




LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho



Audited Financial Statements
For the Year Ended
June 30, 2024

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor’s Report	1-4
Management’s Discussion and Analysis	5-10
 FINANCIAL STATEMENTS	
Statement of Net Position.....	11
Statement of Activities.....	12
Balance Sheet – Governmental Funds	13
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	14
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	16
Notes to the Financial Statements.....	17-41
 REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund	42
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Debt Service Fund.....	43
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Capital Projects Fund.....	44
Net Pension (Asset) Liability Related Schedules.....	45
Other Post Employment Benefit Liability Schedule	46
Net OPEB Asset – Sick Leave Plan Related Schedules.....	47

SUPPLEMENTARY INFORMATION

GENERAL FUND

Schedule of Expenditures by Function – Budget and Actual 48-51

NONMAJOR FUNDS

Description of Funds..... 52-53

Combining Balance Sheet..... 54-57

Combining Statement of Revenues, Expenditures and Changes
in Fund Balances..... 58-61

Combining Schedule of Revenues and Expenditures – Budget and Actual 62

CAPITAL PROJECTS FUND

Combining Balance Sheet – Capital Projects Fund..... 63

Combining Statement of Revenues, Expenditures and Changes
in Fund Balance – Capital Projects Fund 64

SINGLE AUDIT SECTION

Schedule of Expenditures of Federal Awards 65

Notes to Schedule of Expenditures of Federal Awards 66

**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* 67-68**

**Independent Auditor’s Report on Compliance for Each Major Program
and Internal Control Over Compliance Required by the Uniform Guidance 70-71**

Schedule of Findings and Questioned Costs 72-73

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2024

As management of Lakeland Joint School District No. 272 (District), we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ended June 30, 2024.

Financial Highlights

State Revenue

Final reporting period enrollment funding units (support units) were 223.32 for FY 2023-24. This is a decrease of 17.93 units when compared to FY 2022-23 funding units of 241.25. Despite the decline in total funding units, there were notable increases in salary-based revenue distribution factors and discretionary unit distribution set by the Idaho legislature. These formula factor improvements helped offset the elimination of the temporary rule to fund school districts on enrollment instead of attendance. The change from enrollment-based funding to attendance-based funding was an estimated reduction in state support of \$2,545,215. Contributing to the increase in state funds were one-time payments of excess supplemental discretionary funds in the amount of \$1,484,421, which were utilized to cover the District's expenditures in FY 2023-24. These state funding changes created a net increase of \$5,731,835 in state revenues in the general fund compared to the previous year.

Supplemental Property Tax Levy Revenue

In the 2023-24 fiscal year, the School District's supplemental property tax levy generated \$9,018,938 (19.01%) of the total general fund revenues for the fiscal year. This revenue comes from a 2-year supplemental property tax levy expiring on June 30, 2025. Beginning in the 2023-24 fiscal year, the actual amount levied to taxpayers was reduced by funds from the State of Idaho District Facilities funds (IC§ 33-911).

General Fund Balance Increases over the 2023-24 Fiscal Year

The School District's ending general fund balance increased by \$202,342 compared to the prior year. This increase was due in large part to the one-time discretionary funding from the state, allowing for revenue to be higher. At the close of the 2023-24 fiscal year the District's fund balance was \$4,711,211.

Revenue and Resources

Enrollment and Attendance - A key component in preparing the annual budget is a projection of funding from the state. Before the 2019-20 fiscal year, the state funding formula used average daily attendance (ADA) to drive the funding formula. From 2020 to 2023, the Idaho State Board

of Education enacted a temporary change to the funding formula to switch to average daily enrollment in response to the attendance issues created by COVID. This temporary rule expired June 30, 2023, and the funding formula was reverted to ADA, resulting in fewer support units funded for school districts across the state.

The District's enrollment (based on Best 28 weeks of weekly enrollment) generated 218.85 support units for the year, compared to 233.06 from the 2022-23 fiscal year. This decrease was mainly due to the change from average daily enrollment to average daily attendance. As the support units decreased more than 3% from the prior year, a provision called protections (IC§ 33-1003(1)) was applied, funding the district at 223.32 support units. Had the District not qualified for protection, funding for 2023-24 would have been at 210 support units (due to the cost of protection) and would have resulted in less revenue for the District. Each year, school districts contribute a portion of their support units to ensure their funding is protected during times of declining enrollment. School Districts received \$41,391 per support unit for discretionary funding in 2023-24, an impactful increase from \$35,924 in 2022-23.

The projection of support units for the 2024-25 fiscal year is 215.00.

Long Range Planning

The Board authorized Long Range Planning Committee, comprised of community members, District staff, board members, and administration, met in the Fall of 2023 to monitor enrollment and classroom sizes. The committee determined that the Districts Strategic Plan needed to be reviewed and updated to reflect current goals for the District. The Strategic Planning Committee worked on these revisions, which were presented and approved by the Board in the summer of 2024. The Long Range Planning Committee will reconvene for the 2024-25 school year to focus on enrollment projections, demographic trends, facility condition, and building capacity. The committee's goal is to gather input on the community's priorities for addressing educational needs and submit its recommendations regarding educational and facility needs to the Board of Trustees.

Overview of the Financial Statements

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

- 1) Government-wide Financial Statements,
- 2) Fund Financial Statements, and
- 3) Notes to the Financial Statements.

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

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

to a private-sector business. The statements present an aggregate view of the District's finances. They contain useful long-term information for the just completed fiscal year.

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

The statement of activities presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. In the statements, the District's activities are all classified as government activities. Governmental activities include all regular and special education, all educational support activities, administration, transportation, and food services. Most of these activities are supported by property taxes and formula aid from the State of Idaho.

Fund financial statements. A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund statements generally report operations in more detail than the government-wide statements.

Some funds are required by state law and bond covenants. The District establishes other funds to control and manage money for particular purposes (i.e., repaying long-term debt).

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

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

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

Required supplementary information. The budgetary comparison schedules, the net pension (asset) liability related schedules, the other post-employment benefit schedules provide additional information required by GASB.

Supplementary information. The supplementary information referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements.

Government - Wide Financial Analysis			
Statement of Net Position			
	June 30,		
	2024	2023	Change
Assets			
Current assets	26,203,817	28,246,006	(2,042,189)
Capital assets	27,342,718	26,209,369	1,133,349
Noncurrent assets	1,142,916	1,198,997	(56,081)
Total Assets	54,689,451	55,654,372	(964,921)
Deferred Outflows of Resources	16,499,724	19,430,941	(2,931,217)
Liabilities			
Current liabilities	7,771,383	8,352,760	(581,377)
Long-term liabilities	30,895,313	30,477,297	418,016
Total Liabilities	38,666,696	38,830,057	(163,361)
Deferred Inflows of Resources	10,019,610	11,769,122	(1,749,512)
Net Position			
Net investment in capital assets	26,312,718	23,764,369	2,548,349
Restricted	7,477,135	6,826,498	650,637
Unrestricted	(11,286,984)	(6,104,733)	(5,182,251)
Total Net Position	\$22,502,869	\$24,486,134	\$(1,983,265)

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, net position as of June 30, 2024 was \$22,502,869.

The District uses capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Government - Wide Financial Analysis
Changes in Net Position

	<u>2023 - 2024</u>	<u>2022 - 2023</u>	<u>Change</u>
Revenues			
Program Revenues:			
Charges for services	551,659	505,866	45,793
Operating grants and contributions	5,826,099	7,401,129	(1,575,030)
Capital grants and contributions	220,000	-	220,000
Property taxes	10,267,053	10,695,109	(428,056)
Federal and state revenues	40,649,287	33,489,644	7,159,643
Gain on sale of capital asset	-	44,117	(44,117)
Interest and investment earnings	786,200	429,742	356,458
Other	2,920,175	1,990,805	929,370
Total Revenues	<u>61,220,473</u>	<u>54,556,412</u>	<u>6,664,061</u>
Expenses			
Program Expenses:			
Preschool - 12 Instruction	37,446,084	35,197,861	2,248,223
Support services:			
Pupil support	3,385,867	3,540,067	(154,200)
Staff support	1,874,522	2,098,138	(223,616)
General administration	1,371,470	1,313,945	57,525
School/business administration	5,017,931	4,734,007	283,924
Maintenance/custodial	6,526,628	6,186,124	340,504
Transportation	2,981,604	2,595,514	386,090
Other services	228,728	218,273	10,455
Child nutrition	1,507,829	1,713,506	(205,677)
Student activity	1,451,555	1,177,302	274,253
Capital outlay	-	463,475	(463,475)
Debt services	29,700	77,912	(48,212)
Depreciation, unallocated	1,793,753	1,644,887	148,866
Total Expenses	<u>63,615,671</u>	<u>60,961,011</u>	<u>2,505,794</u>
Change in Net Position	(2,395,198)	(6,404,599)	4,009,401
Net Position – Beginning	24,486,134	30,890,733	(6,404,599)
Net Position – Prior Period Adjustment	411,933	-	411,933
Net Position – Ending	<u>\$22,502,869</u>	<u>\$24,486,134</u>	<u>\$(1,983,265)</u>

District Funds

General Fund. The general fund is the chief operating fund of the District. At the end of the current fiscal year the ending fund balance was \$4,711,211. The fund balance increased by \$202,342 during the current fiscal year.

Capital Asset and Debt Administration

Capital Assets. The capital projects fund is used to account for the costs incurred in acquiring and improving sites, constructing, and remodeling facilities, bus depreciation and procuring equipment necessary for providing educational programs for all students within the District.

	Governmental Activities		
	Capital Assets Net of Accumulated Depreciation		
	June 30,		
	2024	2023	Change
Sites	1,333,484	1,333,484	-
Construction in progress	900,924	519,194	381,730
Buildings	22,827,670	22,047,551	780,119
Equipment	1,143,297	952,441	190,856
Transportation	1,137,343	1,356,699	(219,356)
Total Capital Assets, Net	<u>\$ 27,342,718</u>	<u>\$ 26,209,369</u>	<u>\$ 1,133,349</u>

At year end, the capital projects fund has a total fund balance of \$2,966,348.

Long-term Debt. The debt service fund has a total fund balance of \$1,138,201, all of which is reserved for the payment of debt service on general obligation bonds. The fund balance decreased by \$465,708.

At year end the District had \$1,030,000 in general obligation bonds outstanding. The debt of the District is secured by an annual tax levy authorized in past years by the patrons.

Requests for Information. This financial report is designed to provide a general overview of Lakeland Joint School District No. 272's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Jessica Grantham, Chief Financial Officer, Lakeland Joint School District, PO Box 39, Rathdrum, ID 83858.

FINANCIAL STATEMENTS

Draft



LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

STATEMENT OF NET POSITION
June 30, 2024

ASSETS		
Current assets:		
Cash	2,834,718	
Investments	8,463,600	
Taxes receivable	237,877	
Unbilled taxes receivable	8,398,338	
Other receivables:		
Due from other governments	6,153,281	
Other	66,861	
Inventory	49,142	
Total current assets	<u>26,203,817</u>	
Noncurrent assets:		
Non-depreciated capital assets	2,234,408	
Depreciated capital assets	59,392,948	
Less: accumulated depreciation	(34,284,638)	
Net OPEB asset - sick leave	1,142,916	
Total noncurrent assets	<u>28,485,634</u>	
Total assets		<u>54,689,451</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension related items	14,895,562	
Net OPEB - sick leave related items	823,914	
OPEB related items	780,248	
Total deferred outflows of resources		<u>16,499,724</u>
LIABILITIES		
Current liabilities:		
Accounts payable and other current liabilities	6,604,521	
Accrued interest payable	17,044	
Current portion of OPEB liability	174,818	
Current portion of long-term debt	975,000	
Total current liabilities	<u>7,771,383</u>	
Noncurrent liabilities:		
Noncurrent portion of long-term debt	55,000	
Net pension liability	28,722,941	
OPEB liability	2,117,372	
Total noncurrent liabilities	<u>30,895,313</u>	
Total liabilities		<u>38,666,696</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable property tax revenue	8,398,338	
Other deferred revenue	8,102	
OPEB related items	940,570	
Net OPEB - sick leave related items	503,552	
Pension related items	169,048	
Total deferred inflows of resources		<u>10,019,610</u>
NET POSITION		
Net investment in capital assets	26,312,718	
Restricted for:		
Debt service	1,140,583	
Net OPEB asset - sick leave	1,142,916	
Capital projects	2,982,352	
Specific programs	2,211,284	
Unrestricted	<u>(11,286,984)</u>	
Total net position		<u>\$ 22,502,869</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024

	<u>Expenses</u>	<u>Program Revenues</u>			Net (Expense)
		<u>Charges for</u>	<u>Operating</u>	<u>Capital Grants</u>	Revenue and
		<u>Services</u>	<u>Grants and</u>	<u>and</u>	Changes in Net
			<u>Contributions</u>	<u>Contributions</u>	Position
					Governmental
					Activities
FUNCTIONS/PROGRAMS					
Governmental activities:					
Instruction	37,446,084	-	4,602,518	-	(32,843,566)
Support Services:					
Pupil support	3,385,867	-	60,653	-	(3,325,214)
Staff support	1,874,522	-	161,028	-	(1,713,494)
General administration	1,371,470	-	-	-	(1,371,470)
School/business administration	5,017,931	-	-	220,000	(4,797,931)
Maintenance/custodial	6,526,628	-	85,131	-	(6,441,497)
Transportation	2,981,604	-	-	-	(2,981,604)
Other services	228,728	-	-	-	(228,728)
Child nutrition	1,507,829	551,659	916,769	-	(39,401)
Student activity	1,451,555	-	-	-	(1,451,555)
Debt Services	29,700	-	-	-	(29,700)
Depreciation, unallocated	1,793,753	-	-	-	(1,793,753)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total School District	<u>\$ 63,615,671</u>	<u>\$ 551,659</u>	<u>\$ 5,826,099</u>	<u>\$ 220,000</u>	<u>(57,017,913)</u>
General revenues					
Taxes					
Property taxes levied for general purposes					9,011,746
Property taxes levied for liability insurance					100,435
Property taxes levied for debt service					3,314
Property taxes levied for capital projects					1,151,558
Federal and State aid not restricted to specific purposes					40,649,287
Other					2,920,175
Interest and investment earnings					<u>786,200</u>
Total general revenues					<u>54,622,715</u>
Change in net position					(2,395,198)
Net position - beginning					24,486,134
Prior period adjustment (Note 14)					<u>411,933</u>
Net position - ending					<u><u>\$ 22,502,869</u></u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2024

	General	Debt Service	Capital Projects	Nonmajor Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Assets:					
Cash	2,620,309	-	-	214,409	2,834,718
Investments	7,114,917	365,006	-	983,677	8,463,600
Due from other funds	-	770,520	2,948,272	1,049,830	4,768,622
Taxes receivable	211,499	3,415	22,963	-	237,877
Unbilled taxes receivable	7,251,818	-	1,146,520	-	8,398,338
Other receivables:					
Due from other governments	4,939,564	1,642	384,919	827,156	6,153,281
Other	-	-	-	66,861	66,861
Inventory	-	-	-	49,142	49,142
Total assets	22,138,107	1,140,583	4,502,674	3,191,075	30,972,439
Deferred outflows of resources	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 22,138,107	\$ 1,140,583	\$ 4,502,674	\$ 3,191,075	\$ 30,972,439
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Due to other funds	4,298,118	-	-	470,504	4,768,622
Accounts payable	158,343	-	373,802	175,346	707,491
Accrued payroll and benefits	5,571,191	-	-	325,839	5,897,030
Total liabilities	10,027,652	-	373,802	971,689	11,373,143
Deferred inflows of resources:					
Deferred revenue	147,426	2,382	16,004	-	165,812
Other deferred revenue	-	-	-	8,102	8,102
Unavailable property tax revenue	7,251,818	-	1,146,520	-	8,398,338
Total deferred inflows of resources	7,399,244	2,382	1,162,524	8,102	8,572,252
Fund balances:					
Nonspendable	-	-	-	49,142	49,142
Assigned	752,307	-	-	-	752,307
Restricted	-	1,138,201	2,966,348	2,162,142	6,266,691
Unassigned	3,958,904	-	-	-	3,958,904
Total fund balances	4,711,211	1,138,201	2,966,348	2,211,284	11,027,044
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 22,138,107	\$ 1,140,583	\$ 4,502,674	\$ 3,191,075	\$ 30,972,439

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF
GOVERNMENTAL ACTIVITIES

June 30, 2024

Total fund balances - governmental funds	11,027,044
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in government funds:	
Cost of capital assets	61,627,356
Accumulated depreciation	(34,284,638)
Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	165,812
Certain pension related items are recorded as deferred outflow or inflow of resources and recognized in futures periods for governmental activities:	
Deferred outflow of resources	14,895,562
Deferred inflow of resources	(169,048)
Certain OPEB related items are recorded as deferred outflow or inflow of resources and recognized in futures periods for governmental activities:	
Deferred outflow of resources	780,248
Deferred inflow of resources	(940,570)
Certain OPEB-sick leave related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:	
Deferred outflow of resources	823,914
Deferred inflow of resources	(503,552)
Total Net OPEB asset for PERSI-sick leave is a long-term asset and is not available to pay current year expenditures, therefore is not reported as an asset in governmental funds.	1,142,916
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the government fund financial statements, an interest expenditure is reported when paid.	(17,044)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. These liabilities consisted of the following:	
General obligation bonds	(1,030,000)
OPEB liability	(2,292,190)
Net pension liability	<u>(28,722,941)</u>
Total net position - governmental activities	<u>\$ 22,502,869</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2024**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Nonmajor Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Local	10,121,005	28,326	1,137,395	3,132,064	14,418,790
State	37,180,724	971,800	-	2,201,366	40,353,890
Federal	143,879	-	-	6,197,617	6,341,496
Total revenues	<u>47,445,608</u>	<u>1,000,126</u>	<u>1,137,395</u>	<u>11,531,047</u>	<u>61,114,176</u>
EXPENDITURES					
Instruction	28,424,162	-	-	6,353,105	34,777,267
Support	18,304,757	-	46,687	1,840,341	20,191,785
Non-instruction	-	-	-	3,212,747	3,212,747
Capital asset program	132,699	-	1,105,685	531,150	1,769,534
Debt service	-	1,465,834	-	-	1,465,834
Total expenditures	<u>46,861,618</u>	<u>1,465,834</u>	<u>1,152,372</u>	<u>11,937,343</u>	<u>61,417,167</u>
Excess (deficiency) of revenue over (under) expenditures	<u>583,990</u>	<u>(465,708)</u>	<u>(14,977)</u>	<u>(406,296)</u>	<u>(302,991)</u>
Other financing sources (uses)					
Transfer in	-	-	166,707	214,941	381,648
Transfer out	(381,648)	-	-	-	(381,648)
Total other financing sources (uses)	<u>(381,648)</u>	<u>-</u>	<u>166,707</u>	<u>214,941</u>	<u>-</u>
Net change in fund balance	202,342	(465,708)	151,730	(191,355)	(302,991)
Fund balance -beginning of year	<u>4,508,869</u>	<u>1,603,909</u>	<u>2,814,618</u>	<u>2,402,639</u>	<u>11,330,035</u>
Fund balance-end of year	<u>\$ 4,711,211</u>	<u>\$ 1,138,201</u>	<u>\$ 2,966,348</u>	<u>\$ 2,211,284</u>	<u>\$ 11,027,044</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024**

Net change in fund balances - total governmental funds		(302,991)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized and allocated over their estimated useful lives as annual depreciation expense in the statement of activities:</p>		
Capital outlays	2,515,169	
Depreciation expense	<u>(1,793,753)</u>	721,416
<p>Some property taxes will not be collected for several months after the District's fiscal year end and they are not considered as "available" revenues in the governmental funds. Instead they are counted as deferred tax revenues. They are however, recorded as revenues in the statement of activities.</p>		
		106,297
<p>Net pension (asset) liability adjustments:</p>		
Fiscal year 2023 employer PERSI contributions recognized as pension expense in the current year.	(3,661,379)	
Fiscal year 2024 employer PERSI contributions deferred to subsequent year	3,895,137	
Pension related amortization revenue (expense)	<u>(4,224,153)</u>	(3,990,395)
OPEB liability and related item adjustments		(152,671)
<p>Net OPEB asset - sick leave adjustment:</p>		
Fiscal year 2023 employer PERSI Sick Leave contributions recognized as OPEB expense in the current year	-	
Fiscal year 2024 employer PERSI Sick Leave contributions deferred to subsequent year	-	
OPEB related amortization revenue (expense)	<u>(212,988)</u>	(212,988)
<p>Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the governmental fund financial statements, an interest expenditure is reported when due.</p>		
		21,134
<p>Repayment of the principal on general bonded indebtedness is an expenditure in the governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities:</p>		
General obligation bonds		<u>1,415,000</u>
Net change in net position - governmental activities		<u>\$ (2,395,198)</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2024

NOTE 1 Summary of Significant Account Policies

The financial statements of Lakeland Joint School District No. 272 have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below:

Reporting Entity

Lakeland Joint School District No. 272 is the basic level of government, which has financial accountability, and control over all activities related to the public-school education within the District. The Board receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB pronouncements, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and have primary financial accountability for fiscal matters.

Basis of Presentation, Fund Accounting - Government-wide Statements: The statement of net position and the statement of activities display information about the financial activities of the overall District. Only governmental-type activities are shown, since there are no "business-type activities" within the District. The District eliminates internal activity on the statement of net position.

The statement of activities presents a comparison between direct expenses and program revenues for each different function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses – expenses of the District related to the administration and support of the District's programs, such as personnel and accounting – are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state foundation aid, are presented as general revenues.

NOTE 1 Summary of Significant Account Policies (Continued)

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, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District reports the following major governmental funds:

- General Fund. This is the District's primary operating fund. It accounts for all financial resources, except those required to be accounted for in another fund.
- Debt Service Fund. This fund is used to account for the financial resources that are legally restricted for the retirement of District general obligation bonds.
- Capital Projects Fund. This fund is used to account for financial resources that are legally restricted for the acquisition, construction, or major repair of school property, the purchase of buses, specific board designated projects, and land acquisitions.

Basis of Accounting - The government-wide and fiduciary fund 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 at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. State support for grant revenues are susceptible to accrual.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities, acquisitions under right-to-use lease/SBITA assets are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by cost-reimbursement grants and general revenues. When program expenses are incurred, the related revenue of cost-reimbursement grants is recognized.

Restricted Resources - The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

NOTE 1 Summary of Significant Account Policies (Continued)

Budgets - Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual budgets are adopted for general, special revenue, debt service, and capital projects funds.

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

1. At least 14 days prior to the public hearing the District publishes a proposed budget for public review.
2. A public hearing is set to obtain taxpayers comments.
3. The final budget is adopted by resolution of the Board at the regular June meeting of the Board of Trustees.
4. Prior to July 15, the final budget is filed with the State Department of Education.

The budget is a plan of spending under which expenditures may not exceed the budget at the fund level.

Cash and Investments - The District's cash includes amounts in demand deposits and savings accounts in local depositories. Investments are deposited in the Idaho State Treasurer's Local Government Investment Pool, which allow school districts within the state of Idaho to pool their funds for investments purposes.

Interest income is defined as non-operating revenue.

Deposits in State Treasurer's local government investment pool are stated at cost, which approximates market. All funds are invested in accordance with Section 67-1210 and 67-1210A of the Idaho Code. The primary objectives of the investment pool, in order of priority, are safety, liquidity, and yield.

Short-Term Interfund Loans Receivables/Payables - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables." Interfund balances have been eliminated, when applicable, on the statement of net position.

Inventory - The District does not follow the practice of capitalizing expendable supplies at year-end in the general fund. All supplies are recorded as expenditures in the period in which they were purchased. However, in the child nutrition fund, the District records inventory of food commodities at cost at year-end.

NOTE 1 Summary of Significant Account Policies (Continued)

General Capital Assets - Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

The Board has set a capitalization threshold of \$5,000. All purchases and improvements to facilities, which are not considered repairs, are capitalized and depreciated using the straight-line method in the government-wide statements and proprietary funds. Lives for buildings and improvements range from 15 to 40 years. Lives for equipment range from 3 to 10 years. Vehicles and school buses have estimated lives of 10 to 20 years.

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

Accumulated Unpaid Vacation and Sick Pay - Under the terms of the "Lakeland Joint School District Personnel Manual" District employees are granted vacation and sick leave in varying amounts. In the event an employee leaves the District's services, unused vacation credits are compensated at the employee's current rate of pay, ranging from 0 - 15 days. Vacation does not roll over from year to year. Employees are not paid for unused sick leave upon termination of employment with the District.

Long Term Obligations - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. In the fund financial statements, governmental fund types recognized 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.

Leases - The District leases various personal property. The District evaluates the term of the lease at inception. Leases that met the definition of a right-of-use (ROU) lease are included as ROU lease assets and ROU lease liabilities on the government-wide financial statements.

ROU assets represent the District's right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the District's incremental borrowing rate, based on the information available at commencement date, is used to determine the present value of lease payments. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the option(s) will be exercised. Lease expense for lease payments is recognized on a straight-line basis over the lease term. Leases with a maximum term of 12 months or less are excluded from the ROU asset and liability amounts.

NOTE 1 Summary of Significant Account Policies (Continued)

Subscription-based Information Technology Arrangements (SBITA) - The District has various information technology (IT) contracts. The District evaluates the term of the IT contract at inception. SBITAs that met the definition of a right-of-use (ROU) agreement are included as SBITA ROU assets and SBITA ROU liabilities on the government-wide financial statements.

ROU assets represent the District's right to use an underlying IT asset for the IT contract term and ROU liabilities represent the obligation to make lease payments arising from the contract. SBITA ROU assets and liabilities are recognized at commencement date based on the present value of contact payments over the IT contract term. As most of the contracts do not provide an implicit rate, the District's incremental borrowing rate, based on the information available at commencement date, is used to determine the present value of contract payments. The IT contract terms may include options to extend or terminate the contract when it is reasonably certain that the option(s) will be exercised. SBITA expense for contract payments is recognized on a straight-line basis over the contract term. IT contracts with a maximum term of 12 months or less are excluded from the SBITA ROU asset and liability amounts.

Deferred Compensation - The Sick Leave Bank represents a type of long-term payroll protection insurance for absences beyond the employee's accumulated sick leave. Participation is optional for all employees eligible for the Idaho Public Employees Retirement System, with all new participants contributing one sick leave day. The Bank is administered by an in-District five-member committee as provided in the Teacher Negotiated Agreement.

Encumbrances - The District does not utilize an encumbrance system.

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

Fund Balance - The *nonspendable* fund balance category includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers (grants), or through enabling legislation. The *committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Amounts in the *assigned* fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, *assigned* fund balance represents the remaining amount that is not restricted or committed. *Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amount not contained in the other classifications. The District's fund balance policy is to maintain an unassigned fund balance of not less than 8.3% and not more than 16.6% of the general fund expenditures budget for the fiscal year.

NOTE 1 Summary of Significant Account Policies (Continued)

Restricted balances are as follows:

- **Capital Projects** – The capital projects accounts for the acquisition, construction, or major repair of school property, the purchase of buses, specific board designated projects, and land acquisitions.
- **Specific Programs** – Special revenue funds restricted for amounts that can only be spent for specific purposes.
- **Debt Service** – These restricted funds are used to make the principal and interest payments for outstanding general obligation bonds.

Assigned balances, as approved by the Board of Trustees, are as follows:

- **FY2025** – The Board of Trustees has assigned \$752,307 of the FY2024 fund balance to fiscal year 2025 expenditures.

Nonspendable balances are as follows:

- **Inventory** – transportation parts, food, and custodial supplies

Deferred Revenue - Deferred revenue in the general, debt service and capital projects fund represent property taxes recorded but not estimated to be collected within sixty days of the end of the accounting period.

Other Deferred Revenue - Deferred revenue in the before and after school enrichment fund represents revenue received but not yet earned.

Unavailable Property Tax Revenue - Unavailable property tax revenue in the general fund and capital projects fund represent the property taxes levied for 2024 that is measurable but unavailable to the District, and therefore recorded as a deferred inflow of resources in both the governmental funds and the government-wide financial statements.

Pensions - For purposes of measuring the Net Pension (Asset) Liability, deferred outflows of resources and deferred inflow of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB) - For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District and additions to/deductions from District's fiduciary net position have been determined on the same basis as they are reported by District. For this purpose, the District recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are

NOTE 1 Summary of Significant Account Policies (Continued)

reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. Each governmental fund of the District is used to liquidate the total OPEB liability during the year based on a proportion of salaries in each fund compared to total salaries of the District.

For purposes of measuring the net OPEB asset sick leave, deferred outflows of resources and deferred inflows of resources related to OPEB sick leave, and OPEB sick leave expense (expense offset), information about the fiduciary net position of the Public Employee Retirement System of Idaho (PERSI or System) Sick Leave Insurance Reserve Fund and additions to/deductions from Sick Leave Insurance Reserve Fund's fiduciary net position have been determined on the same basis as they are reported by the Sick Leave Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Subsequent Events - Management has evaluated subsequent events through the date of the audit report. This is the date the financial statements were available to be issued. Management has concluded that no material subsequent events have occurred.

NOTE 2 Recently Adopted Accounting Guidance

For the year ended June 30, 2024, there was one new GASB statement that became effective. The adoption of the statement has the following effect for the District:

GASB Statement No. 100, Accounting Changes and Error Corrections - This statement delineates required note disclosures when there is a reported accounting change or correction of an error. This statement did not have an effect on the financial reporting of the District.

NOTE 3 Property Tax

The District's property tax is recognized as an asset at the time the District has an enforceable legal claim to the resources (January 1st of each year) and the revenue is recognized in the period for which the taxes are levied. For FY2024, the District has recognized the 2023 levy as revenue and the tax year 2024 levy as an asset.

Tax Year 2023 Levy (FY2024 Revenue)

The market value upon which the 2023 levy was based was \$9,094,243,634. The property tax was levied in October 2023 and was due in two equal installments on December 20th and June 20th.

NOTE 3 Property Tax (Continued)

The total tax levy (per \$100 of value) for the year was as follows:

	Percentage	Amount
Supplemental	9.56851	\$8,699,338
Tort	0.11259	\$102,362
Bond	1.26071	\$1,146,192
Total	<u>10.94181</u>	<u>\$9,947,892</u>

Tax Year 2024 Levy (FY2024 Asset)

The property tax levy for 2024 has been recorded as an asset in the general fund in the amount of \$7,251,818 and in the capital projects fund in the amount of \$1,146,520. This levy is for the FY2025 operations and has been presented as unbilled taxes receivable.

Deferred Revenue

To the extent property taxes are not collected within 60 days of the end of the accounting period, a deferred revenue amount has been recorded.

	General Fund	Debt Service Fund	Capital Projects Fund	Total
Total taxes receivable at June 30, 2024	211,499	3,415	22,963	237,877
Less: Taxes to be collected by the County Treasurer by August 31, 2024	<u>(64,073)</u>	<u>(1,033)</u>	<u>(6,959)</u>	<u>(72,065)</u>
Deferred revenue	<u>\$ 147,426</u>	<u>\$ 2,382</u>	<u>\$ 16,004</u>	<u>\$ 165,812</u>

NOTE 4 Cash and Investments

Deposits

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Cash		
Checking and Savings Accounts	<u>\$ 2,834,718</u>	<u>\$ 4,380,070</u>

Deposits were with Wells Fargo of which \$250,000 of interest-bearing accounts and non-interest-bearing accounts were covered by Federal Deposit Insurance. The remaining balance of \$4,116,123 is in excess of the FDIC insured limit and is uncollateralized and unsecured.

NOTE 4 Cash and Investments (Continued)

Investments

Detail of investments at June 30, 2024 are as follows:

	<u>Rate</u>	<u>General Fund</u>	<u>Facilities</u>	<u>Debt Service</u>	<u>Student Activity</u>	<u>Total</u>
State Treasurer's Pool	Variable	7,114,917	285,520	365,006	698,157	8,463,600
Total		<u>\$ 7,114,917</u>	<u>\$ 285,520</u>	<u>\$ 365,006</u>	<u>\$ 698,157</u>	<u>\$ 8,463,600</u>

The District's investments, except for amounts held in the State Treasurer's Pool, are classified as uncollateralized.

Investment Maturities:

<u>External Investment Pool</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Less than 1</u>	
			<u>Year</u>	<u>1-8 Years</u>
State InvestmentPool	<u>\$ 8,463,600</u>	<u>\$ 8,463,600</u>	<u>\$ 8,463,600</u>	<u>\$ -</u>

The State Treasurer's Local Government Investment Pool is managed by the State of Idaho Treasurer's office. All funds are invested in accordance with Section 67-1210 and 67-1210A of Idaho Code. Authorized investments include bonds, treasury bills, interest-bearing notes, and other obligations of the U.S. Government, general obligation or revenue bonds of the State of Idaho or other local governments within the state of Idaho, bonds, debentures, or other similar obligations issued by the farm credit system or by public corporations of the state of Idaho, repurchase agreements covered by any legal investment for the state of Idaho, tax anticipation bonds or notes and income and revenue anticipation bonds or notes of taxing districts of the state of Idaho, revenue bonds of institutions of higher education of the state of Idaho, and time deposits and savings accounts in amounts not to exceed applicable insurance limits. The primary objectives of the investment pool, in order of priority, are safety, liquidity, and yield.

Participants have overnight availability to their funds, up to \$10 million. Withdrawals of \$10 million or more require three business days' notification.

The State Treasurer's investment policies and the Local Government Investment Pool financial statements can be obtained by writing P.O. Box 83720, Boise, ID 83720-0091.

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. Custodial credit risk for investments is the risk that in the event of the failure of the counter party (e.g., broker-dealer) to a transaction, the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The District does not have a policy restricting the amount of deposits and investments subject to custodial credit risk.

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization such as Moody's or Standard & Poor's. The investments of the

NOTE 4 Cash and Investments (Continued)

District at year-end are not required to be rated. The District does not have a policy regarding credit risk.

Interest rate risk is the risk that changes in market interest rates will adversely impact the fair value of an investment. Investments that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rate. At year-end, the District is not subject to interest rate risk as all investments are held in the State Treasurer's Local Government Investment Pool, which has a maturity of 106 days. The District does not have a policy regarding interest rate risk.

Concentration of credit risk is the risk that concentration of investments with one issuer represents heightened risk of potential loss. No specific percentage identifies when concentration risk is present. The Governmental Accounting Standards Board has adopted a principal that governments should provide note disclosure when five percent of the total investments of the entity are concentrated in any one issuer. Investments in obligations specifically guaranteed by the U.S. government, mutual funds, and other pooled investments are exempt from disclosure. The District does not have a policy limiting the amount it may invest in any one issuer.

NOTE 5 Capital Assets

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

	Beginning Balance	Prior Period Adjustment	Additions	Deletions	Transfers	Ending Balance
Capital assets not being depreciated						
Land	1,333,484	-	-	-	-	1,333,484
Construction in progress	519,194	411,933	1,203,995	-	(1,234,198)	900,924
Total capital assets not being depreciated	1,852,678	411,933	1,203,995	-	(1,234,198)	2,234,408
Capital assets being depreciated						
Buildings	50,202,176	-	871,362	-	1,234,198	52,307,736
Equipment	3,122,621	-	439,812	-	-	3,562,433
Transportation	3,522,779	-	-	-	-	3,522,779
Total depreciated assets	56,847,576	-	1,311,174	-	1,234,198	59,392,948
Less: Accumulated Depreciation						
Buildings	(28,154,625)	-	(1,325,441)	-	-	(29,480,066)
Equipment	(2,170,180)	-	(248,956)	-	-	(2,419,136)
Transportation	(2,166,080)	-	(219,356)	-	-	(2,385,436)
Total accumulated depreciation	(32,490,885)	-	(1,793,753)	-	-	(34,284,638)
Total capital assets, net	\$ 26,209,369	\$ 411,933	\$ 721,416	\$ -	\$ -	\$ 27,342,718

NOTE 6 Long Term Debt

The following is a summary of bond transactions of the District for the year ended June 30, 2024:

Bonds payable @ July 1, 2023	2,445,000
Debt retired	<u>(1,415,000)</u>
Bonds payable @ June 30, 2024	<u>\$ 1,030,000</u>

Bonds payable at June 30, 2024, are comprised of the following individual issues:

General Obligation Bonds:

2013 Refunding Series

Original issue of \$8,490,000 due August 15, 2025. Interest varies between 2.0% and 4.0%

	<u>1,030,000</u>
Total	<u>\$ 1,030,000</u>

The annual requirements to amortize all debt outstanding as of June 30, 2024 including interest payments are as follows:

Date of Redemption	Interest Rate	2013 Refunding Series		Total Requirement
		Bond Principal	Interest Requirement	
8/15/2024	3.00	975,000	15,450	990,450
2/15/2025	3.00	-	825	825
8/15/2025	3.00	55,000	825	55,825
Total		<u>\$ 1,030,000</u>	<u>\$ 17,100</u>	<u>\$ 1,047,100</u>

Changes in long-term bond obligations: During the year ended June 30, 2024, the following changes occurred in liabilities:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year	Noncurrent Portion
2012 Refunding series	490,000	-	(490,000)	-	-	-
2013 Refunding series	1,955,000	-	(925,000)	1,030,000	975,000	55,000
Totals	<u>\$ 2,445,000</u>	<u>\$ -</u>	<u>\$(1,415,000)</u>	<u>\$ 1,030,000</u>	<u>\$ 975,000</u>	<u>\$ 55,000</u>

The District's Legal Debt Margin is calculated at 5% of the fair market value of property located within the District. At June 30, 2024 the Legal Debt Margin was:

Market Value at January 1, 2023	9,094,243,634
Percentage allowed	<u>5%</u>
Debt Limitation	454,712,182
Less Bonded debt at June 30, 2024	<u>(1,030,000)</u>
Legal Debt Margin	<u>\$ 453,682,182</u>

NOTE 6 Long Term Debt (Continued)

As of June 30, 2024, \$1,138,201 was available in the debt service fund to service the general obligation bonds.

NOTE 7 Pension Plan

In accordance with GASB 68, *Accounting and Financial Reporting for Pensions*, which became effective for the year ended June 30, 2015, the financial reporting and note disclosures are based off the most recent audited financial statements of PERSI, which was completed for the period ended June 30, 2023. All amounts are as of June 30, 2023 unless otherwise noted.

Plan Description

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

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

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months. Amounts in parenthesis represent police/firefighters.

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

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board

NOTE 7 Pension Plan (Continued)

may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2024 it was 6.71% for general employees and 7.62% for school members. The employer contribution rate is set by the Retirement Board and was 11.18% of covered compensation for general employees and 12.69% for school members. The District's employer contributions required and paid were \$3,895,137 for the year ended June 30, 2024.

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

At June 30, 2024, the District reported a liability of \$28,722,941 for its proportionate share of the Net Pension (Asset) Liability as of June 30, 2023. The Net Pension (Asset) Liability was measured as of June 30, 2023, and the total pension (asset) liability used to calculate the Net Pension (Asset) Liability was determined by an actuarial valuation as of that date. The District's proportion of the Net Pension (Asset) Liability was based on the District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2023, the District's proportion was 0.71975225%.

The District's pension expense (revenue) is calculated and made available as part of PERSI's annual audit. PERSI's audit for the year ended June 30, 2024 has not been completed at the time of issuance. The pension expense (revenue) for the year ended June 30, 2023 was calculated at \$7,699,572.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	4,923,330	-
Changes in assumptions or other inputs	2,844,176	-
Net difference between projected and actual earning on pension plan investments	2,696,071	-
Change in proportionate share	536,848	169,048
Employer contributions subsequent to the measurement date	<u>3,895,137</u>	<u>-</u>
Total	<u>\$14,895,562</u>	<u>\$ 169,048</u>

\$3,895,137 is reported as deferred outflow of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension (Asset) Liability in the year ended June 30, 2025.

NOTE 7 Pension Plan (Continued)

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

For the Year Ending June 30:	Amount to be Recognized
2025	3,721,075
2026	1,748,635
2027	5,439,739
2028	(445,872)
2029	367,800

Actuarial Assumptions

The following are the actuarial assumptions and the entry age normal cost method, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return-net of investment fees	6.35%
Cost of living (COLA) adjustments	1.00%

Several different sets of mortality rates are used in the valuation for contributing members, members retired for service and beneficiaries. These rates were adopted for the valuation dated July 1, 2021.

Contributing Members, Service Retirement Members, and Beneficiaries

General Employees and All Beneficiaries - Males	Pub-2010 General Tables, increased 11%.
General Employees and All Beneficiaries - Females	Pub-2010 General Tables, increased 21%.
Teachers - Males	Pub-2010 Teacher Tables, increased 12%.
Teachers - Females	Pub-2010 Teacher Tables, increased 21%.
Fire & Police - Males	Pub-2010 Safety Tables, increased 21%.
Fire & Police - Females	Pub-2010 Safety Tables, increased 26%.
Disabled Members - Males	Pub-2010 Disabled Tables, increased 38%.
Disabled Members - Females	Pub-2010 Disabled Tables, increased 36%.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. The

NOTE 7 Pension Plan (Continued)

assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of PERSI's assets. The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	-0.25%
TIPS	10%	-0.30%
Real Estate	8%	3.75%
Private Equity	8%	6.00%

Discount Rate

The discount rate used to measure the total pension (asset) liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension (asset) liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the Employer's proportionate share of the Net Pension (Asset) Liability to changes in the discount rate.

The following presents the net pension (asset) liability of PERSI employer's calculated using the discount rate of 6.35% as well as what the employer's liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (<u>5.35%</u>)	Current Discount Rate (<u>6.35%</u>)	1% Increase (<u>7.35%</u>)
Employer's proportionate share of the Net Pension (Asset) Liability (asset)	\$51,659,392	\$28,722,941	\$9,976,694

Pension plan fiduciary net position

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

NOTE 7 Pension Plan (Continued)

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

Payables to the pension plan

At June 30, 2024, the District reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

NOTE 8 Other Post-Employment Benefit Plan – Sick Leave Plan

In accordance with GASB 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*, which became effective for the year ended June 30, 2018, the financial reporting and note disclosures are based off the most recent audited financial statements of PERSI, which was completed for the period ended June 30, 2023. All amounts are as of June 30, 2023 unless otherwise noted.

Plan Description

The District contributes to the Sick Leave Insurance Reserve Fund (Sick Leave Plan) which is a cost-sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI that covers substantially all employees of the State of Idaho, its agencies, and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan.

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

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

OPEB Benefits

Group retiree health, dental, accident, and life insurance premiums may qualify as a benefit. Retirees who have a sick leave account can use their balance as a credit towards these premiums paid directly to the applicable insurance company.

Employer Contributions

The contribution rate for employees is set by statute at .065% of covered compensation for state members. Covered school members contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate of 1.16% for school

NOTE 8 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

members with nine or ten sick days, 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave, then the contribution rate will be set by the PERSI Retirement Board based on current cost and actuarial data and reviewed annually. Beginning January 1, 2020 PERSI approved an 18-month rate holiday. During the rate holiday, all sick leave contribution rates are 0%. The holiday was extended to June 30, 2026, therefore the District’s contributions required and paid were \$0 for the year ended June 30, 2024.

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

At June 30, 2024, the District reported an asset of \$1,142,916 for its proportionate share of the net OPEB asset as of June 30, 2023. The net OPEB asset was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The District’s proportion of the net OPEB asset was based on the District’s share of contributions relative to the total contributions of all participating Sick Leave employers. At June 30, 2023, the District’s proportion was 1.5749938%.

The District’s OPEB expense (expense offset) is calculated and made available as part of PERSI’s annual audit. PERSI’s audit for the year ended June 30, 2024 has not been completed at the time of issuance. The OPEB expense (expense offset) for the year ended June 30, 2023 was calculated at \$215,947.

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	230,428	14,673
Changes in assumptions or other inputs	273,207	454,512
Net difference between projected and actual earning on pension plan investments	289,975	-
Change in proportionate share	<u>30,304</u>	<u>34,367</u>
Total	<u>\$823,914</u>	<u>\$ 503,552</u>

NOTE 8 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

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

<u>For the Year Ending June 30:</u>	<u>Amount to be Recognized</u>
2025	88,214
2026	43,299
2027	200,857
2028	(35,993)
2029	23,985
Thereafter	

Actuarial Assumptions

The following are the actuarial assumptions and the entry age normal cost method, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return-net of investment fees	5.45%
Health care trend rate	N/A*

*Health care trend rate is not applicable as the benefit is based on the unused sick leave hours at retirement and is calculated as a fixed dollar amount that can be applied to premiums

The long-term expected rate of return on OPEB Fund investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the approach used builds upon the latest capital market assumptions. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is more conservative than the current allocation of the System's assets. The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

Capital Market Assumptions

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected Real Rate of Return (Arithmetic)</u>
Broad U.S. Equity	39.3%	4.90%
Developed Ex U.S. Equity	10.7%	4.78%
Fixed Income	50.0%	0.50%

NOTE 8 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

Discount Rate

The discount rate used to measure the total OEPB liability (asset) was 5.45%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the Fund's 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 Fund investments was applied to all periods of projected benefit payments to determine the total OPEB liability (asset). The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

Sensitivity of the net OPEB liability (asset) to changes in the discount rate

The following presents the District's proportionate share of net OPEB liability (asset) calculated using the discount rate of 5.45 percent, as well as what the District's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (4.45 percent) or 1-percentage-point higher (6.45 percent) than the current rate:

	1% Decrease (4.45%)	Current Discount Rate (5.45%)	1% Increase (6.45%)
Employer's proportionate share of the net OPEB liability (asset)	\$(769,249)	\$(1,142,916)	\$(1,484,672)

OPEB plan fiduciary net position

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

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

Payable to the OPEB plan

At June 30, 2024, the District reported payables to the defined benefit OPEB plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

NOTE 9 Contingent Liabilities

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

NOTE 10 Excess of Actual Expenditures over Budget in Individual Funds

The following funds had an excess of actual expenditures over budget for the year ended June 30, 2024:

Fund	Excess
General	1,406,894
Facilities	604,688
Before and After School Enrichment	67,627
State Professional Technical	299,968
Technology Grant	188,309
State Substance Abuse	2,672
Miscellaneous Grant	1,539
ESSER III (ARPA) American Rescue Plan Act	1,165,700
Title I-A - ESSA Improving Basic Programs	156,172
IDEA Part B (619 Pre-School Age 3-5)	19
School Based Medicaid	377,019

To meet the student's education needs, the Board of Trustees approved the additional expenditures when additional funding became available. Idaho Code Section 33-701 allows the District to make budget adjustments to reflect the availability of funds and the requirements of the school district.

NOTE 11 Interfund Receivables, Payables and Transfers

Generally accepted accounting principles require disclosure of certain information concerning individual funds including:

Interfund Transfers - Transfers to support the operations of other funds are recorded as “Transfers” and are classified as “Other financing sources or uses.” Idaho Code and State Department of Education Regulations mandate transfers into the Capital Projects Fund to cover the depreciation reimbursement. Total transfers are as follows:

	Out	In
General	381,648	-
Child Nutrition	-	1,116
School Based Medicaid	-	213,825
Capital Projects	-	166,707
Total	<u>\$ 381,648</u>	<u>\$ 381,648</u>

NOTE 11 Interfund Receivables, Payables and Transfers (Continued)

The composition of Interfund receivables and payables as of June 30, 2024 was as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	-	4,298,118
Special Revenue Funds:		
Federal Forest Reserve	55,147	-
Facilities	154,659	-
Before and After School Enrichment	125,818	-
Literacy Intervention	77,723	-
State Professional Technical	17,047	-
Gifted and Talented	5,558	-
Technology Grant	-	67,249
State Substance Abuse	-	-
Miscellaneous Grant	23,529	-
ESSER III (ARPA) American Rescue Plan Act	-	904
Title I-A ESSA – Improving Basic Programs	-	100,357
IDEA Part B (611 School Age 3-21)	-	119,988
IDEA Part B (619 Pre-School Age 3-5)	-	2,917
School Based Medicaid	-	116,953
Title IV-A, ESSA - Student Support and Academic Enrichment	3,074	-
Perkins IV Professional Technical Act	-	62,136
Title II-A, ESEA – Supporting Effective Instruction	16,632	-
Child Nutrition	570,643	-
Debt Service Fund	770,520	-
Capital Projects Fund	2,948,272	-
Total	<u>\$ 4,768,622</u>	<u>\$ 4,768,622</u>

NOTE 12 Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

NOTE 13 Other Post-Employment Benefits

Summary of Significant Accounting Policies

For purposes of measuring the Other Post-Employment Benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Lakeland Joint School District Employee Group Benefit Plan have been determined based the requirements of GASB 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. The Plan has been calculated using the entry age normal funding method.

NOTE 13 Other Post-Employment Benefits (Continued)

General Information about the OPEB Plan

The Lakeland Joint School District Employee Group Benefit Plan is a single employer defined benefit OPEB plan that provides benefits to current and future retirees.

Retirement and Dependent Medical Benefit Eligibility

Upon separation from public school employment by retirement in accordance with Chapter 13, Title 59, Idaho Code, a retiree may continue to pay premiums for the retiree and the retiree's dependents at the rate for the active employee's group health, long-term care, vision, prescription drug and dental insurance programs as maintained by the employer for the active employees until the retiree and/or the retiree's spouse becomes eligible for Medicare at which time the district shall make available a supplemental program to Medicare for the eligible individual (Medicare Retirees).

Eligibility for Retirement

Normal retirement eligibility is age 65 with five years of service, including six months of membership service. Early retirement eligibility is age 55 with five years of service, including six months of membership coverage.

Medicare Retirees

Medicare retirees are defined as retirees who are 65 years of age or older, are not included in the District's plan, and Medicare will be considered their primary plan. Medicare Retirees and eligible dependents who enroll in Medicare (both Part A and Part B) are eligible to participate in the Statewide School Retiree Program that supplements Medicare.

Funding

The District's OPEB plan is funded under a pay-as-you-go funding method. Under this method, the District has not set aside any assets (nor accumulated any assets in a trust) that meet the definition of plan assets under GASB 74 or 75 to offset the OPEB liability.

OPEB Benefits

The health care benefits are contracted by the District through group medical and dental plans. The medical and dental plans include an annual deductible, coinsurance payment requirements, and an annual out-of-pocket maximum for the member/family. The prescription drug benefit is provided through a tiered system comprising of the type of prescription (generic, preferred brand, and non-preferred brand) and the method of purchase.

NOTE 13 Other Post-Employment Benefits (Continued)

Census Data

As of June 30, 2024, the valuation date, the District had 562 active (future retirees) participants and 196 inactive (current retirees) participants.

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

At June 30, 2024, the Employer reported a liability of \$2,292,190 of the OPEB liability. The OPEB liability was measured as of June 30, 2024, and the total OPEB liability was determined by an actuarial valuation as of June 30, 2024.

For the year ended June 30, 2024, the Employer recognized OPEB expense of \$221,385. At June 30, 2024, the Employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	711,397	566,503
Changes in assumptions or other inputs	<u>68,851</u>	<u>374,067</u>
Total	<u>\$780,248</u>	<u>\$940,570</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEBs will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	(6,833)
2026	(6,833)
2027	(6,833)
2028	(6,833)
2029	(6,833)
Thereafter	(126,157)

NOTE 13 Other Post-Employment Benefits (Continued)

Actuarial assumptions

Valuation Date June 30, 2024

Measurement Date June 30, 2024

Interest/Discount Rate 4.34%

Projected Payroll Increases 3.75%

Health Care Cost Trend Rate Medical: between 4.0% and 7.5%
Prescription Drugs: between 1.2% and 9.2%
Dental: between 2.0% and 4.4%
Vision: between 2.0% and 2.3%

Retiree Contributions Retiree contributions are assumed to increase to match the health care cost trends.

Participation

For future retirees, participation rates were assumed to be 40.0% for medical, 36.7% for vision coverage, and 45.6% for dental coverage. Actual spouse information is used for current retirees. Future retired members who elect to participate in the plan are assumed to be married at a rate of 60.0%. 70.0% of the future retirees who elect medical coverage and married are assumed to elect spousal coverage as well. Males are assumed to be three years older than females.

Mortality

For PERSI teachers, mortality follows the Pub-2010 Teacher table adjusted 112% for males or adjusted 121% for females, projected generationally using mortality improvement rates reported by Social Security Administration from 1957 to 2017. For disabled PERSI members, mortality follows the Pub-2010 Disabled table adjusted 138% for males or adjusted 136% for females, projected generationally using mortality improvement rates reported by Social Security Administration from 1957 to 2017.

Interest/Discount rate

The interest/discount rate is based on the average of multiple June 30, 2024 municipal bond rate sources.

Sensitivity Disclosures

The following presents the OPEB liability of the Plan as of June 30, 2024, calculated using the discount rate of 4.34%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.34%) or 1-percentage-point higher (5.34%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB liability	\$2,443,080	\$2,292,190	\$2,151,845

NOTE 13 Other Post-Employment Benefits (Continued)

The following presents the net OPEB liability of the Plan as of June 30, 2024, calculated using the assumed health care cost trend rate, as well as what the net OPEB liability would be if it were calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Health Care Cost Trend Rate</u>	<u>1% Increase</u>
Net OPEB liability	\$2,100,683	\$2,292,190	\$2,513,066

Summary of the Change in OPEB Liability

<i>Total OPEB Liability – Beginning of Year</i>	\$ 1,529,572
Service Cost	160,141
Interest	68,049
Plan Design Changes	-
Difference Between Expected and Actual Experience	778,700
Changes of Assumptions or Other Inputs	(175,558)
Benefit Payments (Estimated)	<u>(68,714)</u>
<i>Total OPEB Liability – End of Year</i>	<u>\$2,292,190</u>

NOTE 14 Prior Period Adjustment

During fiscal year 2024, the District determined that construction in progress amounts were not reported. Therefore non-depreciated capital assets were understated \$411,933 for the fiscal year ended June 30, 2023. The effect of correcting that error is shown in the table below.

During fiscal year 2024, error correction resulted in adjustments to and restatements of beginning net position, as follows:

	June 30, 2023	Error	June 30, 2023
	As Previously	Correction	As Restated
	<u>Reported</u>	<u>Correction</u>	<u>As Restated</u>
Governmental activities	<u>\$24,486,134</u>	<u>\$ 411,933</u>	<u>\$24,898,067</u>

REQUIRED SUPPLEMENTARY INFORMATION

Draft

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variances Favorable (Unfavorable)	
				Original to Actual	Final to Actual
REVENUES					
Local:					
Taxes	9,702,500	9,702,500	9,018,938	(683,562)	(683,562)
Earnings on investments	335,000	335,000	754,648	419,648	419,648
Other	185,000	185,000	347,419	162,419	162,419
Total local	<u>10,222,500</u>	<u>10,222,500</u>	<u>10,121,005</u>	<u>(101,495)</u>	<u>(101,495)</u>
State:					
Base program	28,011,463	28,011,463	29,593,503	1,582,040	1,582,040
Transportation	1,504,346	1,504,346	1,731,056	226,710	226,710
Tuition equivalency	-	-	25,531	25,531	25,531
Benefit apportionment	3,787,512	3,787,512	3,755,061	(32,451)	(32,451)
Other state support	649,591	649,591	1,497,475	847,884	847,884
Lottery/additional state maintenance	389,025	389,025	442,592	53,567	53,567
Revenue in lieu of taxes	75,861	75,861	75,906	45	45
Other state revenue	35,000	35,000	59,600	24,600	24,600
Total state	<u>34,452,798</u>	<u>34,452,798</u>	<u>37,180,724</u>	<u>2,727,926</u>	<u>2,727,926</u>
Federal:					
Unrestricted	-	-	143,879	143,879	143,879
Total revenues	<u>44,675,298</u>	<u>44,675,298</u>	<u>47,445,608</u>	<u>2,770,310</u>	<u>2,770,310</u>
EXPENDITURES					
Instruction:					
Salaries	19,412,469	19,412,469	19,884,733	(472,264)	(472,264)
Benefits	7,072,794	7,072,794	7,263,435	(190,641)	(190,641)
Purchased services	806,720	806,720	914,625	(107,905)	(107,905)
Supplies-materials	662,466	662,466	361,369	301,097	301,097
Total instruction	<u>27,954,449</u>	<u>27,954,449</u>	<u>28,424,162</u>	<u>(469,713)</u>	<u>(469,713)</u>
Support:					
Salaries	10,107,428	10,107,428	10,199,940	(92,512)	(92,512)
Benefits	3,966,131	3,966,131	3,796,496	169,635	169,635
Purchased services	2,322,066	2,322,066	3,118,691	(796,625)	(796,625)
Supplies-materials	893,450	893,450	950,404	(56,954)	(56,954)
Insurance - judgment	211,200	211,200	239,226	(28,026)	(28,026)
Total support	<u>17,500,275</u>	<u>17,500,275</u>	<u>18,304,757</u>	<u>(804,482)</u>	<u>(804,482)</u>
Capital asset program:					
Capital objects	-	-	132,699	(132,699)	(132,699)
Total expenditures	<u>45,454,724</u>	<u>45,454,724</u>	<u>46,861,618</u>	<u>(1,406,894)</u>	<u>(1,406,894)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(779,426)</u>	<u>(779,426)</u>	<u>583,990</u>	<u>1,363,416</u>	<u>1,363,416</u>
Other financing sources (uses)					
Transfer out	<u>(90,000)</u>	<u>(90,000)</u>	<u>(381,648)</u>	<u>(291,648)</u>	<u>(291,648)</u>
Net change in fund balance	<u>\$ (869,426)</u>	<u>\$ (869,426)</u>	<u>202,342</u>	<u>\$ 1,071,768</u>	<u>\$ 1,071,768</u>
Fund balance -beginning of year			<u>4,508,869</u>		
Fund balance-end of year			<u>\$ 4,711,211</u>		

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variances Favorable (Unfavorable)	
				Original to Actual	Final to Actual
REVENUES					
Local:					
Taxes	936,094	936,094	6,208	(929,886)	(929,886)
Earnings on investments	-	-	22,118	22,118	22,118
Total local	<u>936,094</u>	<u>936,094</u>	<u>28,326</u>	<u>(907,768)</u>	<u>(907,768)</u>
State:					
Other state support	<u>35,706</u>	<u>35,706</u>	<u>971,800</u>	<u>936,094</u>	<u>936,094</u>
Total revenues	<u>971,800</u>	<u>971,800</u>	<u>1,000,126</u>	<u>28,326</u>	<u>28,326</u>
EXPENDITURES					
Debt service:					
Purchased services	-	-	750	(750)	(750)
Principal	1,415,000	1,415,000	1,415,000	-	-
Interest	<u>52,125</u>	<u>52,125</u>	<u>50,084</u>	<u>2,041</u>	<u>2,041</u>
Total expenditures	<u>1,467,125</u>	<u>1,467,125</u>	<u>1,465,834</u>	<u>1,291</u>	<u>1,291</u>
Net change in fund balance	<u>\$ (495,325)</u>	<u>\$ (495,325)</u>	<u>(465,708)</u>	<u>\$ 29,617</u>	<u>\$ 29,617</u>
Fund balance-beginning of year			<u>1,603,909</u>		
Fund balance-end of year			<u>\$ 1,138,201</u>		

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variances Favorable (Unfavorable)	
				Original to Actual	Final to Actual
REVENUES					
Local:					
Taxes	1,146,520	1,146,520	1,135,610	(10,910)	(10,910)
Other local	-	-	1,785	1,785	1,785
Total local	<u>1,146,520</u>	<u>1,146,520</u>	<u>1,137,395</u>	<u>(9,125)</u>	<u>(9,125)</u>
State:					
Other state support	<u>160,000</u>	<u>160,000</u>	<u>-</u>	<u>(160,000)</u>	<u>(160,000)</u>
Total revenues	<u>1,306,520</u>	<u>1,306,520</u>	<u>1,137,395</u>	<u>(169,125)</u>	<u>(169,125)</u>
EXPENDITURES					
Support:					
Purchased services	-	-	29,545	(29,545)	(29,545)
Supplies-materials	-	-	5,972	(5,972)	(5,972)
Capital objects	-	-	11,170	(11,170)	(11,170)
Total support	<u>-</u>	<u>-</u>	<u>46,687</u>	<u>(46,687)</u>	<u>(46,687)</u>
Capital asset program:					
Purchased services	-	-	6,075	(6,075)	(6,075)
Capital objects	<u>3,734,925</u>	<u>3,734,925</u>	<u>1,099,610</u>	<u>2,635,315</u>	<u>2,635,315</u>
Total capital asset program	<u>3,734,925</u>	<u>3,734,925</u>	<u>1,105,685</u>	<u>2,629,240</u>	<u>2,629,240</u>
Total expenditures	<u>3,734,925</u>	<u>3,734,925</u>	<u>1,152,372</u>	<u>2,582,553</u>	<u>2,582,553</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,428,405)</u>	<u>(2,428,405)</u>	<u>(14,977)</u>	<u>2,413,428</u>	<u>2,413,428</u>
Other financing sources (uses)					
Transfer in	<u>-</u>	<u>-</u>	<u>166,707</u>	<u>166,707</u>	<u>166,707</u>
Net change in fund balance	<u>\$ (2,428,405)</u>	<u>\$ (2,428,405)</u>	<u>151,730</u>	<u>\$ 2,580,135</u>	<u>\$ 2,580,135</u>
Fund balance-beginning of year			<u>2,814,618</u>		
Fund balance-end of year			<u>\$ 2,966,348</u>		

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NET PENSION (ASSET) LIABILITY RELATED SCHEDULES

Schedule of the District's Share of Net Pension (Asset) Liability

PERSI - Base Plan

As of June 30,

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's portion of the net pension (asset) liability	Unavailable	0.71975225%	0.70879511%	0.66650547%	0.6919366%	0.6788635%	0.6537283%	0.6273618%	0.6318364%	0.6539498%
Employer's proportionate share of the net pension (asset) liability	Unavailable	28,722,941	27,917,725	(526,393)	16,067,683	7,749,038	9,642,607	9,861,050	12,808,294	8,611,455
Employer's covered payroll	31,740,776	30,664,816	27,964,397	24,873,082	24,639,045	23,056,952	21,032,800	19,485,424	18,479,302	18,316,952
Employer's proportional share of the net pension (asset) liability as a percentage of its covered payroll	Unavailable	93.67%	99.83%	-2.12%	65.21%	33.61%	45.85%	50.61%	69.31%	47.01%
Plan fiduciary net position as a percentage of the total	Unavailable	83.83%	83.09%	100.36%	88.22%	93.79%	91.69%	90.68%	87.26%	91.38%

Schedule of the District's Contributions

PERSI - Base Plan

As of June 30,

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution - Class 1 Employees	983,007	924,014	834,737	742,462	735,476	652,512	595,228	551,438	522,964	518,370
Statutorily required contribution - Class 3 Employees	2,912,130	2,737,365	2,504,212	2,227,384	2,206,426	1,957,535	1,785,685	1,654,312	1,568,893	1,555,109
Total statutorily required contributions - All Employees	3,895,137	3,661,379	3,338,949	2,969,846	2,941,902	2,610,047	2,380,913	2,205,750	2,091,857	2,073,479
Contributions in relation to the statutorily required contribution	(983,007)	(924,014)	(834,737)	(742,462)	(735,476)	(652,512)	(595,228)	(551,438)	(522,964)	(518,370)
Contribution (deficiency) excess	-	-	-	-	-	-	-	-	-	-
Employer's covered payroll - Class 1 employees	8,792,549	7,738,811	6,991,097	6,218,275	6,159,765	5,764,240	5,258,198	4,871,360	4,619,823	4,579,240
Employer's covered payroll - Class 3 employees	22,948,227	22,926,005	20,973,300	18,654,807	18,479,280	17,292,712	15,774,602	14,614,064	13,859,479	13,737,712
Contributions as a percentage of covered payroll - Class 1	11.18%	11.94%	11.94%	11.94%	11.94%	11.32%	11.32%	11.32%	11.32%	11.32%
Contributions as a percentage of covered payroll - Class 3	12.69%	11.94%	11.94%	11.94%	11.94%	11.32%	11.32%	11.32%	11.32%	11.32%

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

As of June 30, 2023 (most recently issued PERSI Information)

Change of Assumptions. There were no change of assumptions for the year ended June 30, 2023.

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

OTHER POST EMPLOYMENT BENEFIT LIABILITY SCHEDULE*
As of June 30,

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Service Cost	160,141	167,897	172,419	172,840	149,537	Unavailable	131,354	121,220
Interest	68,049	60,577	43,761	45,855	61,495	Unavailable	76,134	76,652
Changes of benefit terms	-	-	-	-	-	Unavailable	-	-
Differences between expected and actual experience	778,700	-	(430,787)	-	(207,635)	Unavailable	-	(44,156)
Changes of assumptions or other inputs	(175,558)	(12,986)	(131,935)	28,423	(59,668)	Unavailable	10,928	(42,815)
Benefit payments	(68,714)	(49,346)	(90,286)	(86,486)	88,426	Unavailable	(149,556)	(129,326)
Net change in total OPEB Liability	762,618	166,142	(436,828)	160,632	32,155	-	68,860	(18,425)
Total OPEB liability - beginning	1,529,572	1,363,430	1,800,258	1,639,626	1,607,471	1,971,083	1,902,223	1,920,648
Total OPEB liability-ending	<u>\$ 2,292,190</u>	<u>\$ 1,529,572</u>	<u>\$ 1,363,430</u>	<u>\$ 1,800,258</u>	<u>\$ 1,639,626</u>	<u>\$ 1,607,471</u>	<u>\$ 1,971,083</u>	<u>\$ 1,902,223</u>
Covered payroll	22,482,562	19,319,141	18,620,858	23,808,899	22,948,337	17,723,445	17,372,039	16,744,134
Total OPEB liability as a percentage of covered- employee payroll	10.20%	7.92%	7.32%	7.56%	7.14%	9.07%	11.35%	11.36%

*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

NOTES TO THE OTHER POST EMPLOYMENT BENEFITS LIABILITY SCHEDULE
As of June 30, 2024

Change of Assumptions. Change of assumptions include aging factors, trend, discount and other inputs.

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NET OPEB ASSET - SICK LEAVE PLAN RELATED SCHEDULES

Schedule of the District's Share of Net OPEB Asset - Sick Leave Plan*
PERSI - OPEB Plan
As of June 30,

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Employer's portion of the net OPEB asset	Unavailable	1.5749938%	1.5749938%	1.5749938%	1.5749938%	1.6296316%	1.5641424%	1.5297294%
Employer's proportionate share of the net OPEB asset	Unavailable	1,142,916	1,198,997	2,287,213	1,939,299	1,560,868	1,297,377	1,174,265
Employer's covered payroll	22,948,227	22,926,005	20,973,300	18,654,807	18,479,280	17,292,712	15,774,602	14,614,064
Employer's proportional share of the net OPEB asset as a percentage of its covered payroll	Unavailable	4.99%	5.72%	12.26%	10.49%	9.03%	8.22%	8.04%
Plan fiduciary net position as a percentage of the total OPEB asset	Unavailable	124.33%	127.21%	152.61%	152.87%	138.51%	135.69%	136.78%

Schedule of the District's Contributions*
PERSI - OPEB Plan
As of June 30,

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Statutorily required contribution	-	-	-	-	141,219	267,310	243,950	226,031
Contributions in relation to the statutorily required contribution	-	-	-	-	(141,219)	(267,310)	(243,950)	(226,031)
Contribution (deficiency) excess	-	-	-	-	-	-	-	-
Employer's covered payroll	22,948,227	22,926,005	20,973,300	18,654,807	18,479,280	17,292,712	15,774,602	14,614,064
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.76%	1.55%	1.55%	1.55%

*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
As of June 30, 2023 (most recently issued PERSI information)

Change of Assumptions. There were no change of assumptions for the year ended June 30, 2023.

SUPPLEMENTARY INFORMATION

Draft



LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

GENERAL FUND
 SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL
 For the Year Ended June 30, 2024

	Actual	Budget	Variance Favorable (Unfavorable)
INSTRUCTION			
Elementary school:			
Salaries	6,975,472	7,351,751	376,279
Benefits	2,419,692	2,654,482	234,790
Purchased services	38,529	38,000	(529)
Supplies-materials	97,775	242,826	145,051
Total elementary school	<u>9,531,468</u>	<u>10,287,059</u>	<u>755,591</u>
Secondary school:			
Salaries	8,484,675	8,264,993	(219,682)
Benefits	2,981,033	2,892,326	(88,707)
Purchased services	391,081	324,020	(67,061)
Supplies-materials	172,935	282,320	109,385
Total secondary school	<u>12,029,724</u>	<u>11,763,659</u>	<u>(266,065)</u>
Alternative school:			
Salaries	413,562	469,374	55,812
Benefits	147,777	139,734	(8,043)
Purchased services	3,638	2,700	(938)
Supplies-materials	7,164	14,320	7,156
Total alternative school	<u>572,141</u>	<u>626,128</u>	<u>53,987</u>
Special education:			
Salaries	3,037,983	2,624,856	(413,127)
Benefits	1,492,211	1,248,439	(243,772)
Purchased services	-	4,000	4,000
Supplies-materials	2,140	5,000	2,860
Total special education	<u>4,532,334</u>	<u>3,882,295</u>	<u>(650,039)</u>
Special education preschool:			
Salaries	117,589	23,375	(94,214)
Benefits	56,042	4,754	(51,288)
Total special education preschool	<u>173,631</u>	<u>28,129</u>	<u>(145,502)</u>
Gifted and talented:			
Salaries	69,270	78,634	9,364
Benefits	23,767	710	(23,057)
Purchased services	1,740	2,000	260
Supplies-materials	4,219	4,000	(219)
Total gifted and talented	<u>98,996</u>	<u>85,344</u>	<u>(13,652)</u>
Interscholastic:			
Salaries	719,735	599,486	(120,249)
Benefits	129,926	131,639	1,713
Purchased services	479,637	436,000	(43,637)
Supplies-materials	76,901	114,000	37,099
Total interscholastic	<u>1,406,199</u>	<u>1,281,125</u>	<u>(125,074)</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

**GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (CONTINUED)
For the Year Ended June 30, 2024**

	Actual	Budget	Variance Favorable (Unfavorable)
INSTRUCTION (Continued)			
Summer school:			
Salaries	66,447	-	(66,447)
Benefits	12,987	710	(12,277)
Supplies-materials	235	-	(235)
Total summer school	79,669	710	(78,959)
TOTAL INSTRUCTION			
Salaries	19,884,733	19,412,469	(472,264)
Benefits	7,263,435	7,072,794	(190,641)
Purchased services	914,625	806,720	(107,905)
Supplies-materials	361,369	662,466	301,097
Total instruction	\$ 28,424,162	\$ 27,954,449	\$ (469,713)
SUPPORT			
Attendance, guidance and health:			
Salaries	1,466,628	1,628,555	161,927
Benefits	503,536	563,357	59,821
Purchased services	3,063	3,250	187
Supplies-materials	3,475	5,000	1,525
Total attendance, guidance and health	1,976,702	2,200,162	223,460
Special education support services:			
Salaries	127,032	516,796	389,764
Benefits	91,291	206,346	115,055
Purchased services	461,742	258,250	(203,492)
Supplies-materials	2,994	6,000	3,006
Total special education support services	683,059	987,392	304,333
Instruction improvement program:			
Salaries	116,813	137,027	20,214
Benefits	42,656	27,872	(14,784)
Purchased services	59,361	40,000	(19,361)
Supplies-materials	-	20,000	20,000
Total instruction improvement program	218,830	224,899	6,069

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

GENERAL FUND
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (CONTINUED)
For the Year Ended June 30, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT (Continued)			
Educational media:			
Salaries	331,004	302,345	(28,659)
Benefits	131,649	145,947	14,298
Purchased services	11,363	10,000	(1,363)
Supplies-materials	26,025	33,700	7,675
Total educational media	<u>500,041</u>	<u>491,992</u>	<u>(8,049)</u>
Instruction related technology:			
Salaries	160,692	168,189	7,497
Benefits	75,814	99,325	23,511
Purchased services	18,322	20,000	1,678
Supplies-materials	2,778	8,000	5,222
Total instruction related technology	<u>257,606</u>	<u>295,514</u>	<u>37,908</u>
Board of education:			
Purchased services	60,285	85,000	24,715
Supplies-materials	2,911	3,000	89
Insurance - judgment	28,658	25,300	(3,358)
Total board of education	<u>91,854</u>	<u>113,300</u>	<u>21,446</u>
District administration:			
Salaries	789,373	800,166	10,793
Benefits	275,444	242,741	(32,703)
Purchased services	19,153	48,500	29,347
Supplies-materials	70,170	31,500	(38,670)
Total district administration	<u>1,154,140</u>	<u>1,122,907</u>	<u>(31,233)</u>
School administration:			
Salaries	2,742,209	2,611,469	(130,740)
Benefits	966,451	980,490	14,039
Purchased services	942	-	(942)
Supplies-materials	13,899	20,750	6,851
Total school administration	<u>3,723,501</u>	<u>3,612,709</u>	<u>(110,792)</u>
Business operations:			
Salaries	315,086	336,096	21,010
Benefits	100,025	105,446	5,421
Purchased services	116,447	74,500	(41,947)
Supplies-materials	4,171	15,000	10,829
Total business operations	<u>535,729</u>	<u>531,042</u>	<u>(4,687)</u>
Administrative technology:			
Salaries	157,096	156,301	(795)
Benefits	50,500	58,425	7,925
Purchased services	112,779	110,000	(2,779)
Supplies-materials	517	1,000	483
Total administrative technology	<u>320,892</u>	<u>325,726</u>	<u>4,834</u>
Buildings-care program (custodial):			
Salaries	1,242,734	1,111,879	(130,855)
Benefits	514,937	539,120	24,183
Purchased services	1,491,717	1,231,266	(260,451)
Supplies-materials	164,922	115,000	(49,922)
Insurance - judgment	155,746	137,500	(18,246)
Total buildings-care program (custodial)	<u>3,570,056</u>	<u>3,134,765</u>	<u>(435,291)</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

GENERAL FUND
 SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (CONTINUED)
 For the Year Ended June 30, 2024

	Actual	Budget	Variance Favorable (Unfavorable)
SUPPORT (Continued)			
Maintenance - non-student occupied:			
Supplies-materials	76	5,000	4,924
Maintenance - student occupied:			
Salaries	1,014,955	969,689	(45,266)
Benefits	363,685	357,545	(6,140)
Purchased services	275,827	116,000	(159,827)
Supplies-materials	122,836	150,000	27,164
Total maintenance - student occupied	<u>1,777,303</u>	<u>1,593,234</u>	<u>(184,069)</u>
Maintenance - grounds:			
Purchased services	170,879	187,000	16,121
Supplies-materials	36,869	30,000	(6,869)
Total maintenance - grounds	<u>207,748</u>	<u>217,000</u>	<u>9,252</u>
Security:			
Salaries	205,851	184,474	(21,377)
Benefits	68,913	54,066	(14,847)
Purchased services	186,604	59,500	(127,104)
Supplies-materials	41,577	30,000	(11,577)
Total security	<u>502,945</u>	<u>328,040</u>	<u>(174,905)</u>
Pupil-to-school transportation:			
Salaries	1,530,467	1,184,442	(346,025)
Benefits	595,658	567,651	(28,007)
Purchased services	128,774	68,800	(59,974)
Supplies-materials	428,989	414,500	(14,489)
Insurance - judgment	27,411	24,200	(3,211)
Total pupil-to-school transportation	<u>2,711,299</u>	<u>2,259,593</u>	<u>(451,706)</u>
General transportation:			
Benefits	15,937	17,800	1,863
Purchased services	1,433	10,000	8,567
Supplies-materials	28,195	5,000	(23,195)
Insurance - judgment	27,411	24,200	(3,211)
Total general transportation	<u>72,976</u>	<u>57,000</u>	<u>(15,976)</u>
TOTAL SUPPORT			
Salaries	10,199,940	10,107,428	(92,512)
Benefits	3,796,496	3,966,131	169,635
Purchased services	3,118,691	2,322,066	(796,625)
Supplies-materials	950,404	893,450	(56,954)
Insurance - judgment	239,226	211,200	(28,026)
Total support	<u>\$ 18,304,757</u>	<u>\$ 17,500,275</u>	<u>\$ (804,482)</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUND DESCRIPTIONS

Child Nutrition Fund - To account for costs of operating the school meal program at the District. Financing is provided by State and Federal assistance and by sales of meals. Reporting is done as a special revenue fund rather than as an enterprise fund due to the large amounts of State and Federal assistance received by the program.

Federal Forest Reserve Fund - To account for Federal revenue received from the U.S. Department of Agriculture. This Fund has been used for special capital outlay projects.

Facilities Fund - To account for local revenue supporting a facilities program.

Before and After School Enrichment Fund - To account for local revenues supporting a before and after school enrichment program.

Student Activity Fund - To account for revenue and costs related to student activity funds.

Securing our Future Fund – To account for state revenue to develop, implement and evaluate a comprehensive approach that prioritized physical and emotional safety for their unique school community.

Literacy Intervention Fund - To account for state revenues supporting literacy intervention.

State Professional Technical Fund - To account for restricted State revenue to be spent on equipment and materials for vocational programs.

Gifted and Talented Fund - To account for State revenues to be spent on in service training for the gifted and talented program.

Technology Grant Fund - To account for restricted State revenue to be spent on capital outlay projects.

State Substance Abuse Fund - To account for restricted State revenue to be spent on drug education in-service training for teachers and parents and materials for classroom.

Miscellaneous Grant Fund - To account for State and Local revenue to be spent on the current needs of the District as indicated by each grant.

ESSER III (ARPA) American Rescue Plan Act Fund - To account for restricted Federal revenue to be spent on COVID related expenditures.

Title I-A, ESSA - Improving Basic Programs Fund - To account for restricted Federal revenue to be spent on programs to provide special instruction to disadvantaged students.

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUND DESCRIPTIONS (CONTINUED)

ESSER II (CRRSA) Coronavirus Response and Relief Supplemental Appropriations Act Fund - To account for restricted Federal revenue to be spent on COVID-19 related expenditures.

IDEA Part B (611 School Age 3-21) Fund - To account for restricted Federal revenue to be spent on programs to provide for special testing, physical therapy, teacher aids, equipment and materials, etc. in special education.

IDEA Part B (619 Pre-School Age 3-5) Fund - To account for restricted Federal revenue to be spent on programs to provide for preschool handicapped (3-5 years old) in the same manner provided for school age children in IDEA Part B program.

School Based Medicaid Fund - To account for restricted Federal revenue to be spent on Medicaid related expenditures.

Title IV-A ESSA - Student Support and Academic Enrichment Fund - To account for restricted Federal revenue for student support and academic enrichment.

Perkins IV - Professional Technical Act Fund - To account for restricted Federal revenue to be spent on vocational training.

IDEA Mini-Grants Fund - To account for restricted Federal revenue to be spent on students and professionals from underrepresented groups within the nutrition and dietetics profession, as well as support educational cultural sensitivity programs.

Title II-A, ESEA - Supporting Effective Instruction Fund - To account for restricted Federal revenue to be spent on in-service training of math and/or science teachers.

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING BALANCE SHEET
June 30, 2024

	Child Nutrition	Federal Forest Reserve	Facilities	Before and After School Enrichment	Student Activity	Securing Our Future
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
Assets:						
Cash	-	-	-	-	214,077	-
Investments	-	-	285,520	-	698,157	-
Due from other funds	570,643	55,147	154,659	125,818	-	-
Other receivables:						
Due from other governments	34,965	-	-	-	-	-
Other	-	-	58,921	7,940	-	-
Inventory	49,142	-	-	-	-	-
Total assets	<u>654,750</u>	<u>55,147</u>	<u>499,100</u>	<u>133,758</u>	<u>912,234</u>	<u>-</u>
Deferred outflows of resources	-	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 654,750</u>	<u>\$ 55,147</u>	<u>\$ 499,100</u>	<u>\$ 133,758</u>	<u>\$ 912,234</u>	<u>\$ -</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Due to other funds	-	-	-	-	-	-
Accounts payable	59,164	-	70,853	-	-	-
Accrued payroll and benefits	-	-	-	20,307	-	-
Total liabilities	<u>59,164</u>	<u>-</u>	<u>70,853</u>	<u>20,307</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:						
Other deferred revenue	-	-	-	8,102	-	-
Fund balances:						
Nonspendable	49,142	-	-	-	-	-
Restricted	546,444	55,147	428,247	105,349	912,234	-
Total fund balances	<u>595,586</u>	<u>55,147</u>	<u>428,247</u>	<u>105,349</u>	<u>912,234</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 654,750</u>	<u>\$ 55,147</u>	<u>\$ 499,100</u>	<u>\$ 133,758</u>	<u>\$ 912,234</u>	<u>\$ -</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING BALANCE SHEET (CONTINUED)
June 30, 2024

	Literacy Intervention	State Professional Technical	Gifted and Talented	Technology Grant	State Substance Abuse	Miscellaneous Grant
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
Assets:						
Cash	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Due from other funds	77,723	17,047	5,558	-	-	23,529
Other receivables:						
Due from other governments	-	-	-	152,551	-	-
Other	-	-	-	-	-	-
Inventory	-	-	-	-	-	-
Total assets	<u>77,723</u>	<u>17,047</u>	<u>5,558</u>	<u>152,551</u>	<u>-</u>	<u>23,529</u>
Deferred outflows of resources	-	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 77,723</u>	<u>\$ 17,047</u>	<u>\$ 5,558</u>	<u>\$ 152,551</u>	<u>\$ -</u>	<u>\$ 23,529</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Due to other funds	-	-	-	67,249	-	-
Accounts payable	-	17,047	-	-	-	-
Accrued payroll and benefits	77,723	-	-	-	-	-
Total liabilities	<u>77,723</u>	<u>17,047</u>	<u>-</u>	<u>67,249</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:						
Other deferred revenue	-	-	-	-	-	-
Fund balances:						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	5,558	85,302	-	23,529
Total fund balances	<u>-</u>	<u>-</u>	<u>5,558</u>	<u>85,302</u>	<u>-</u>	<u>23,529</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 77,723</u>	<u>\$ 17,047</u>	<u>\$ 5,558</u>	<u>\$ 152,551</u>	<u>\$ -</u>	<u>\$ 23,529</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING BALANCE SHEET (CONTINUED)
June 30, 2024

	ESSER III (APRA)American Rescue Plan Act	Title I-A, ESSA - Improving Basic Programs	ESSER II (CRRSA) Coronavirus Response and Relief Supplemental Appropriations Act	IDEA Part B (611 School Age 3-21)	IDEA Part B (619 Pre-School Age 3-5)
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Assets:					
Cash	-	-	-	-	-
Investments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Other receivables:					
Due from other governments	904	204,261	-	234,639	5,823
Other	-	-	-	-	-
Inventory	-	-	-	-	-
Total assets	904	204,261	-	234,639	5,823
Deferred outflows of resources	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 904	\$ 204,261	\$ -	\$ 234,639	\$ 5,823
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Due to other funds	904	100,357	-	119,988	2,917
Accounts payable	-	10,333	-	-	-
Accrued payroll and benefits	-	93,571	-	114,651	2,906
Total liabilities	904	204,261	-	234,639	5,823
Deferred inflows of resources:					
Other deferred revenue	-	-	-	-	-
Fund balances:					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Total fund balances	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 904	\$ 204,261	\$ -	\$ 234,639	\$ 5,823

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING BALANCE SHEET (CONTINUED)
June 30, 2024

	School Based Medicaid	Title IV-A, ESSA - Student Support and Academic Enrichment	Perkins IV Professional Technical Act	IDEA Mini-Grants	Title II-A ESEA - Supporting Effective Instruction	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
Assets:						
Cash	332	-	-	-	-	214,409
Investments	-	-	-	-	-	983,677
Due from other funds	-	3,074	-	-	16,632	1,049,830
Other receivables:						
Due from other governments	121,628	185	70,146	-	2,054	827,156
Other	-	-	-	-	-	66,861
Inventory	-	-	-	-	-	49,142
Total assets	<u>121,960</u>	<u>3,259</u>	<u>70,146</u>	<u>-</u>	<u>18,686</u>	<u>3,191,075</u>
Deferred outflows of resources:						
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES						
	<u>\$ 121,960</u>	<u>\$ 3,259</u>	<u>\$ 70,146</u>	<u>\$ -</u>	<u>\$ 18,686</u>	<u>\$ 3,191,075</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Due to other funds	116,953	-	62,136	-	-	470,504
Accounts payable	4,675	-	-	-	13,274	175,346
Accrued payroll and benefits	-	3,259	8,010	-	5,412	325,839
Total liabilities	<u>121,628</u>	<u>3,259</u>	<u>70,146</u>	<u>-</u>	<u>18,686</u>	<u>971,689</u>
Deferred inflows of resources:						
Other deferred revenue	-	-	-	-	-	8,102
Fund balances:						
Nonspendable	-	-	-	-	-	49,142
Restricted	332	-	-	-	-	2,162,142
Total fund balances	<u>332</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,211,284</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
	<u>\$ 121,960</u>	<u>\$ 3,259</u>	<u>\$ 70,146</u>	<u>\$ -</u>	<u>\$ 18,686</u>	<u>\$ 3,191,075</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2024

	Child Nutrition	Federal Forest Reserve	Facilities	Before and After School Enrichment	Student Activity	Securing Our Future
REVENUES						
Local:						
Earnings on investments	-	-	6,914	-	-	-
Lunch sales	551,659	-	-	-	-	-
Other	-	-	841,220	150,887	1,565,073	-
Total local	551,659	-	848,134	150,887	1,565,073	-
State:						
Restricted	-	-	-	-	-	220,000
Other state revenue	263	-	-	-	-	-
Total state	263	-	-	-	-	220,000
Federal:						
School lunch reimbursement	800,653	-	-	-	-	-
Unrestricted	-	24,334	-	-	-	-
Restricted	116,116	-	-	-	-	-
Total federal	916,769	24,334	-	-	-	-
Total revenues	1,468,691	24,334	848,134	150,887	1,565,073	220,000
EXPENDITURES						
Instruction:						
Salaries	-	-	-	-	-	-
Benefits	-	-	-	-	-	-
Purchased services	-	-	80	-	-	-
Supplies-materials	-	3,814	12,890	-	-	-
Capital objects	-	-	56,703	-	-	-
Total instruction	-	3,814	69,673	-	-	-
Support:						
Salaries	-	-	3,055	135,166	-	-
Benefits	-	-	571	56,631	-	-
Purchased services	-	8,000	468	7,063	-	-
Supplies-materials	-	3,310	1,229	522	-	-
Capital objects	-	-	13,542	-	-	220,000
Total support	-	11,310	18,865	199,382	-	220,000
Non-instruction:						
Purchased services	829,065	-	-	-	-	-
Supplies-materials	668,769	-	-	-	1,451,555	-
Capital objects	253,363	-	-	-	-	-
Insurance - judgment	9,995	-	-	-	-	-
Total non-instruction	1,761,192	-	-	-	1,451,555	-
Capital asset program:						
Capital objects	-	-	531,150	-	-	-
Total expenditures	1,761,192	15,124	619,688	199,382	1,451,555	220,000
Excess (deficiency) of revenues over (under) expenditures	(292,501)	9,210	228,446	(48,495)	113,518	-
Other financing sources (uses)						
Transfers in	1,116	-	-	-	-	-
Net change in fund balance	(291,385)	9,210	228,446	(48,495)	113,518	-
Fund balance-beginning of year	886,971	45,937	199,801	153,844	798,716	-
Fund balance-end of year	\$ 595,586	\$ 55,147	\$ 428,247	\$ 105,349	\$ 912,234	\$ -

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
For the Year Ended June 30, 2024

	Literacy Intervention	State Professional Technical	Gifted and Talented	Technology Grant	State Substance Abuse	Miscellaneous Grant
REVENUES						
Local:						
Earnings on investments	-	-	-	-	-	-
Lunch sales	-	-	-	-	-	-
Other	-	-	-	-	-	13,791
Total local	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,791</u>
State:						
Restricted	1,048,307	398,872	-	471,062	60,952	1,910
Other state revenue	-	-	-	-	-	-
Total state	<u>1,048,307</u>	<u>398,872</u>	<u>-</u>	<u>471,062</u>	<u>60,952</u>	<u>1,910</u>
Federal:						
School lunch reimbursement	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Restricted	-	-	-	152,551	-	-
Total federal	<u>-</u>	<u>-</u>	<u>-</u>	<u>152,551</u>	<u>-</u>	<u>-</u>
Total revenues	<u>1,048,307</u>	<u>398,872</u>	<u>-</u>	<u>623,613</u>	<u>60,952</u>	<u>15,701</u>
EXPENDITURES						
Instruction:						
Salaries	763,099	-	-	-	-	-
Benefits	285,208	-	-	-	-	-
Purchased services	-	36,848	838	-	-	250
Supplies-materials	-	184,944	-	-	-	17,476
Capital objects	-	177,080	-	-	-	-
Total instruction	<u>1,048,307</u>	<u>398,872</u>	<u>838</u>	<u>-</u>	<u>-</u>	<u>17,726</u>
Support:						
Salaries	-	-	-	-	-	-
Benefits	-	-	-	-	-	-
Purchased services	-	-	-	29,677	60,952	3,000
Supplies-materials	-	-	-	753,632	-	1,813
Capital objects	-	-	-	-	-	-
Total support	<u>-</u>	<u>-</u>	<u>-</u>	<u>783,309</u>	<u>60,952</u>	<u>4,813</u>
Non-instruction:						
Purchased services	-	-	-	-	-	-
Supplies-materials	-	-	-	-	-	-
Capital objects	-	-	-	-	-	-
Insurance - judgment	-	-	-	-	-	-
Total non-instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital asset program:						
Capital objects	-	-	-	-	-	-
Total expenditures	<u>1,048,307</u>	<u>398,872</u>	<u>838</u>	<u>783,309</u>	<u>60,952</u>	<u>22,539</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(838)</u>	<u>(159,696)</u>	<u>-</u>	<u>(6,838)</u>
Other financing sources (uses)						
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>(838)</u>	<u>(159,696)</u>	<u>-</u>	<u>(6,838)</u>
Fund balance-beginning of year	<u>-</u>	<u>-</u>	<u>6,396</u>	<u>244,998</u>	<u>-</u>	<u>30,367</u>
Fund balance-end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,558</u>	<u>\$ 85,302</u>	<u>\$ -</u>	<u>\$ 23,529</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
For the Year Ended June 30, 2024

	ESSER III (APRA)American Rescue Plan Act	Title I-A, ESSA - Improving Basic Programs	ESSER II (CRRSA) Coronavirus Response and Relief Supplemental Appropriations Act	IDEA Part B (611 School Age 3-21)	IDEA Part B (619 Pre-School Age 3-5)
REVENUES					
Local:					
Earnings on investments	-	-	-	-	-
Lunch sales	-	-	-	-	-
Other	-	-	-	-	-
Total local	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
State:					
Restricted	-	-	-	-	-
Other state revenue	-	-	-	-	-
Total state	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Federal:					
School lunch reimbursement	-	-	-	-	-
Unrestricted	-	-	-	-	-
Restricted	2,614,900	853,903	680	945,307	24,515
Total federal	<u>2,614,900</u>	<u>853,903</u>	<u>680</u>	<u>945,307</u>	<u>24,515</u>
Total revenues	<u>2,614,900</u>	<u>853,903</u>	<u>680</u>	<u>945,307</u>	<u>24,515</u>
EXPENDITURES					
Instruction:					
Salaries	-	572,243	566	687,595	17,663
Benefits	-	249,879	114	242,253	6,852
Purchased services	9,050	3,088	-	-	-
Supplies-materials	2,520,719	28,693	-	15,459	-
Capital objects	-	-	-	-	-
Total instruction	<u>2,529,769</u>	<u>853,903</u>	<u>680</u>	<u>945,307</u>	<u>24,515</u>
Support:					
Salaries	-	-	-	-	-
Benefits	-	-	-	-	-
Purchased services	30,873	-	-	-	-
Supplies-materials	54,258	-	-	-	-
Capital objects	-	-	-	-	-
Total support	<u>85,131</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Non-instruction:					
Purchased services	-	-	-	-	-
Supplies-materials	-	-	-	-	-
Capital objects	-	-	-	-	-
Insurance - judgment	-	-	-	-	-
Total non-instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital asset program:					
Capital objects	-	-	-	-	-
Total expenditures	<u>2,614,900</u>	<u>853,903</u>	<u>680</u>	<u>945,307</u>	<u>24,515</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses)					
Transfers in	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance-beginning of year	-	-	-	-	-
Fund balance-end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
For the Year Ended June 30, 2024

	School Based Medicaid	Title IV-A, ESSA - Student Support and Academic Enrichment	Perkins IV Professional Technical Act	IDEA Mini-Grants	Title II-A ESEA - Supporting Effective Instruction	Total
REVENUES						
Local:						
Earnings on investments	2,520	-	-	-	-	9,434
Lunch sales	-	-	-	-	-	551,659
Other	-	-	-	-	-	2,570,971
Total local	<u>2,520</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,132,064</u>
State:						
Restricted	-	-	-	-	-	2,201,103
Other state revenue	-	-	-	-	-	263
Total state	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,201,366</u>
Federal:						
School lunch reimbursement	-	-	-	-	-	800,653
Unrestricted	-	-	-	-	-	24,334
Restricted	515,397	28,451	70,146	9,208	41,456	5,372,630
Total federal	<u>515,397</u>	<u>28,451</u>	<u>70,146</u>	<u>9,208</u>	<u>41,456</u>	<u>6,197,617</u>
Total revenues	<u>517,917</u>	<u>28,451</u>	<u>70,146</u>	<u>9,208</u>	<u>41,456</u>	<u>11,531,047</u>
EXPENDITURES						
Instruction:						
Salaries	310,000	-	22,099	-	25,973	2,399,238
Benefits	69,570	1,295	7,374	-	7,006	869,551
Purchased services	-	-	-	-	-	50,154
Supplies-materials	-	-	12,375	4,009	-	2,800,379
Capital objects	-	-	-	-	-	233,783
Total instruction	<u>379,570</u>	<u>1,295</u>	<u>41,848</u>	<u>4,009</u>	<u>32,979</u>	<u>6,353,105</u>
Support:						
Salaries	315,000	20,236	21,145	4,355	-	498,957
Benefits	72,449	6,920	7,153	844	1,596	146,164
Purchased services	-	-	-	-	6,881	146,914
Supplies-materials	-	-	-	-	-	814,764
Capital objects	-	-	-	-	-	233,542
Total support	<u>387,449</u>	<u>27,156</u>	<u>28,298</u>	<u>5,199</u>	<u>8,477</u>	<u>1,840,341</u>
Non-instruction:						
Purchased services	-	-	-	-	-	829,065
Supplies-materials	-	-	-	-	-	2,120,324
Capital objects	-	-	-	-	-	253,363
Insurance - judgment	-	-	-	-	-	9,995
Total non-instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,212,747</u>
Capital asset program:						
Capital objects	-	-	-	-	-	531,150
Total expenditures	<u>767,019</u>	<u>28,451</u>	<u>70,146</u>	<u>9,208</u>	<u>41,456</u>	<u>11,937,343</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(249,102)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(406,296)</u>
Other financing sources (uses)						
Transfers in	<u>213,825</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>214,941</u>
Net change in fund balance	<u>(35,277)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(191,355)</u>
Fund balance-beginning of year	<u>35,609</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,402,639</u>
Fund balance-end of year	<u>\$ 332</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,211,284</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NONMAJOR FUNDS
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the Year Ended June 30, 2024

Fund	Budgeted Revenues	Actual Revenues	Budgeted Expenditures	Actual Expenditures	Transfer	Beginning Fund Balance	Ending Fund Balance
Child Nutrition	1,596,088	1,468,691	1,894,310	1,761,192	1,116	886,971	595,586
Federal Forest Reserve	22,000	24,334	38,000	15,124	-	45,937	55,147
Facilities	17,000	848,134	15,000	619,688	-	199,801	428,247
Before and After School Enrichment	133,000	150,887	131,755	199,382	-	153,844	105,349
Student Activity	-	1,565,073	-	1,451,555	-	798,716	912,234
Securing Our Future	-	220,000	-	220,000	-	-	-
Literacy Intervention	1,073,690	1,048,307	1,073,690	1,048,307	-	-	-
State Professional Technical	98,904	398,872	98,904	398,872	-	-	-
Gifted and Talented	-	-	-	838	-	6,396	5,558
Technology Grant	441,666	623,613	595,000	783,309	-	244,998	85,302
State Substance Abuse	58,280	60,952	58,280	60,952	-	-	-
Miscellaneous Grant	17,000	15,701	21,000	22,539	-	30,367	23,529
ESSER III (ARPA) American Rescue Plan Act	1,449,200	2,614,900	1,449,200	2,614,900	-	-	-
Title I-A - ESSA Improving Basic Programs	697,731	853,903	697,731	853,903	-	-	-
ESSER II (CRRSA) Coronavirus Response and Relief Supplemental Appropriations Act	-	680	-	680	-	-	-
IDEA Part B (611 School Age 3-21)	940,818	945,307	992,818	945,307	-	-	-
IDEA Part B (619 Pre-School Age 3-5)	24,496	24,515	24,496	24,515	-	-	-
School Based Medicaid	390,000	517,917	390,000	767,019	213,825	35,609	332
Title IV-A, ESSA - Student Support and Academic Enrichment	76,960	28,451	76,960	28,451	-	-	-
Perkins IV - Professional Technical Act	70,146	70,146	70,146	70,146	-	-	-
IDEA Mini-Grants	-	9,208	-	9,208	-	-	-
Title II-A ESEA - Supporting Effective Instruction	146,275	41,456	146,275	41,456	-	-	-
Total	<u>\$ 7,253,254</u>	<u>\$ 11,531,047</u>	<u>\$ 7,773,565</u>	<u>\$ 11,937,343</u>	<u>\$ 214,941</u>	<u>\$ 2,402,639</u>	<u>\$ 2,211,284</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET
June 30, 2024

	School Plant Facility	Board Projects	Land Reserve	School Plant Facility - Bus Depreciation	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES					
Assets:					
Due from other funds	642,324	1,353,495	206,566	745,887	2,948,272
Taxes receivable	22,963	-	-	-	22,963
Unbilled taxes receivable	1,146,520	-	-	-	1,146,520
Other receivables:					
Due from other governments	384,919	-	-	-	384,919
Total assets	<u>2,196,726</u>	<u>1,353,495</u>	<u>206,566</u>	<u>745,887</u>	<u>4,502,674</u>
Deferred outflows of resources	-	-	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 2,196,726</u>	<u>\$ 1,353,495</u>	<u>\$ 206,566</u>	<u>\$ 745,887</u>	<u>\$ 4,502,674</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	25,360	348,442	-	-	373,802
Deferred inflows of resources:					
Deferred revenue	16,004	-	-	-	16,004
Unavailable property tax revenue	1,146,520	-	-	-	1,146,520
Total deferred inflows of resources	<u>1,162,524</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,162,524</u>
Fund balances:					
Restricted	1,008,842	1,005,053	206,566	745,887	2,966,348
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 2,196,726</u>	<u>\$ 1,353,495</u>	<u>\$ 206,566</u>	<u>\$ 745,887</u>	<u>\$ 4,502,674</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272

Rathdrum, Idaho

CAPITAL PROJECTS FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2024

	<u>School Plant Facility</u>	<u>Board Projects</u>	<u>Land Reserve</u>	<u>School Plant Facility - Bus Depreciation</u>	<u>Total</u>
REVENUES					
Local:					
Taxes	1,135,610	-	-	-	1,135,610
Other	-	-	-	1,785	1,785
Total revenues	<u>1,135,610</u>	<u>-</u>	<u>-</u>	<u>1,785</u>	<u>1,137,395</u>
EXPENDITURES					
Support:					
Purchased services	29,545	-	-	-	29,545
Supplies-materials	5,972	-	-	-	5,972
Capital objects	11,170	-	-	-	11,170
Total support	<u>46,687</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,687</u>
Capital asset program:					
Purchased services	6,075	-	-	-	6,075
Capital objects	64,973	1,034,637	-	-	1,099,610
Total capital asset program	<u>71,048</u>	<u>1,034,637</u>	<u>-</u>	<u>-</u>	<u>1,105,685</u>
Total expenditures	<u>117,735</u>	<u>1,034,637</u>	<u>-</u>	<u>-</u>	<u>1,152,372</u>
Excess (deficiency) of revenue over (under) expenditures	<u>1,017,875</u>	<u>(1,034,637)</u>	<u>-</u>	<u>1,785</u>	<u>(14,977)</u>
Other financing sources (uses)					
Transfer in	-	-	-	166,707	166,707
Net change in fund balance	1,017,875	(1,034,637)	-	168,492	151,730
Fund balance -beginning of year	<u>(9,033)</u>	<u>2,039,690</u>	<u>206,566</u>	<u>577,395</u>	<u>2,814,618</u>
Fund balance-end of year	<u>\$ 1,008,842</u>	<u>\$ 1,005,053</u>	<u>\$ 206,566</u>	<u>\$ 745,887</u>	<u>\$ 2,966,348</u>

SINGLE AUDIT SECTION

Draft



LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2024

	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Federal Grant Number	Expenditures
U. S. Department of Agriculture				
Passed through State Department of Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	272	202323N119947	131,146
National School Lunch Program	10.555	272	202323N119947	514,048
COVID-19: National School Lunch Program	10.555	272	202323N119947	101,258
Food Distribution (non-cash)	10.555	272	Not Available	116,116
Summer Food Service Program for Children	10.559	272	202323N119947	16,304
Fresh Fruit and Vegetable Program	10.582	272	202323L160347	37,897
Total Child Nutrition Cluster				<u>916,769</u>
Direct through U.S. Department of Agriculture				
Forest Service Schools and Roads Cluster				
Schools and Roads - Grants to States	10.665	272	Not Available	<u>15,124</u>
Total U.S. Department of Agriculture				<u>931,893</u>
U.S. Department of Education				
Passed through State Department of Education				
Special Education Cluster				
Part B, IDEA - School Age	84.027	272	H027A230088	954,515
Part B, IDEA - Preschool	84.173	272	H173A230030	24,515
Total Special Education Cluster				<u>979,030</u>
Education Stabilization Fund (ESF)				
COVID-19: American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)				
COVID-19: CRRSA - Emergency Assistance to Non-Public Schools Program	84.425U	272	S425U210043	2,614,900
COVID-19: CRRSA - Emergency Assistance to Non-Public Schools Program	84.425R	272	S425R210043	680
Total Education Stabilization Fund (ESF)				<u>2,615,580</u>
Other Programs				
Title I-A, ESEA - Improving Basic Programs	84.010	272	S010A230012	853,903
Perkins III, Professional Technical	84.048	272	V048A230012	70,146
Small, Rural School Achievement Program	84.358	272	S358B190012	-
Title II-A, ESEA - Improving Teacher Quality	84.367	272	S367A230011	41,456
State Support and Academic Enrichment Program	84.424	272	S424A230013	28,451
Total Other Programs				<u>993,956</u>
Total U.S. Department of Education				<u>4,588,566</u>
Total Expenditures of Federal Awards				<u>\$ 5,520,459</u>

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2024

NOTE 1 Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Lakeland Joint School District No. 272 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 Lakeland Joint School District No. 272, it is not intended to and does not present the financial position, changes in fund balance, or cash flows of Lakeland Joint School District No. 272.

NOTE 2 Summary of Significant Accounting Policies

- (1) 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 and Cost Principles for State, Local and Indian Tribal Governments, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Lakeland Joint School District No. 272 has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 Food Distribution

Nonmonetary assistance is reported in the Schedule at the fair market value of the commodities received and disbursed. The value of the non-cash assistance for the year ended June 30, 2024 was \$116,116.

NOTE 4 Sub-Recipients

There were no awards passed through to sub-recipients.

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Governmental Activities, Each Major Fund,
 and Aggregate Remaining Fund Information Unmodified

Internal control over financial reporting:

- material weakness(es) identified? yes no

- significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements
 noted?

yes no

Federal Awards

Internal control over major programs:

- material weakness(es) identified? yes no

- significant deficiency(ies) identified? yes none reported

Type of auditor's report issued on compliance
 for major programs:

Unmodified

Any audit findings disclosed that are required
 to be reported in accordance with
 2 CFR section 200.516(a)?

yes no

Identification of major programs:

Federal Assistance Listing Number

Name of Federal Program or Cluster

10.553/10.555/10.556/10.559/10.582
 84.425

Child Nutrition Cluster
 Education Stabilization Fund

Dollar threshold used to distinguish between
 type A and type B programs:

\$750,000

Auditee qualified as a low-risk auditee?

yes no

LAKELAND JOINT SCHOOL DISTRICT NO. 272
Rathdrum, Idaho

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
For The Year Ended June 30, 2024

Section II - Financial Statement Findings

None.

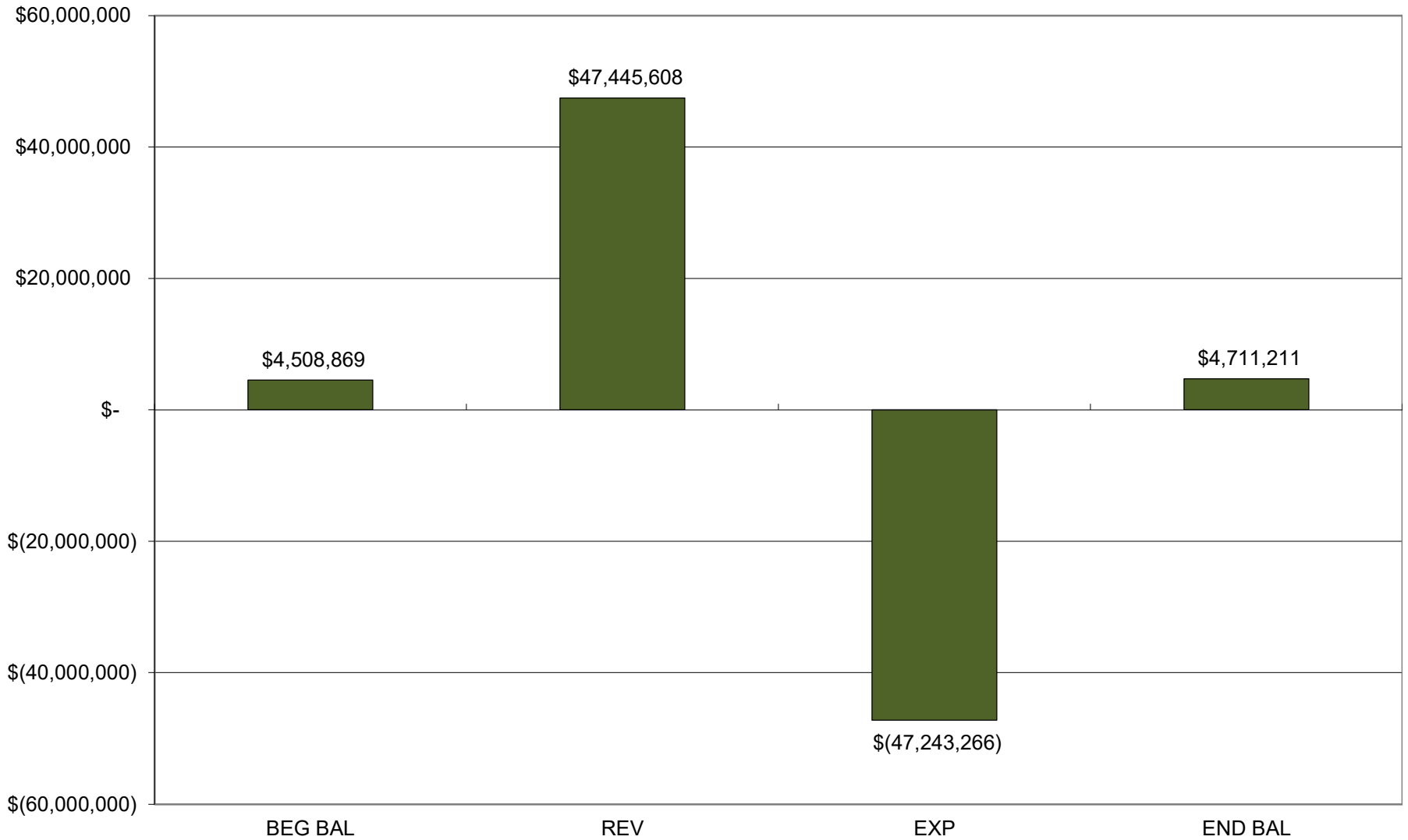
Section III - Federal Award Findings and Questioned Costs

None.

Draft

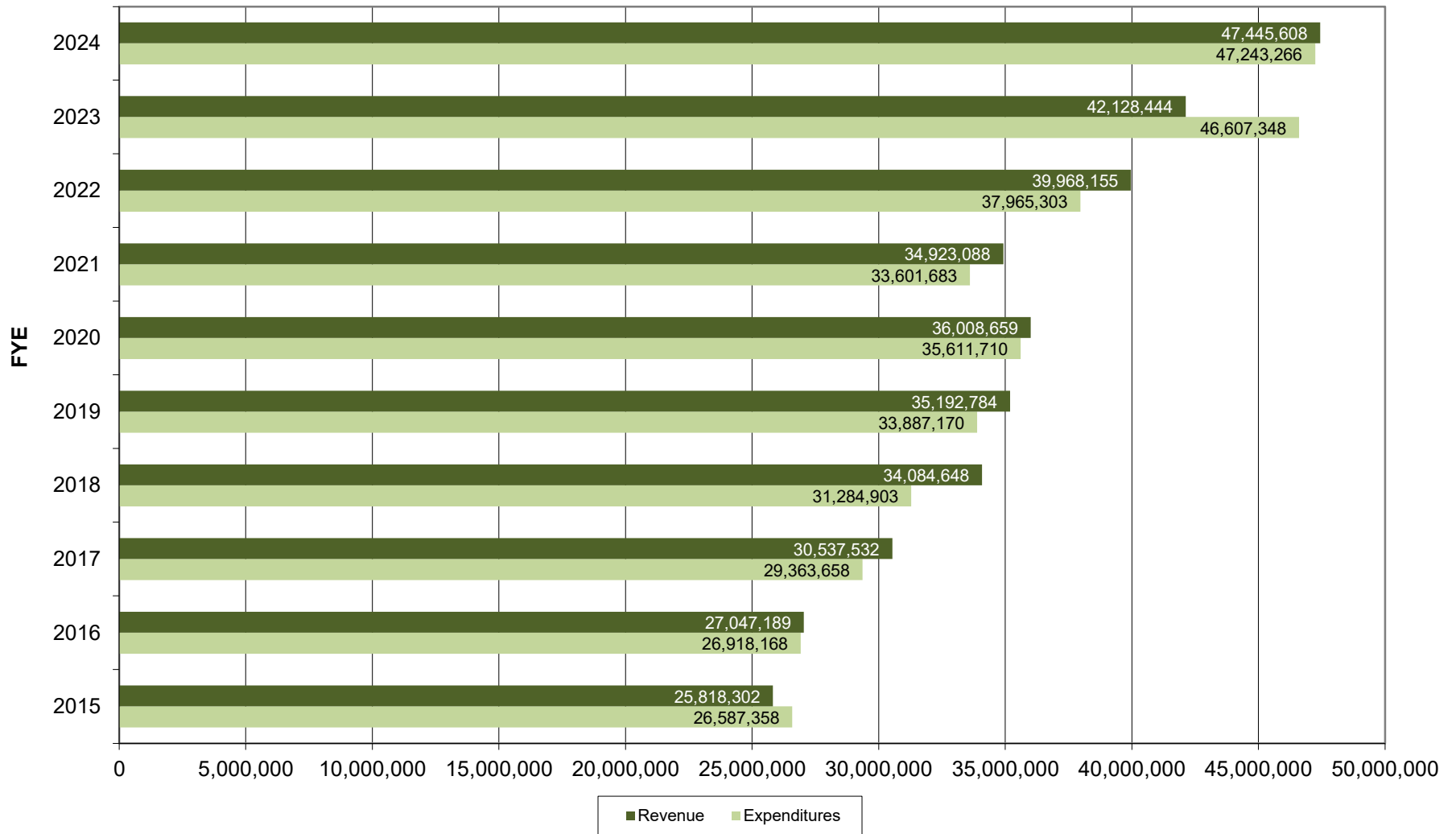
LAKELAND JOINT SCHOOL DISTRICT

2024 General Fund Operations Recap



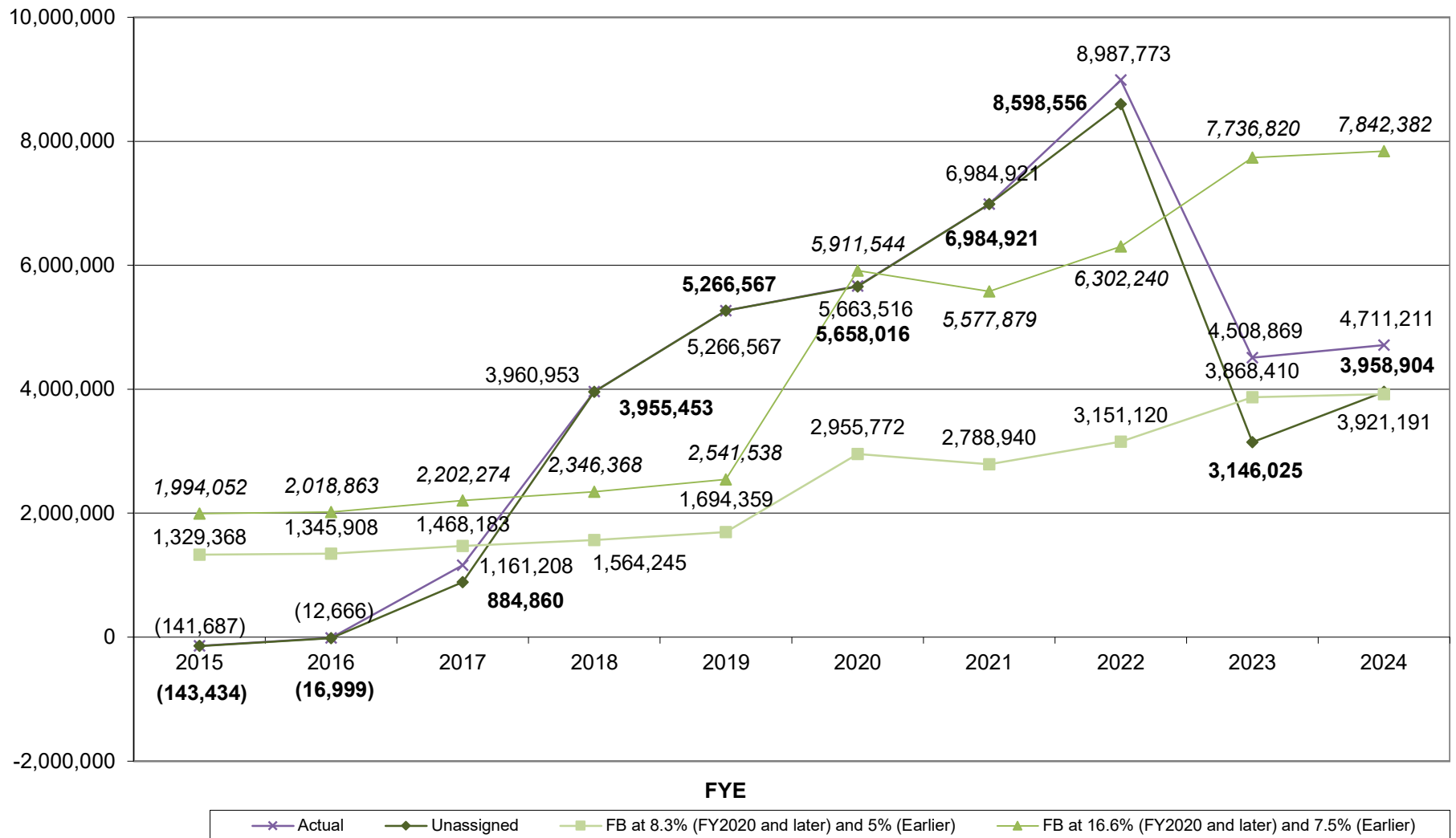
LAKELAND JOINT SCHOOL DISTRICT

General Fund Revenues/Expenditures



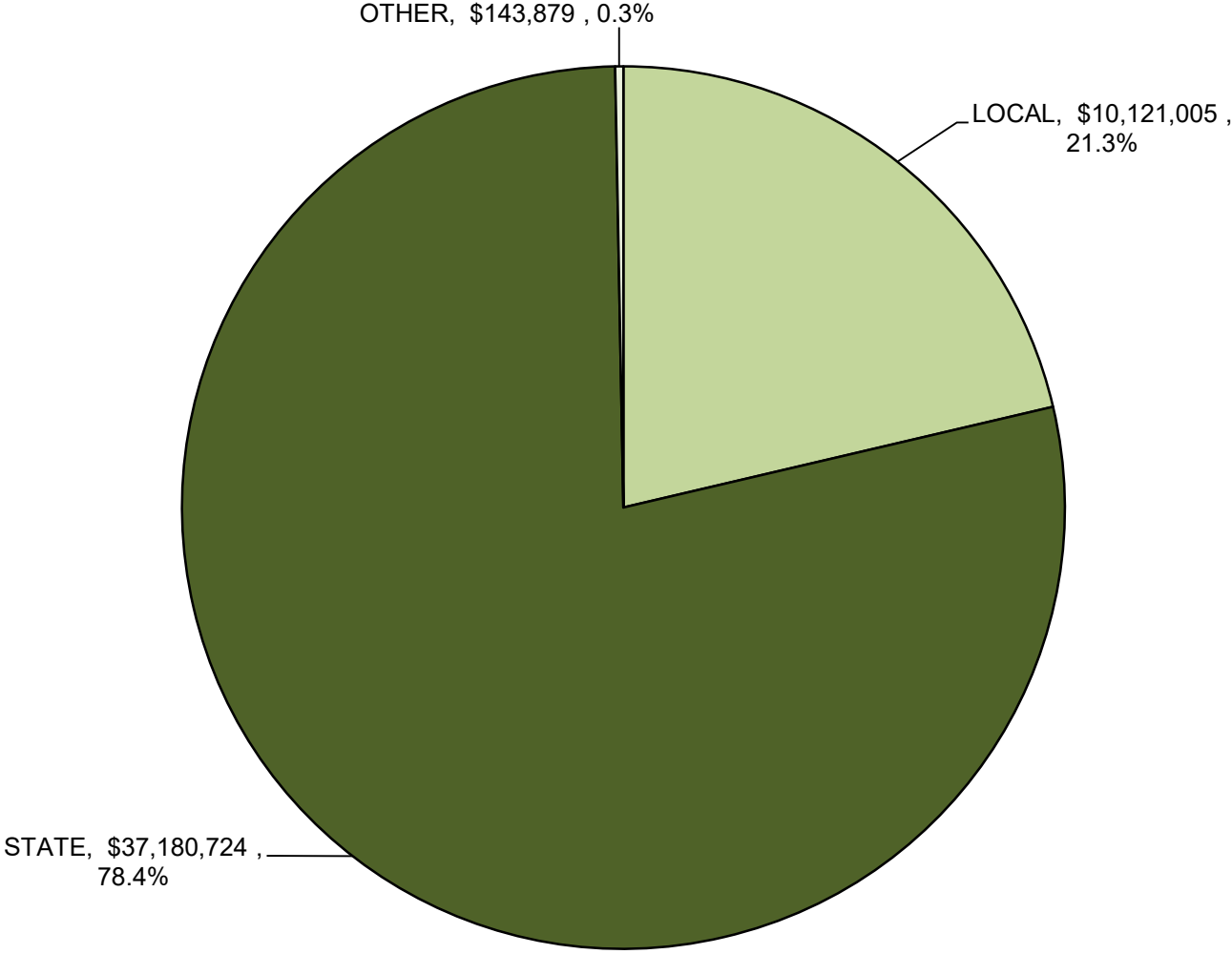
LAKELAND JOINT SCHOOL DISTRICT

General Fund Balance Analysis



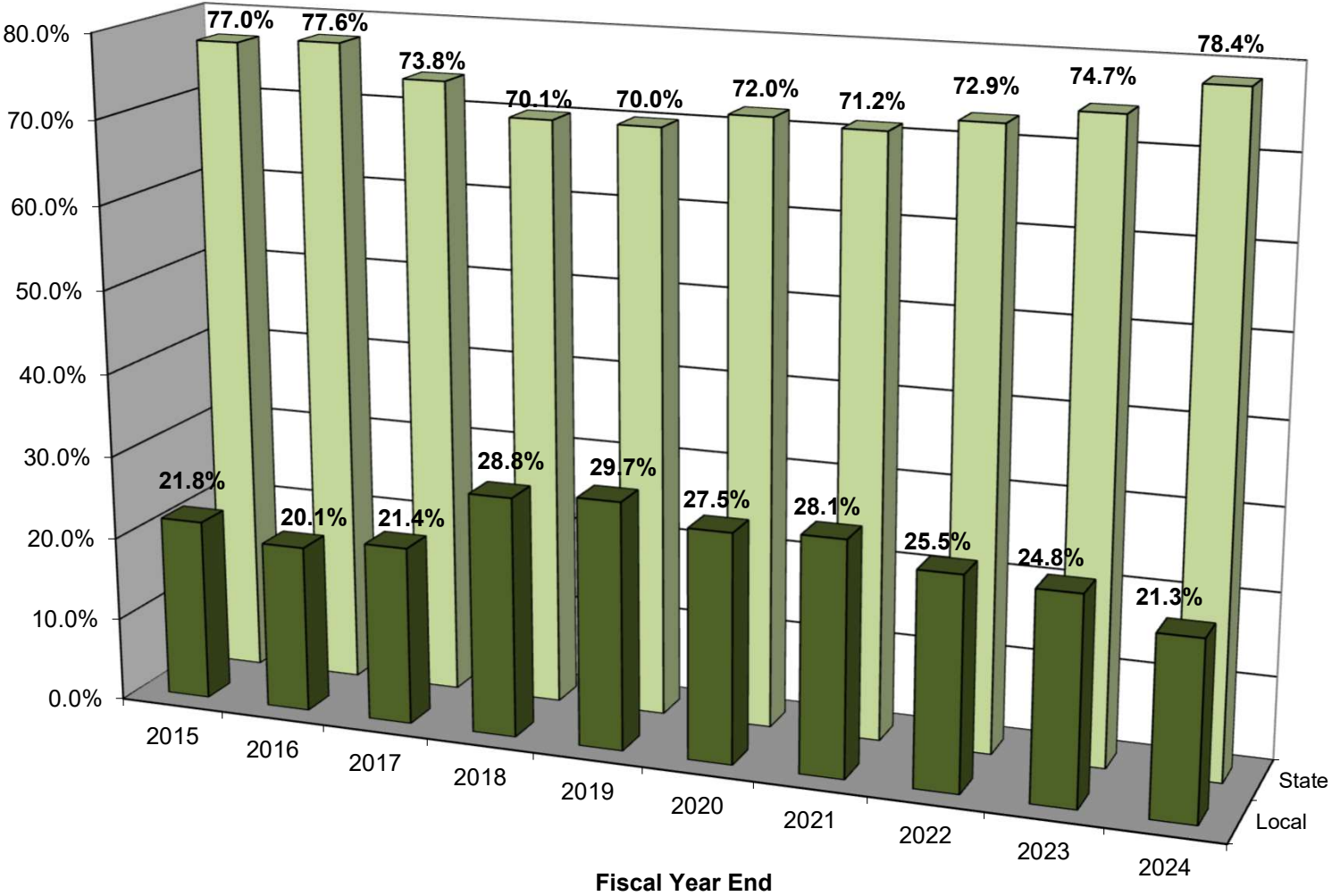
LAKELAND JOINT SCHOOL DISTRICT

2024 General Fund Revenue Analysis

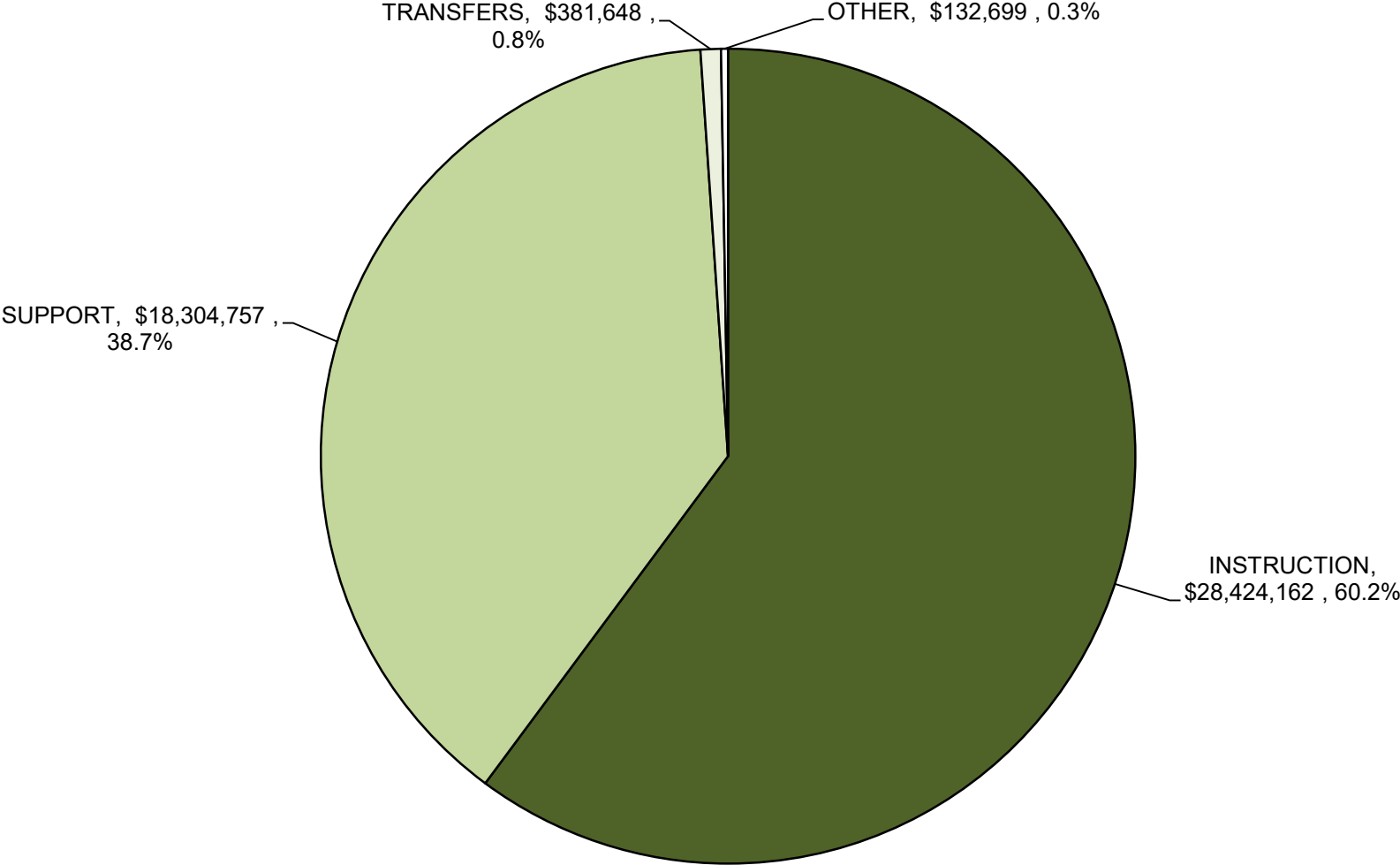


LAKELAND JOINT SCHOOL DISTRICT

General Fund Local/State Revenue Comparison

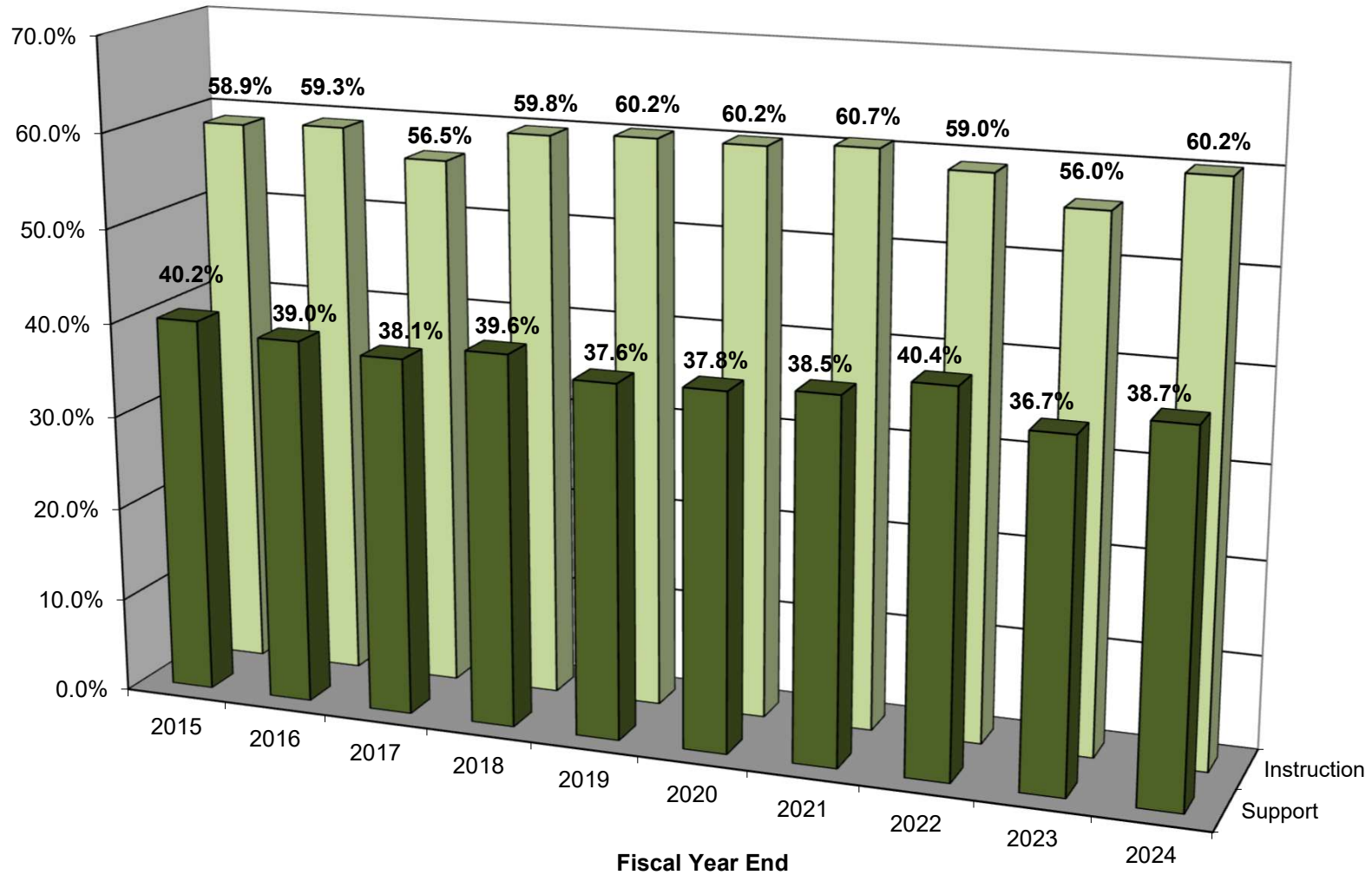


LAKELAND JOINT SCHOOL DISTRICT 2024 General Fund Expenditure Analysis



LAKELAND JOINT SCHOOL DISTRICT

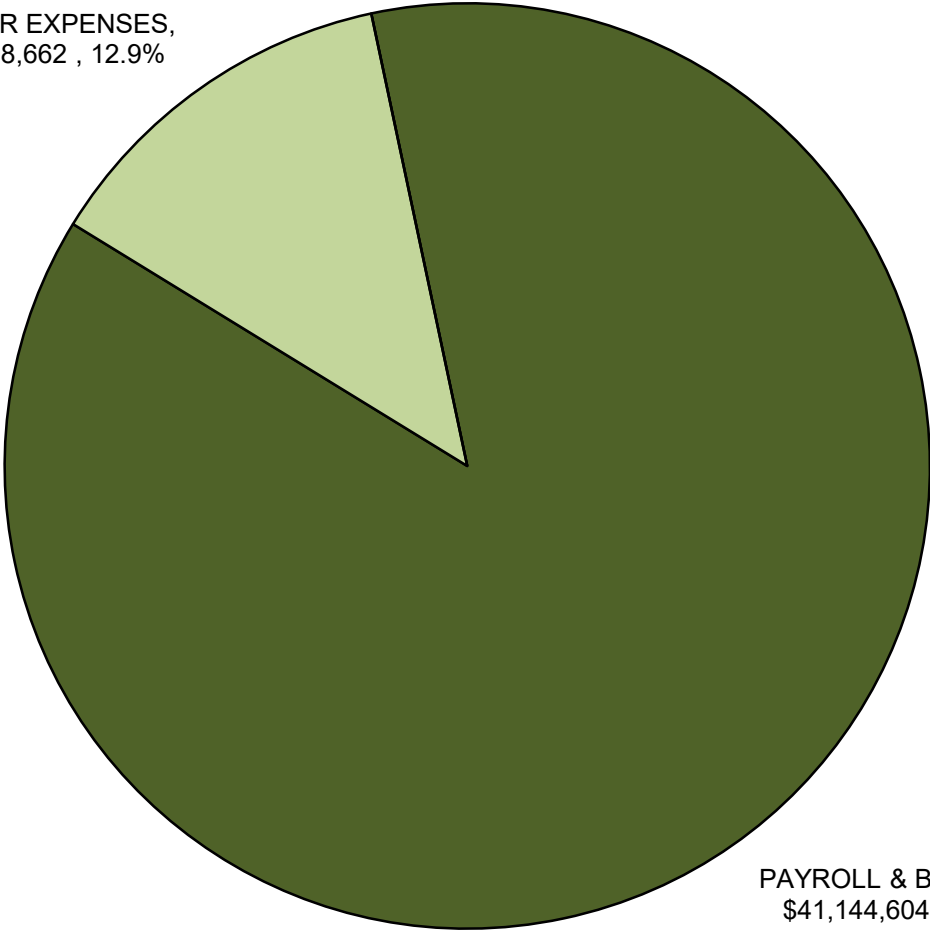
General Fund Expenditure Analysis



LAKELAND JOINT SCHOOL DISTRICT

2024 General Fund Expenditure Analysis

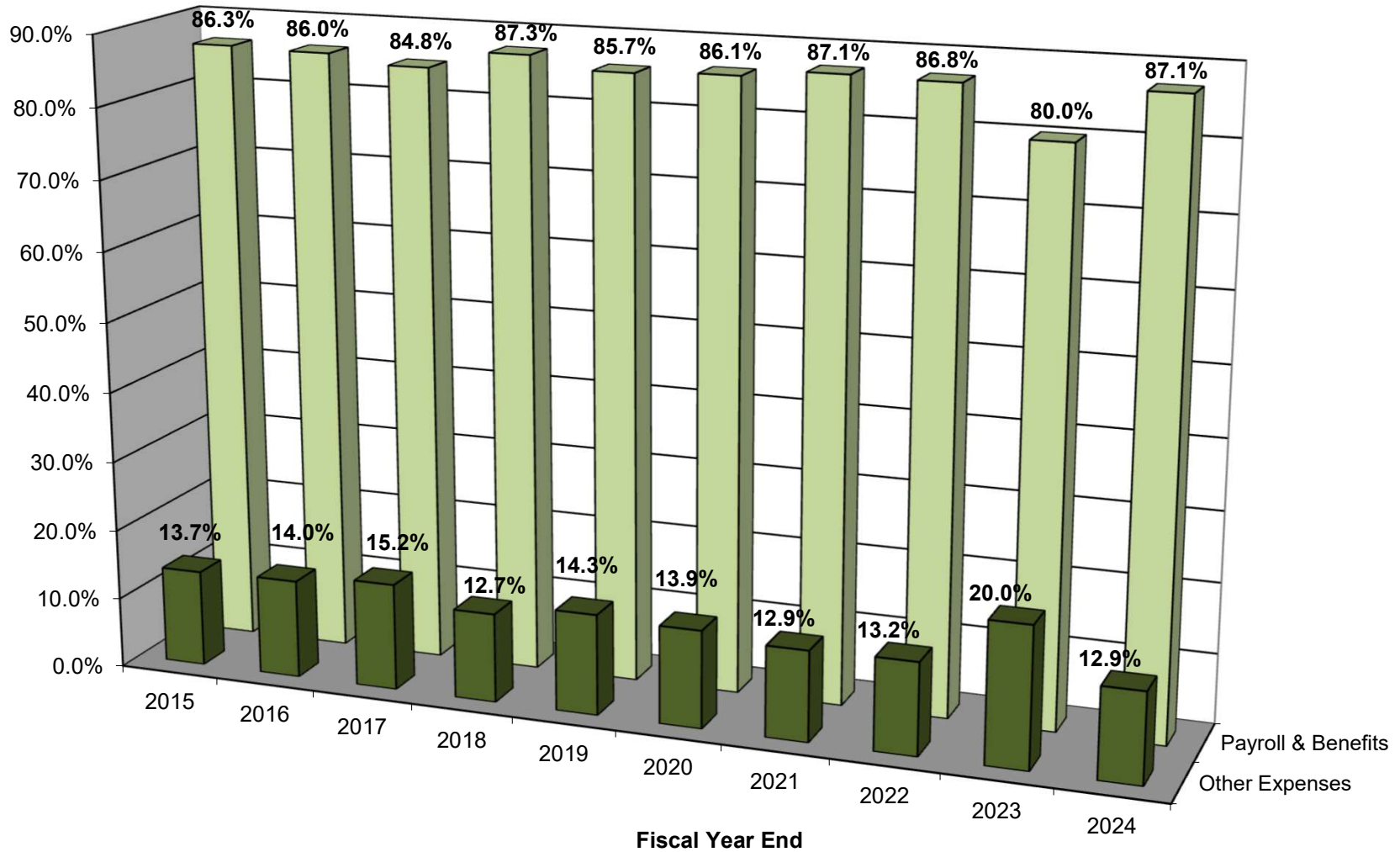
OTHER EXPENSES,
\$6,098,662 , 12.9%



PAYROLL & BENEFITS,
\$41,144,604 , 87.1%

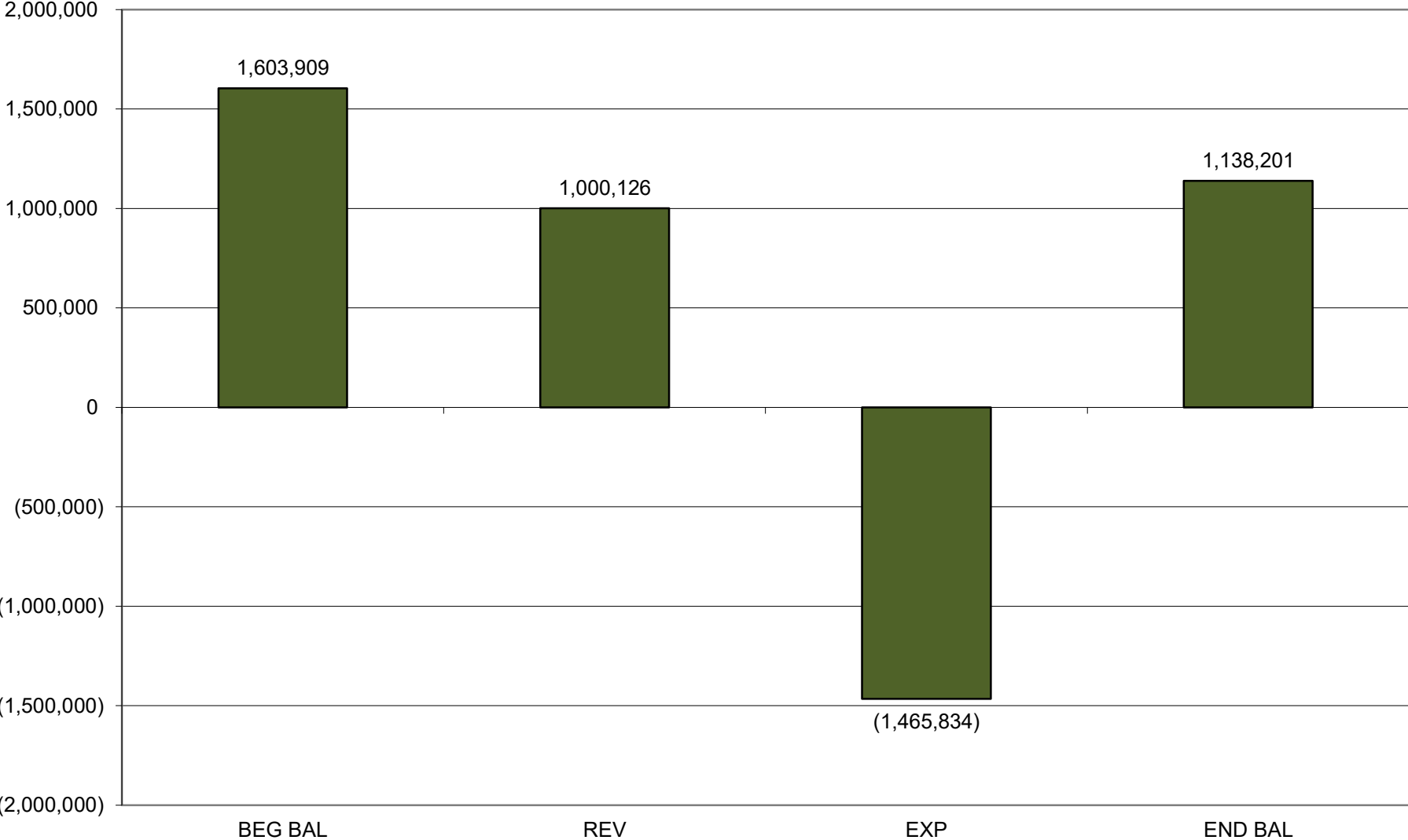
LAKELAND JOINT SCHOOL DISTRICT

General Fund Expenditure Analysis



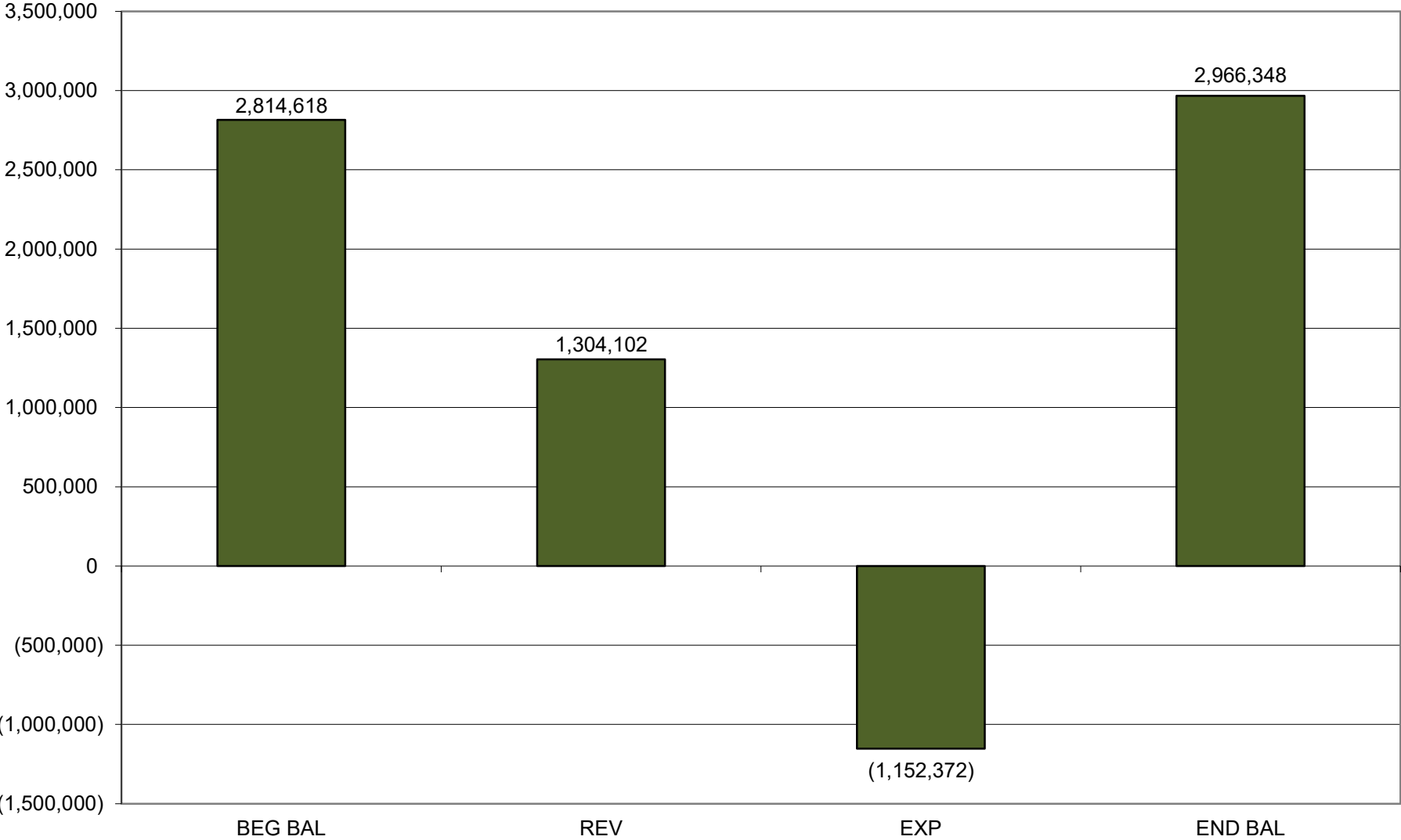
LAKELAND JOINT SCHOOL DISTRICT

2024 Debt Service Fund Operations Recap



LAKELAND JOINT SCHOOL DISTRICT

2024 Capital Projects Fund Operations Recap





October 7, 2024

Board of Trustees
Lakeland Joint School District No. 272
Rathdrum, Idaho 83858

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lakeland Joint School District No. 272 for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated July 18, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Lakeland Joint School District No. 272 are described in Note 1 to the financial statements. Please find attached a list of the GASB's effective for the current year and upcoming fiscal years. We noted no transactions entered into by Lakeland Joint School District No. 272 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 estimate(s) affecting the financial statements was:

Management's estimate of the useful lives of property and equipment is based on industry standards for the various types of assets. We evaluated the key factors and assumptions used to develop the useful lives of property and equipment in determining that it is reasonable in relation to the financial statements taken as a whole.



Management's estimate of the pension/OPEB related balance sheet accounts. We evaluated the key factors and assumptions used to develop the related deferred outflow and inflow of resources and the net pension liability and other post-employment benefits asset and liability in determining that it is reasonable in relation to the financial statements taken as a whole.

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 known and likely 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.

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 October 7, 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 Lakeland Joint School District No. 272'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 Lakeland Joint School

District No. 272'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 Management's Discussion and Analysis, budgetary comparison schedules, net pension liability related schedules, the other post-employment benefits liability schedule, and the net OPEB asset – sick leave plan related schedules, which is required supplementary information (RSI) that supplements 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 combining and individual fund financial statements, which accompany the financial statements but are not RSI. With respect to this 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 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 Trustees and management of Lakeland Joint School District No. 272 and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

HAYDEN ROSS, PLLC

Tony Matson

Tony Matson, CPA



August 2024

RE: Governmental Accounting Standards Board (GASB) Update for 6/30/24 yearend

The following standards are effective as described below:

Effective for Fiscal Year Ending June 30, 2024:

GASB 100, Accounting Changes and Error Corrections

- Defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity
- Describes the transactions or other events that constitute those changes.

Effective for Fiscal Year Ending June 30, 2025:

GASB 101, Compensated Absences

- Updates the recognition and measurement guidance for compensated absences.

GASB 102, Certain Risk Disclosures

- Provide users with essential information about risks related to vulnerabilities due to certain concentrations or constraints.

Effective for Fiscal Year Ending June 30, 2026:

GASB 103, Financial Reporting Model Improvements

- Improve key components of the financial reporting model

