	980	7,101	-
		240520-2324	64,496	-	-	64,496	56,848	7,648
Total ALN 84.367			128,396	61,129	6,121	65,476	63,949	7,648
Student Support and Academic Enrichment Program	84.424	230750-2223	10,000	9,395	1,426	-	1,426	-
		240750-2324	10,605	-	-	10,605	8,252	2,353
Total ALN 84.424			20,605	9,395	1,426	10,605	9,678	2,353
Education Stabilization Fund								
COVID-19 Elementary and Secondary School								
Emergency Relief Fund (98c Learning Loss)	84.425D	213782-2223	275,895	275,895	275,895	-	275,895	-
Emergency Relief Fund (ARP/ESSER III)	84.425U	213713-2122	872,781	835,121	835,121	37,660	872,781	-
Emergency Relief Fund (ESSER III State Equalization Payments - Section 11t)	84.425U	213723-2122	4,973,457	962,939	962,939	3,341,884	1,633,764	2,671,059
Emergency Relief Fund (ARP/Homeless Children and Youth)	84.425W	211012-2122	14,495	-	-	13,695	4,344	9,351
Passed through Ottawa Area Intermediate School District								
COVID-19 Elementary and Secondary School								
Emergency Relief Fund (ARP/Homeless Children and Youth)	84.425W	N/A	2,811	-	-	2,811	240	2,571
Total ALN 84.425 and Education Stabilization Fund			6,139,439	2,073,955	2,073,955	3,396,050	2,787,024	2,682,981

The accompanying notes are an integral part of this schedule.

JENISON PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Agency/Pass-through Agency/Program Title	Federal Assistance Listing Number	Pass-through Grantor's Number	Award Amount	(Memo Only) Prior Year Expenditures	Accrued (Unearned) Revenue 7/1/2023	Federal Expenditures	Current Year Receipts	Accrued (Unearned) Revenue 6/30/2024
U.S. Department of Education (continued)								
Passed through Ottawa Area Intermediate School District								
Special Education Cluster								
Special Education Grants to States	84.027	230450-2223	$ 986,116	$ 986,116	$ 358,537	$ -	$ 358,537	$ -
		230450-2324	1,136,114	-	-	1,136,114	700,389	435,725
			2,122,230	986,116	358,537	1,136,114	1,058,926	435,725
Passed through Marquette Alger Regional Education Service Agency								
Special Education Cluster								
Special Education Grants to States	84.027A	230470-2D33	2,376	-	-	2,376	2,376	-
		240470-2D33	2,376	-	-	2,376	2,376	-
			4,752	-	-	4,752	4,752	-
Total ALN 84.027			2,126,982	986,116	358,537	1,140,866	1,063,678	435,725
Passed through Ottawa Area Intermediate School District								
Special Education Cluster								
Special Education Preschool Grants	84.173	230460-2223	26,348	26,348	10,389	-	10,389	-
		240460-2324	28,894	-	-	28,894	17,801	11,093
Total ALN 84.173			55,242	26,348	10,389	28,894	28,190	11,093
Total Special Education Cluster			2,182,224	1,012,464	368,926	1,169,760	1,091,868	446,818
Education for Homeless Children and Youth	84.196	212320-2023	776	374	37	-	37	-
Total U.S. Department of Education			8,723,433	3,281,187	2,471,989	4,764,684	4,067,751	3,168,922
U.S. Department of Health and Human Services								
Passed through Ottawa Area Intermediate School District								
Medicaid Cluster								
Medical Assistance Program	93.778	n/a	16,427	-	-	16,427	16,427	-
Total U.S. Department of Health and Human Services			16,427	-	-	16,427	16,427	-
Federal Communications Commission								
Direct								
COVID-19 - Emergency Connectivity Fund Progam	32.009	N/A	1,169,792	934,692	-	161,265	161,265	-
Total Federal Communications Commission			1,169,792	934,692	-	161,265	161,265	-
TOTAL FEDERAL AWARDS			$ 14,287,541	$ 5,961,504	$ 2,486,355	$ 7,822,987	$ 7,125,993	$ 3,183,349

The accompanying notes are an integral part of this schedule.

JENISON PUBLIC SCHOOLS
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Jenison Public Schools under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Jenison Public Schools, it is not intended to and does not present the financial position or changes in net position of Jenison Public Schools.

Management has utilized NexSys, the Cash Management System, and the Grant Auditor Report in preparing the Schedule of Expenditures of Federal Awards.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts (if any) shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available. Jenison Public Schools has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3 - RECONCILIATION WITH AUDITED FINANCIAL STATEMENTS

Federal expenditures are reported as revenue in the following funds in the financial statements June 30, 2024:

General fund	$ 4,942,376
Other nonmajor governmental funds	3,109,075
Total federal revenue in the fund financial statements	8,051,451
Less: Federal tax credits	(228,464)
Expenditures per schedule of expenditures of federal awards	$ 7,822,987

Maner Costerisan

2425 E. Grand River Ave.,
Suite 1, Lansing, MI 48912
517.323.7500
517.323.6346

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

To the Board of Education
Jenison Public Schools

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jenison Public Schools as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Jenison Public Schools' basic financial statements and have issued our report thereon dated September 19, 2024.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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 Jenison Public Schools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Maner Costerisan PC

September 19, 2024

Maner Costerisan

2425 E. Grand River Ave.,
Suite 1, Lansing, MI 48912
517.323.7500
517.323.6346

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

To the Board of Education of
Jenison Public Schools

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Jenison Public Schools' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Jenison Public Schools' major federal programs for the year ended June 30, 2024. Jenison Public Schools' federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Jenison Public Schools complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Jenison Public Schools and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Jenison Public Schools' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Jenison Public Schools' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Jenison Public Schools' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Jenison Public Schools' with the requirements of each major federal program as a whole.

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

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

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Jenison Public Schools' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of Jenison Public Schools' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Jenison Public Schools' internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

Maner Costerisan PC

September 19, 2024

JENISON PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued based on financial statements prepared in accordance with generally accepted accounting principles:	*Unmodified*			
Internal control over financial reporting:				
➢ Material weakness(es) identified?		Yes	X	None
➢ Significant deficiency(ies) identified that are not considered to be material weakness(es)?		Yes	X	None reported
Noncompliance material to financial statements noted?		Yes	X	None

Federal Awards

Internal control over major programs:				
➢ Material weakness(es) identified?		Yes	X	None
➢ Significant deficiency(ies) identified that are not considered to be material weakness(es)?		Yes	X	None reported
Type of auditor's report issued on compliance for	*Unmodified*			
Any audit findings that are required to be reported in accordance with Title 2 CFR Section 200.516(a)?		Yes	X	No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
10.553, 10.555, and 10.559	Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000			
Auditee qualified as low-risk auditee?	X	Yes		No

Section II - Financial Statement Findings

None

Section III - Federal Award Findings and Question Costs

None

JENISON PUBLIC SCHOOLS
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

There were no audit findings in the previous year.

Maner Costerisan

2425 E. Grand River Ave.,
Suite 1, Lansing, MI 48912
517.323.7500
517.323.6346

September 19, 2024

To the Board of Education of
Jenison Public Schools

In planning and performing our audit of the financial statements of Jenison Public Schools as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered Jenison Public Schools' internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, during our audit, we noted two matters involving the internal control and other operational matters that are presented for your consideration. This letter does not affect our report dated September 19, 2024 on the financial statements of Jenison Public Schools. We will review the status of these comments during our next audit engagement. Our comments and recommendations, which have been discussed with appropriate members of management, are intended to improve the internal control or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, perform any additional study of these matters, or assist you in implementing the recommendations. Our comments are summarized as follows.

Food Service Fund Balance

Per Michigan Department of Education (MDE) guidelines, school food authorities (SFA) must operate food services on a nonprofit basis. We noted that the food service fund balance exceeded the three months' operating expenditures allowed. MDE requires that the SFA spend down the excess by the end of the next school year. We recommend that Jenison Public Schools develop a plan to spend down the excess by June 30, 2025.

This report is intended solely for the information and use of management, and others within the District, and is not intended to be, and should not be, used by anyone other than these specified parties.

We appreciate the cooperation we received from your staff during our engagement and the opportunity to be of service.

Very truly yours,

Maner Costerisan PC

Maner Costerisan

2425 E. Grand River Ave.,
Suite 1, Lansing, MI 48912
517.323.7500
517.323.6346

September 19, 2024

To the Board of Education of
Jenison Public Schools

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Jenison Public Schools for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and OMB's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Jenison Public Schools are described in Note 1 to the financial statements. The District adopted Governmental Accounting Standards Board (GASB) Statement No. 100 *Accounting Changes and Error Corrections*, during the year ended June 30, 2024. The application of existing policies was not changed during fiscal year 2024. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

> Estimates have been used to calculate the net pension liability and the net other postemployment benefit asset. We evaluated the key factors and assumptions used to develop the balance of the net pension liability and net other postemployment benefit asset in determining that they are reasonable in relation to the financial statements taken as a whole.
>
> Management's estimate in calculating the liability for employee compensated absences. We evaluated the key factors and assumptions used to develop the balance of employee compensated absences in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's determination of the estimated life span of the capital assets. We evaluated the key factors and assumptions used by management to develop the estimated life span of the capital assets in determining that it is reasonable in relation to the financial statements taken as a whole. In addition, certain amounts included in capital assets have been estimated based on an outside appraisal company.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. We did not identify any sensitive disclosures.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 19, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the required supplementary information (RSI) which are required and supplement the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the other supplementary information, which accompany the financial statements but are not RSI. With respect to this other supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the other supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Education and management of Jenison Public Schools and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Maner Costerisan PC