

# Carl Junction R-I School District

Basic Financial Statements  
Year Ended June 30, 2025

**KPM**  
CPAS & ADVISORS

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Board of Education  
Carl Junction R-I School District  
Carl Junction, Missouri

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

### ***Opinions***

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities and each major fund of Carl Junction R-I School District, as of June 30, 2025, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the basis of accounting in Note 1.

### ***Basis for Opinions***

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

### ***Basis of Accounting***

As described in Note 1 of the financial statements, the financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

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

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

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

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information, as identified in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards

generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Information**

Management is responsible for the other information. The other information comprises the budgetary comparison schedules but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 26, 2025, on our consideration of Carl Junction R-I School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Carl Junction R-I School District's internal control over financial reporting and compliance.



KPM CPAs, PC  
Springfield, Missouri  
November 26, 2025

## **Government-Wide Financial Statements**

# Carl Junction R-I School District

## Statement of Net Position – Modified Cash Basis

June 30, 2025

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	<b>Governmental Activities</b>
<b>Assets</b>	
Cash and investments	\$ 15,127,403
<b>Total Assets</b>	<u>\$ 15,127,403</u>
<b>Net Position</b>	
Restricted for debt service	\$ 3,085,740
Restricted for student activities	399,623
Restricted for food service	213,050
Restricted bond proceeds	5,981,177
Unrestricted	<u>5,447,813</u>
<b>Total Net Position</b>	<u>\$ 15,127,403</u>

See accompanying Notes to the Financial Statements.

# Carl Junction R-I School District

Statement of Activities – Modified Cash Basis

Year Ended June 30, 2025

	Program Cash Receipts			Net	
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	(Disbursements) Receipts and Changes in Net Position
<b>Governmental Activities</b>					
Instruction	\$ (21,003,683)	\$ 992,228	\$ 2,948,304	\$ -	\$ (17,063,151)
Student services	(2,688,746)	-	219,050	-	(2,469,696)
Instructional staff support	(1,428,626)	-	130,471	-	(1,298,155)
Building administration	(2,258,787)	-	-	-	(2,258,787)
General administration	(3,894,233)	-	-	8,613	(3,885,620)
Operation of plant	(2,924,090)	-	29,104	348,333	(2,546,653)
Transportation	(2,234,176)	-	1,156,580	-	(1,077,596)
Food services	(1,754,768)	614,687	899,704	-	(240,377)
Community services	(876,694)	355,420	167,965	-	(353,309)
Facilities acquisition and construction	(15,437,104)	-	-	1,010,000	(14,427,104)
Debt service	(5,909,747)	-	-	-	(5,909,747)
<b>Net Program (Disbursements) Receipts</b>	<b>\$ (60,410,654)</b>	<b>\$ 1,962,335</b>	<b>\$ 5,551,178</b>	<b>\$ 1,366,946</b>	<b>(51,530,195)</b>
<b>General Receipts</b>					
Ad valorem tax receipts					12,791,407
Prop C sales tax receipts					4,779,524
Other tax receipts					341,225
County receipts					741,196
State receipts					14,311,864
Interest receipts					1,297,383
Other receipts					361,606
<b>Total General Receipts</b>					<b>34,624,205</b>
<b>Special Items</b>					
Sale of bonds					18,500,000
Premium on bonds sold					1,186,075
Sale of school buses					13,600
Sale of other property					1,826
<b>Total Special Items</b>					<b>19,701,501</b>
<i>Change in Net Position</i>					2,795,511
Net Position - Beginning of year					12,331,892
<b>Net Position - End of year</b>					<b>\$ 15,127,403</b>

See accompanying Notes to the Financial Statements.

## **Fund Financial Statements**

## Carl Junction R-I School District

Statement of Assets and Fund Balances – Governmental Funds – Modified Cash Basis

June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
<b>Assets</b>					
Cash and investments	\$ 4,000,000	\$ -	\$ 3,085,740	\$ 8,041,663	\$ 15,127,403
<b>Total Assets</b>	<b>\$ 4,000,000</b>	<b>\$ -</b>	<b>\$ 3,085,740</b>	<b>\$ 8,041,663</b>	<b>\$ 15,127,403</b>
<b>Fund Balances</b>					
Restricted for debt service	\$ -	\$ -	\$ 3,085,740	\$ -	\$ 3,085,740
Restricted for student activities	399,623	-	-	-	399,623
Restricted for food service	213,050	-	-	-	213,050
Restricted bond proceeds	-	-	-	5,981,177	5,981,177
Assigned for capital outlay	-	-	-	2,060,486	2,060,486
Unassigned	3,387,327	-	-	-	3,387,327
<b>Total Fund Balances</b>	<b>\$ 4,000,000</b>	<b>\$ -</b>	<b>\$ 3,085,740</b>	<b>\$ 8,041,663</b>	<b>\$ 15,127,403</b>

See accompanying Notes to the Financial Statements.

## Carl Junction R-I School District

Statement of Receipts, Disbursements, and Changes in Fund Balances – Governmental Funds – Modified Cash Basis

Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
<b>Receipts</b>					
Local	\$12,091,207	\$ 4,933,914	\$ 3,530,369	\$ 1,204,126	\$ 21,759,616
County	574,465	56,339	110,392	-	741,196
State	2,299,212	14,639,135	-	1,010,000	17,948,347
Federal	1,967,362	957,333	-	8,613	2,933,308
Other	-	122,197	-	-	122,197
<b>Total Receipts</b>	<b>16,932,246</b>	<b>20,708,918</b>	<b>3,640,761</b>	<b>2,222,739</b>	<b>43,504,664</b>
<b>Disbursements</b>					
Instruction	3,259,898	17,491,491	-	252,294	21,003,683
Student services	1,211,807	1,465,089	-	11,850	2,688,746
Instructional staff support	623,784	804,842	-	-	1,428,626
Building administration	424,472	1,828,412	-	5,903	2,258,787
General administration	2,193,415	1,226,270	-	474,548	3,894,233
Operation of plant	2,894,486	-	-	29,604	2,924,090
Transportation	1,772,255	41,857	-	420,064	2,234,176
Food services	1,694,380	31,393	-	28,995	1,754,768
Community services	532,311	341,203	-	3,180	876,694
Facilities acquisition and construction	-	-	-	15,437,104	15,437,104
Debt service	-	-	5,370,873	538,874	5,909,747
<b>Total Disbursements</b>	<b>14,606,808</b>	<b>23,230,557</b>	<b>5,370,873</b>	<b>17,202,416</b>	<b>60,410,654</b>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	2,325,438	(2,521,639)	(1,730,112)	(14,979,677)	(16,905,990)
<b>Other Financing Sources (Uses)</b>					
Sale of bonds	-	-	-	18,500,000	18,500,000
Premium on bonds sold	-	-	-	1,186,075	1,186,075
Sale of school buses	-	-	-	13,600	13,600
Sale of other property	1,826	-	-	-	1,826
Operating transfers in	-	2,521,639	-	1,321,665	3,843,304
Operating transfers (out)	(3,843,304)	-	-	-	(3,843,304)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,841,478)</b>	<b>2,521,639</b>	<b>-</b>	<b>21,021,340</b>	<b>19,701,501</b>
<i>Net Change in Fund Balances</i>	(1,516,040)	-	(1,730,112)	6,041,663	2,795,511
Fund Balance, Beginning of Year	5,516,040	-	4,815,852	2,000,000	12,331,892
<b>Fund Balance, End of Year</b>	<b>\$ 4,000,000</b>	<b>\$ -</b>	<b>\$ 3,085,740</b>	<b>\$ 8,041,663</b>	<b>\$ 15,127,403</b>

See accompanying Notes to the Financial Statements.

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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### 1. Summary of Significant Accounting Policies

The District's financial statements are presented on the modified cash basis of accounting. The modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP).

#### Financial Reporting Entity

The District is organized under the laws of the State of Missouri and is a primary government governed by an elected seven-member board. The District is not financially accountable for any other organization, nor is it a component unit of any other primary governmental entity.

#### Basis of Presentation

##### *Government-Wide Financial Statements*

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements present governmental activities generally financed through taxes, intergovernmental receipts, and other non-exchange transactions.

##### *Fund Financial Statements*

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, fund equity, receipts and disbursements. The District has only governmental funds. The governmental funds of the District are all considered major funds by the Department of Elementary and Secondary Education.

The funds presented in the accompanying financial statements include all funds established under Missouri Revised Statutes and controlled by the Board of Education. The purpose of each fund is:

*General Fund:* Accounts for disbursements for noncertified employees, school transportation costs, operation of plant, fringe benefits, student body activities, community services, the food service program, and any disbursements not accounted for in other funds.

*Special Revenue Fund:* Accounts for receipts for certified employees involved in administration and instruction, and includes receipts restricted by the State for the payment of teacher salaries and taxes allocated to this fund based on the District's tax levy.

*Debt Service Fund:* Accounts for receipts restricted, committed, or assigned for the retirement of principal and interest on the District's general obligation bonds.

*Capital Projects Fund:* Accounts for taxes and other receipts restricted, committed, or assigned for acquisition or construction of major capital assets and other capital outlay as defined by State of Missouri statutes.

#### Basis of Accounting

The government-wide Statement of Net Position and Statement of Activities and the fund financial statements are presented using the modified cash basis of accounting. This basis recognizes assets, net position/fund equity, receipts and disbursements when they result from cash transactions. The modification to the cash basis of accounting relates to the

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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presentation of investments. This basis is a special purpose framework of accounting other than accounting principles generally accepted in the United States of America; and as a result, these financial statements may not be suitable for another purpose.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the District used the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting and the government-wide financial statements would be presented on the accrual basis of accounting.

### **Compensated Absences**

Vacation time and personal business days are considered as disbursements in the year paid. Such amounts unused that are vested in the employee are payable upon termination.

### **Teachers' Salaries**

The salary payment schedule of the District for the 2024-2025 school year requires the payment of salaries for a twelve-month period. Consequently, the July and August 2025 payroll checks are included in the financial statements as a disbursement paid in the month of June.

### **Pooled Cash and Investments**

Cash resources of the individual funds are combined to form a pool of cash and investments with the exception of the Debt Service Fund, which is kept in a separate bank account. Investments of the pooled accounts consist primarily of money market accounts and U.S. Treasury securities, carried at cost.

### **Capital Outlay**

Capital outlay is recorded as disbursements in the Capital Projects Fund at the time the goods received are purchased.

### **Long-Term Debt**

Long-term debt arising from cash transactions of the governmental funds is not reported in the government-wide financial statements or the fund financial statements, which is consistent with the modified cash basis of accounting. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as disbursements.

### **Inventories**

Inventories are valued at cost and consist of food and educational materials. The cost is recorded as a disbursement at the time inventory is purchased.

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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### Equity Classification

In the government-wide financial statements, net position is classified in two components as follows:

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

*Unrestricted net position:* All other net position that does not meet the definition of “restricted.”

It is the District’s policy to first use restricted net position prior to the use of unrestricted net position when disbursements are made for purposes for which both restricted and unrestricted net position are available.

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on constraints imposed on the use of these resources as follows:

*Nonspendable fund balance:* This classification 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.

*Restricted fund balance:* This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws and regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed fund balance:* These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Board of Education – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Education removes the specified use by taking the same type of action imposing the commitment.

*Assigned fund balance:* This classification reflects the amounts constrained by the District’s “intent” to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

*Unassigned fund balance:* This fund balance is the residual classification for the General Fund. It is used to report negative fund balances in other governmental funds.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

### Program Receipts

Amounts reported as program receipts include 1) charges to students or others for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. All other governmental receipts are reported as general receipts. All taxes are classified as general receipts even if restricted for a specific purpose.

# Carl Junction R-I School District

Notes to the Financial Statements

June 30, 2025

## 2. Cash & Cash Equivalents

State statutes require that the District's deposits be insured or collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2025, all bank balances on deposit are entirely insured or collateralized with securities.

## 3. Investments

The District has the following investments at June 30, 2025:

<u>Investment Type</u>	<u>Maturity</u>	<u>Amount</u>
Pro-rata shares of investment contracts with BOK Financial through the Missouri School District Direct Deposit Program	N/A	\$ 1,583,435
Local Government Investment Pool, Liquid Series - MOSIP	N/A	3,127
Local Government Investment Pool, Liquid Series - (MOCAAT)	N/A	12,178,645
U.S. Treasury Bills and Notes - MOCAAT	7/15/25-11/15/25	1,023,333
		<u>\$ 14,788,540</u>

### Investment Contracts with BOK Financial

Funds on deposit with BOK Financial are invested in investment contracts in which the District has a pro-rata share of the investment contract. The investment contracts are in accordance with Section 165.051 and Section 360 of the Missouri Revised Statutes through the Missouri School District Direct Deposit Program. The investment contracts are with credit providers whose unsecured long-term debt is rated at the time of such agreement in either of the two highest rating categories by a nationally recognized rating service.

### Missouri Securities Investment Program

District funds in the Missouri Securities Investment Program are invested in cash management funds in which the District has a pro-rata share. The funds are invested in accordance with Section 165.051 and Section 360 of the Missouri Revised Statutes and the cash management fund has a current rating of AAAM by Standards and Poor's.

### Missouri Capital Asset Advantage Treasury (MOCAAT)

District funds in the Missouri Capital Asset Advantage Treasury (MOCAAT) are invested in a local government investment pool, in which the District has a pro-rata share and has a rating of AAAM by S&P. The District has also purchased U.S. Treasury bills and notes through MOCAAT. All funds are invested in accordance with section 165.051 of the Missouri Revised Statutes.

### Interest Rate Risk

The District does not have a policy on interest rate risk.

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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### 4. Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The county collects the property tax and remits it to the District.

The District also receives sales tax collected by the State and remitted based on eligible pupils. The District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year unless the voters have approved a waiver of the rollback provision. The District has voted a full waiver of the rollback provision.

The assessed valuation of the tangible taxable property for the calendar year 2024 for purposes of local taxation was:

Real estate	\$ 239,574,400
Personal property	78,808,897
<b>Total Assessed Valuation</b>	<u><u>\$ 318,383,297</u></u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2024 for purposes of local taxation was:

	<u>Unadjusted</u>	<u>Adjusted</u>
General Fund	\$ 2.9522	\$ 2.9522
Debt Service Fund	1.0208	1.0208
<b>Total Levy</b>	<u><u>\$ 3.9730</u></u>	<u><u>\$ 3.9730</u></u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2025, aggregated approximately 101 percent of the current assessment computed on the basis of the levy as shown above.

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

### 5. General Obligation Bonds Payable

Bonds payable at June 30, 2025, consist of:

\$10,000,000 general obligation bonds dated December 29, 2014, due in varying installments through March 1, 2034; interest at 3.0% to 5.0%.	\$ 215,000
\$5,940,000 general obligation refunding bonds dated December 11, 2019, due in varying installments through March 1, 2029; interest at 2.0% to 3.0%.	3,625,000
\$4,500,000 general obligation bonds dated May 19, 2021, due in varying installments through March 1, 2034; interest at 3.25%.	4,500,000
\$9,745,000 general obligation refunding bonds dated December 9, 2021, due in varying installments through March 1, 2033; interest at 2.0%.	9,045,000
\$2,500,000 general obligation bonds dated March 29, 2022, due in varying installments through March 1, 2031; interest at 2.0% to 3.0%.	2,000,000
\$18,500,000 general obligation bonds dated July 10, 2024, due in varying installments through March 1, 2044; interest at 5.0%.	18,500,000
	<u>\$ 37,885,000</u>

The following is a summary of bond transactions for the year ended at June 30, 2025:

	<u>Total</u>
Bonds Payable, Beginning of Year	\$ 23,575,000
Bonds Issued	18,500,000
Bonds Retired	(4,190,000)
<b>Bonds Payable, End of Year</b>	<u>\$ 37,885,000</u>

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

Debt service requirements are:

Year Ending June 30,	Principal	Interest	Total
2026	\$ 2,285,000	\$ 533,550	\$ 2,818,550
2027	2,520,000	476,000	2,996,000
2028	2,335,000	411,400	2,746,400
2029	1,100,000	352,350	1,452,350
2030	2,250,000	299,150	2,549,150
2031	2,250,000	244,150	2,494,150
2032	2,700,000	165,587	2,865,587
2033	2,395,000	92,650	2,487,650
2034	1,550,000	950,188	2,500,188
2035	1,550,000	925,000	2,475,000
2036	1,625,000	847,500	2,472,500
2037	1,700,000	766,250	2,466,250
2038	1,775,000	681,250	2,456,250
2039	1,850,000	592,500	2,442,500
2040	1,500,000	500,000	2,000,000
2041	1,975,000	425,000	2,400,000
2042	2,075,000	326,250	2,401,250
2043	2,175,000	222,500	2,397,500
2044	2,275,000	113,750	2,388,750
	\$ 37,885,000	\$ 8,925,025	\$ 46,810,025

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15 percent of the assessed valuation of the district. The legal debt margin (excluding state assessed railroad and utility) of the District at June 30, 2025, was:

Constitutional debt limit	\$ 47,757,495
General obligation bonds payable	(37,885,000)
Amount available in Debt Service Fund	3,085,740
<b>Legal Debt Margin</b>	<b>\$ 12,958,235</b>

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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### 6. Retirement Plans

#### Public School Retirement System of Missouri and Public Education Employee Retirement System of Missouri

##### *Summary of Significant Accounting Policies*

The District participates in the Public School Retirement System and the Public Education Employee Retirement System (PSRS and PEERS, also referred to as the Systems). The financial statements of the District were prepared using the modified cash basis of accounting. Therefore, member and employer contributions are recognized when paid and the District's net pension liability, deferred outflows and inflows of resources related to pensions are not recorded in these financial statements.

*Plan Description:* PSRS is a mandatory cost-sharing multiple employer retirement system for all full-time certificated employees and certain part-time certificated employees of all public school districts in Missouri (except the school districts of St. Louis and Kansas City) and all public community colleges. PSRS also includes certificated employees of the Systems, Missouri State Teachers' Association, Missouri State High School Activities Association, and certain employees of the State of Missouri who elected to remain covered by PSRS under legislation enacted in 1986, 1987 and 1989. The majority of PSRS members are exempt from Social Security contributions. In some instances, positions may be determined not to be exempt from Social Security contributions. Any PSRS member who is required to contribute to Social Security comes under the requirements of Sections 169.070 (9) RSMo, known as the "two-thirds statute." PSRS members required to contribute to Social Security are required to contribute two-thirds of the approved PSRS contribution rate and their employer is required to match the contribution. The members' benefits are further calculated at two-thirds the normal benefit amount.

*Plan Description:* PEERS is a mandatory cost-sharing multiple employer retirement system for all public school district employees (except the school districts of St. Louis and Kansas City), employees of the Missouri Association of School Administrators, and community college employees (except the Community College of St. Louis). Employees of covered districts who work 20 or more hours per week on a regular basis and who are not contributing members of PSRS must contribute to PEERS. Employees of the Systems who do not hold Missouri educator certificates also contribute to PEERS. PEERS was established as a trust fund by an Act of the Missouri General Assembly effective October 13, 1965. Statutes governing the System are found in Sections 169.600 - 169.715 and Sections 169.560 - 169.595 RSMo. The statutes place responsibility for the operation of PEERS on the Board of Trustees of PSRS.

*Benefits Provided:* PSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of 5 years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 2.5% benefit factor. Members who retire with 32 or more years of service will have their benefit calculated using a 2.55% benefit factor. Actuarially age-reduced benefits are available for members with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

*Benefits Provided:* PEERS is a defined benefit plan providing service retirement, disability, and death benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for "Rule of 80" or "30-and-out" are entitled to an additional temporary benefit until reaching minimum Social Security age (currently age 62), which is calculated using a 0.8% benefit factor. Actuarially age-reduced retirement benefits are available with five years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

*Cost-of-Living Adjustments (COLA):* The Board of Trustees has established a policy of providing a 0.00% COLA for years in which the CPI increases between 0.00% and 2.00%, a 2.00% COLA for years in which CPI increases between 2.00% and 5.00%, and a COLA of 5.00% if the CPI is greater than 5.00%. If the CPI decreases, no COLA is provided. For any PSRS member retiring on or after July 1, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustments commence on the fourth January after commencement of benefits and occur annually thereafter. The total of such increases may not exceed 80% of the original benefit for any member.

*Contributions:* PSRS members were required to contribute 14.5% of their annual covered salary during fiscal year 2025. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay.

*Contributions:* PEERS members were required to contribute 6.86% of their annual covered salary during fiscal year 2025. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5% of pay.

The District's contributions to PSRS and PEERS were \$2,704,552 and \$453,299, respectively, for the year ended June 30, 2025.

## 7. Financed Purchases and Loans Payable

During 2021, the District entered into a cancelable financed purchase agreement for three 2021 school buses at a total cost of \$343,604, plus interest at 1.72%.

During 2022, the District entered into a cancelable financed purchase agreement for three 2022 school buses at a total cost of \$335,670, plus interest at 1.21%.

During 2022, the District entered into a cancelable financed purchase agreement for Chromebooks at a total cost of \$356,250, plus interest at 2.9%.

During 2023, the District entered into a cancelable financed purchase agreement for three 2023 school buses at a total cost of \$399,344, plus interest at 3.06%.

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

During 2024, the District entered into a cancelable financed purchase agreement for three 2024 school buses at a total cost of \$372,821, plus interest at 4.68%.

During 2025, the District entered into a cancelable financed purchase agreement for three 2025 school buses at a total cost of \$403,792, plus interest at 5.00%.

During 2025, the District entered into a ten-year loan agreement with the Missouri Department of Natural Resources in the amount of \$1,010,000 to finance lighting upgrades. The loan provides for payments of principal and interest with an interest rate of 2.5%.

Although these agreements provide for cancellation of the financed purchases at the District's option at the renewal dates, the District does not foresee exercising its options to cancel.

The following is a schedule of the future minimum financed purchase/loan payments (assuming noncancellation):

Year Ending June 30,	2022 Bus Financed Purchase	2023 Bus Financed Purchase	2024 Bus Financed Purchase	Commerce Financed Purchase	2025 Bus Financed Purchase	Huntington Financed Purchase	DNR Energy Loan	Total
2026	\$ 69,244	\$ 86,473	\$ 101,910	\$ 95,095	\$ 114,799	\$ 107,672	\$ 117,918	\$ 693,111
2027	-	86,472	101,910	-	114,799	107,672	117,918	528,771
2028	-	-	101,910	-	103,473	-	117,918	323,301
2029	-	-	-	-	-	-	117,918	117,918
2030	-	-	-	-	-	-	117,918	117,918
2031	-	-	-	-	-	-	117,918	117,918
2032	-	-	-	-	-	-	117,918	117,918
2033	-	-	-	-	-	-	117,918	117,918
2034	-	-	-	-	-	-	117,918	117,918
2035	-	-	-	-	-	-	15,599	15,599
<b>Total Minimum Financed Purchase/Loan Payments</b>	69,244	172,945	305,730	95,095	333,071	215,344	1,076,861	2,268,290
Less Amount Representing Interest	(20)	(8,063)	(26,744)	(3,082)	(30,229)	-	(119,456)	(187,594)
<b>Purchase/Loan Payments</b>	<u>\$ 69,224</u>	<u>\$ 164,882</u>	<u>\$ 278,986</u>	<u>\$ 92,013</u>	<u>\$ 302,842</u>	<u>\$ 215,344</u>	<u>\$ 957,405</u>	<u>\$ 2,080,696</u>

The following represents the changes in net financed purchase/loan payments for the year ended June 30, 2025:

Financed Purchase/ Loan Payable, Beginning of Year	\$ 1,004,104
Additional obligations	1,736,808
Net retirements	(660,216)
<b>Financed Purchase/ Loan Payable, End of Year</b>	<u>\$ 2,080,696</u>

# Carl Junction R-I School District

## Notes to the Financial Statements

June 30, 2025

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### 8. Compensated Absences Payable

Compensated absences payable consists of accumulated vacation by District personnel. Upon leaving the District the employee may be paid for accrued vacation days not to exceed 20 days at the employee's hourly wage. Employees are not paid for any accumulated sick days. Compensated absences payable at June 30, 2025, is \$62,130.

### 9. Claims & Adjustments

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulation, the District may be required to reimburse the grantor government. As of June 30, 2025, disbursements have not been audited by grantor governments, but the District believes that disallowed disbursements, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

### 10. Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has transferred its risk by obtaining coverage from commercial insurance companies. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

### 11. Interfund Transfers

Transfers between funds of the District for the year ended June 30, 2025, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 3,843,304
Special Revenue Fund	2,521,639	-
Capital Projects Fund	1,321,665	-
	<u>\$ 3,843,304</u>	<u>\$ 3,843,304</u>

The District is required to make a transfer from the General Fund to the Special Revenue Fund to cover the excess of disbursements over receipts, if applicable, each year. The District is also allowed transfers from the General Fund to the Capital Projects Fund to cover disbursements and build balance as allowed by State law.

### 12. Post-Employment Benefits

In addition to the pension benefits described in Note 6, the District makes available post-retirement healthcare benefits to all employees who retire from the District. Participation by retirees in the District health plan is subjected to terms and conditions set forth in the Board policy. The cost of the coverage is charged to the retiree at a blended rate for all employees. The District has not made a formal evaluation or projection on the future cost of the existing health care benefit plan in relation to retirees.

# Carl Junction R-I School District

Notes to the Financial Statements

June 30, 2025

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## **13. Commitments**

At June 30, 2025, the District was committed to R.E. Smith Construction Co. in the amount of \$4,823,281 for the remainder of construction contracts at various District locations for HVAC improvements, the Concessions/Indoor Hitting project, the JROTC & Archery project, the Athletic Complex project, the Schools Farm project, and the Schools OT-PT project.

## Supplemental Information

# Carl Junction R-I School District

## Schedule of Receipts by Source

Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
<b>Local</b>					
Current taxes	\$ 7,777,332	\$ -	\$ 2,689,215	\$ -	\$ 10,466,547
Delinquent taxes	1,709,986	-	614,874	-	2,324,860
School district trust fund (Prop C)	-	4,779,524	-	-	4,779,524
Financial institution tax	723	-	250	-	973
M & M surtax	-	-	-	340,252	340,252
Regular day school tuition (K - 12) from Individuals	22,146	-	-	-	22,146
Earnings from temporary deposits	552,239	3,573	226,030	515,541	1,297,383
Premium on bonds sold	-	-	-	1,186,075	1,186,075
Sales to pupils - reimbursable school meals	432,721	-	-	-	432,721
Sales to adults for adult meals - non-program food	12,591	-	-	-	12,591
Nonreimbursable meal sales - non-program food	169,375	-	-	-	169,375
Admissions - student activities	44,306	-	-	-	44,306
Other pupil activity income	803,579	-	-	-	803,579
PK tuition from parents	355,420	-	-	-	355,420
Gifts	-	-	-	348,333	348,333
Prior period adjustment	6,069	-	-	-	6,069
Miscellaneous local revenue	204,720	150,817	-	-	355,537
<b>Total Local</b>	12,091,207	4,933,914	3,530,369	2,390,201	22,945,691
<b>County</b>					
Fines, escheats, etc.	-	56,339	-	-	56,339
State assessed utilities	574,465	-	110,392	-	684,857
<b>Total County</b>	574,465	56,339	110,392	-	741,196
<b>State</b>					
Basic formula - state monies	548	12,566,033	-	-	12,566,581
Transportation	1,145,886	-	-	-	1,145,886
Early childhood special education	216,876	170,784	-	-	387,660
Basic formula - classroom trust fund	-	1,870,949	-	-	1,870,949
Educational screening program/PAT	132,189	-	-	-	132,189
Career education	2,112	-	-	-	2,112
Food service - state	10,291	-	-	-	10,291
Energy loan	-	-	-	1,010,000	1,010,000
Residential placement/excess cost	112,784	-	-	-	112,784
High need fund - special education	646,130	-	-	-	646,130
Other	32,396	31,369	-	-	63,765
<b>Total State</b>	2,299,212	14,639,135	-	1,010,000	17,948,347

The above presentation agrees to the Annual Secretary of the Board Report.

## Carl Junction R-I School District

### Schedule of Receipts by Source

Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
<b>Federal</b>					
Medicaid	155,989	-	-	-	155,989
ARP - ESSER III	9,039	30,000	-	-	39,039
IDEA grants	49,745	-	-	-	49,745
IDEA entitlement funds, part B IDEA	763,709	-	-	-	763,709
Early childhood special education - federal	19,340	86,705	-	-	106,045
National school lunch program	683,570	-	-	-	683,570
School breakfast program	187,343	-	-	-	187,343
Title I - ESEA	42,270	673,990	-	-	716,260
Title IV.A student support and academic enrichment	37,130	3,483	-	-	40,613
Title II, part A&B, ESEA - teacher & principal training	727	79,702	-	-	80,429
Other - federal	18,500	83,453	-	8,613	110,566
<b>Total Federal</b>	1,967,362	957,333	-	8,613	2,933,308
<b>Other Sources</b>					
Sale of bonds	-	-	-	18,500,000	18,500,000
Sale of school buses	-	-	-	13,600	13,600
Sale of other property	1,826	-	-	-	1,826
Contracted educational services	-	122,197	-	-	122,197
<b>Total Other Sources</b>	1,826	122,197	-	18,513,600	18,637,623
<b>Total Receipts</b>	\$ 16,934,072	\$ 20,708,918	\$ 3,640,761	\$ 21,922,414	\$ 63,206,165

The above presentation agrees to the Annual Secretary of the Board Report.

# Carl Junction R-I School District

## Schedule of Disbursements by Object

Year Ended June 30, 2025

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	<b>General Fund</b>	<b>Special Revenue Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	<b>Totals</b>
Salaries	\$ 6,706,627	\$ 18,112,091	\$ -	\$ -	\$ 24,818,718
Employee benefits	1,905,389	4,542,574	-	-	6,447,963
Purchased services	2,943,218	575,892	-	-	3,519,110
Supplies	3,051,574	-	-	-	3,051,574
Capital outlay	-	-	-	16,663,542	16,663,542
Other objects	-	-	5,370,873	538,874	5,909,747
<b>Total Disbursements</b>	<b>\$ 14,606,808</b>	<b>\$ 23,230,557</b>	<b>\$ 5,370,873</b>	<b>\$ 17,202,416</b>	<b>\$ 60,410,654</b>

The above presentation agrees to the Annual Secretary of the Board Report.

## Carl Junction R-I School District

### Schedule of Transportation Costs Eligible for State Aid

Year Ended June 30, 2025

	District Operated	District Operated Disabled	Total
Certificated salaries	\$ 30,842	\$ -	\$ 30,842
Non-certificated salaries	977,172	128,787	1,105,959
Employee benefits	290,586	14,432	305,018
Purchased services	69,893	-	69,893
Supplies	242,614	15,000	257,614
Capital outlay	9,145	-	9,145
Depreciation, net of adjustment	356,314	-	356,314
	\$ 1,976,566	\$ 158,219	\$ 2,134,785
<b>School buses financed</b>			
Principal	\$ 410,919		

The above presentation agrees to the Annual Secretary of the Board Report.

## Other Information

## Carl Junction R-I School District

Budgetary Comparison Schedule – General Fund – Modified Cash Basis

Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Receipts</b>				
Local	\$ 12,708,732	\$ 12,091,207	\$ 12,091,207	\$ -
County	558,000	574,465	574,465	-
State	2,225,000	2,299,212	2,299,212	-
Federal	1,727,000	1,967,362	1,967,362	-
<b>Total Receipts</b>	17,218,732	16,932,246	16,932,246	-
<b>Disbursements</b>				
Instruction	3,420,906	3,259,898	3,259,898	-
Student services	1,074,549	1,211,807	1,211,807	-
Instructional staff support	722,102	623,784	623,784	-
Building administration	432,131	424,472	424,472	-
General administration	2,060,370	2,193,415	2,193,415	-
Operation of plant	2,763,161	2,894,486	2,894,486	-
Transportation	1,746,298	1,772,255	1,772,255	-
Food services	1,959,181	1,694,380	1,694,380	-
Community services	517,691	532,311	532,311	-
<b>Total Disbursements</b>	14,696,389	14,606,808	14,606,808	-
<i>Excess (Deficit) of Receipts Over Disbursements</i>	2,522,343	2,325,438	2,325,438	-
<b>Other Financing Sources (Uses)</b>				
Sale of other property	-	1,826	1,826	-
Operating transfers in (out)	(2,913,789)	(3,843,304)	(3,843,304)	-
<b>Total Other Financing Sources (Uses)</b>	(2,913,789)	(3,841,478)	(3,841,478)	-
<i>Net Change in Fund Balance</i>	(391,446)	(1,516,040)	(1,516,040)	-
Fund Balance, Beginning of Year	6,647,233	5,516,040	5,516,040	-
<b>Fund Balance, End of Year</b>	\$ 6,255,787	\$ 4,000,000	\$ 4,000,000	\$ -

See accompanying Notes to the Budgetary Comparison Schedules.

## Carl Junction R-I School District

Budgetary Comparison Schedule – Special Revenue Fund – Modified Cash Basis

Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Receipts</b>				
Local	\$ 4,910,264	\$ 4,933,914	\$ 4,933,914	\$ -
County	100,000	56,339	56,339	-
State	15,839,974	14,639,135	14,639,135	-
Federal	975,160	957,333	957,333	-
Other	100,000	122,197	122,197	-
<b>Total Receipts</b>	<u>21,925,398</u>	<u>20,708,918</u>	<u>20,708,918</u>	<u>-</u>
<b>Disbursements</b>				
Instruction	17,691,836	17,491,491	17,491,491	-
Student services	1,429,381	1,465,089	1,465,089	-
Instructional staff support	784,809	804,842	804,842	-
Building administration	1,163,184	1,828,412	1,828,412	-
General administration	1,800,674	1,226,270	1,226,270	-
Transportation	40,316	41,857	41,857	-
Food services	30,238	31,393	31,393	-
Community services	471,208	341,203	341,203	-
<b>Total Disbursements</b>	<u>23,411,646</u>	<u>23,230,557</u>	<u>23,230,557</u>	<u>-</u>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(1,486,248)	(2,521,639)	(2,521,639)	-
<b>Other Financing Source</b>				
Operating transfers in	<u>2,913,789</u>	<u>2,521,639</u>	<u>2,521,639</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	1,427,541	-	-	-
Fund Balance, Beginning of Year	-	-	-	-
<b>Fund Balance, End of Year</b>	<u><u>\$ 1,427,541</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

## Carl Junction R-I School District

Budgetary Comparison Schedule – Debt Service Fund – Modified Cash Basis

Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Receipts</b>				
Local	\$ 3,393,723	\$ 3,530,369	\$ 3,530,369	\$ -
County	108,000	110,392	110,392	-
<b>Total Receipts</b>	<u>3,501,723</u>	<u>3,640,761</u>	<u>3,640,761</u>	<u>-</u>
<b>Disbursements</b>				
Debt service	<u>2,906,301</u>	<u>5,370,873</u>	<u>5,370,873</u>	<u>-</u>
<b>Total Disbursements</b>	<u>2,906,301</u>	<u>5,370,873</u>	<u>5,370,873</u>	<u>-</u>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	595,422	(1,730,112)	(1,730,112)	-
Fund Balance, Beginning of Year	<u>4,815,852</u>	<u>4,815,852</u>	<u>4,815,852</u>	<u>-</u>
<b>Fund Balance, End of Year</b>	<u><u>\$ 5,411,274</u></u>	<u><u>\$ 3,085,740</u></u>	<u><u>\$ 3,085,740</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

## Carl Junction R-I School District

Budgetary Comparison Schedule – Capital Projects Fund – Modified Cash Basis

Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Receipts</b>				
Local	\$ 320,000	\$ 1,204,126	\$ 1,204,126	\$ -
State	-	1,010,000	1,010,000	-
Federal	-	8,613	8,613	-
<b>Total Receipts</b>	320,000	2,222,739	2,222,739	-
<b>Disbursements</b>				
Instruction	228,300	252,294	252,294	-
Student services	6,000	11,850	11,850	-
Building administration	7,300	5,903	5,903	-
General administration	683,000	474,548	474,548	-
Operation of plant	41,000	29,604	29,604	-
Transportation	335,000	420,064	420,064	-
Food services	30,000	28,995	28,995	-
Community Services	3,500	3,180	3,180	-
Facilities acquisition and construction	780,000	15,437,104	15,437,104	-
Debt service	15,000	538,874	538,874	-
<b>Total Disbursements</b>	2,129,100	17,202,416	17,202,416	-
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(1,809,100)	(14,979,677)	(14,979,677)	-
<b>Other Financing Sources</b>				
Sale of bonds	-	18,500,000	18,500,000	-
Premium on bonds sold	-	1,186,075	1,186,075	-
Sale of school buses	-	13,600	13,600	-
Operating transfers in	-	1,321,665	1,321,665	-
<b>Total Other Financing Sources</b>	-	21,021,340	21,021,340	-
<i>Net Change in Fund Balance</i>	(1,809,100)	6,041,663	6,041,663	-
Fund Balance, Beginning of Year	2,000,000	2,000,000	2,000,000	-
<b>Fund Balance, End of Year</b>	\$ 190,900	\$ 8,041,663	\$ 8,041,663	\$ -

See accompanying Notes to the Budgetary Comparison Schedules.

# Carl Junction R-I School District

Notes to the Budgetary Comparison Schedules

Year Ended June 30, 2025

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## **Budgets and Budgetary Accounting**

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

1. In accordance with Chapter 67, RSMo, the District adopts a budget for each fund.
2. Prior to July, the Superintendent, who serves as the Budget Officer, submits to the Board of Education a proposed budget for the fiscal year beginning on the following July 1. The budget includes estimated receipts and proposed disbursements for all District funds. Budgeted disbursements cannot exceed beginning available monies plus estimated receipts for the year.
3. A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Board of Education, the budget document is available for public inspection.
4. Prior to July 1, the budget is legally enacted by a vote of the Board of Education.
5. Subsequent to its formal approval of the budget, the Board of Education has the authority to make necessary adjustments to the budget by formal vote of the Board. Adjustments made during the year are reflected in the budget information included in the financial statements. Budgeted amounts are as originally adopted, or as amended by the Board of Education. Individual amendments were not material to the original appropriations, which were amended.
6. Budgets for District funds are prepared and adopted on the modified cash basis (budget basis), recognizing receipts when collected and disbursements when paid.

## **Other Reporting Requirements**



**Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

Board of Education  
Carl Junction R-I School District  
Carl Junction, MO

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities and each major fund of Carl Junction R-I School District as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Carl Junction R-I School District's basic financial statements and have issued our report thereon dated November 26, 2025.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Carl Junction R-I School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances, for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Responses as item 2025-001, that we consider to be material weakness.

### **Report on Compliance and other Matters**

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

### **Carl Junction R-I School District's Response to Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **Purpose of this Report**

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

*KPM CPAs, PC*

KPM CPAs, PC  
Springfield, Missouri  
November 26, 2025

# Carl Junction R-I School District

## Schedule of Findings and Responses

Year Ended June 30, 2025

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### Material Weakness

#### 2025-001 Segregation of duties

*Condition:* Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction. The District currently has one full time bookkeeper and a payables clerk to handle the accounting needs of the District. There are some mitigating controls in place, but it is not possible to have segregation in all areas.

*Criteria:* Duties should be segregated so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

*Effect:* Risk is present that errors or irregularities in amounts that would be material to the basic financial statements may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

*Recommendation:* We realize because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

*Response:* The limited number of available personnel prohibits segregation of incompatible duties and the District does not have the resources to hire additional accounting personnel.

## Supplementary State Information

# KPM

## CPAS & ADVISORS

### Independent Accountants' Report

Board of Education  
Carl Junction R-I School District  
Carl Junction, Missouri

We have examined Carl Junction R-I School District's compliance with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure of the District's attendance records of average daily attendance, standard day length, resident membership on the last Wednesday of September and January, pupil transportation records of the average daily transportation of pupils eligible and ineligible for state aid, the number of miles eligible and ineligible for state aid and other statutory requirements as listed in the Schedule of Selected Statistics during the year ended June 30, 2025. Management of Carl Junction R-I School District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on Carl Junction R-I School District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the AICPA, and those standards require that we plan and perform the examination to obtain reasonable assurance about whether Carl Junction R-I School District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Carl Junction R-I School District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that our examination provides a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

Our examination engagement does not provide a legal determination on Carl Junction R-I School District's compliance with the specified requirements.

In our opinion, Carl Junction R-I School District, complied in all material respects, with the aforementioned requirements for the year ended June 30, 2025.

This report is intended solely for the information and use of the Board of Education, District management, and the Missouri Department of Elementary and Secondary Education and is not intended to be, and should not be, used by anyone other than these specified parties.

*KPM CPAs, PC*

KPM CPAs, PC  
Springfield, Missouri  
November 26, 2025

# Carl Junction R-I School District

## Schedule of Selected Statistics

Year Ended June 30, 2025

### 1. Calendar (Sections 160.041, 171.029, 171.031, and 171.033 RSMo)

Report each unique calendar the district/charter school has as defined by Sections 160.041, 171.029, 171.031, and 171.033, RSMo.

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
4040	K	1	-	6.50	169	1,055.42
4050	2	3	-	6.50	169	1,055.42
4060	4	6	-	6.67	169	1,082.33
2050	7	8	-	6.60	169	1,067.17
1050	9	12	-	6.58	169	1,063.92
6010	4	12	-	6.52	169	1,055.87

### 2. Attendance Hours

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full-Time	Part-Time	Remedial Hours	Other	Summer School	Total
4040	K-1	471,039.05	1,169.33	-	-	9,629.12	481,837.50
4050	2-3	487,358.62	779.38	-	-	17,711.35	505,849.35
4060	4-6	776,382.98	903.88	1,706.25	-	18,600.63	797,593.74
2050	7-8	487,394.26	421.97	305.00	-	8,000.67	496,121.90
1050	9-12	874,784.71	1,565.17	127.95	-	6,780.43	883,258.26
6010	4-12	16,208.62	-	-	-	1,901.75	18,110.37
<b>Grand Total</b>	<b>K-12</b>	<b>3,113,168.24</b>	<b>4,839.73</b>	<b>2,139.20</b>	-	<b>62,623.95</b>	<b>3,182,771.12</b>

### 3. September Membership

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day and in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should only include PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File (example: 102(20 claimed for SA)).

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4040	PK-1	562.00	1.25	-	563.25
4050	2-3	487.00	0.82	-	487.82
4060	4-6	765.00	0.60	-	765.60
2050	7-8	496.00	0.75	-	496.75
1050	9-12	920.00	1.50	-	921.50
6010	5-12	18.00	-	-	18.00
<b>Grand Total</b>	<b>PK-12</b>	<b>3,248.00</b>	<b>4.92</b>	-	<b>3,252.92</b>

# Carl Junction R-I School District

## Schedule of Selected Statistics

Year Ended June 30, 2025

Notes:	PK in the table above includes all PK students. The District identified 0 PK students as being eligible to be claimed for state aid in the October MOSIS Student Core Files
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### 4. January Membership

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in January who are enrolled on the count day and in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should include all PK students. If possible, note the number of PK students marked as being eligible to be claimed for state aid in the February MOSIS Student Core File (example: 102(20 claimed for SA)).

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4040	K-1	479.00	1.25	-	480.25
4050	2-3	494.00	0.82	-	494.82
4060	4-6	767.00	0.56	-	767.56
2050	7-8	494.00	0.12	-	494.12
1050	9-12	877.00	1.50	-	878.50
6010	6-12	19.00	-	-	19.00
<b>Grand Total</b>	<b>K-12</b>	<b>3,130.00</b>	<b>4.25</b>	<b>-</b>	<b>3,134.25</b>

Notes:	PK in the table above includes all PK students. The District identified 0 PK students as being eligible to be claimed for state aid in the February MOSIS Student Core Files
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### 5. Free and Reduced Priced Lunch FTE Count (Section 163.011(6), RSMo)

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Free Lunch	Reduced Lunch	DESEG In Free	DESEG In Reduced	Total
4040	157.00	29.00	-	-	186.00
4050	178.00	27.00	-	-	205.00
4060	237.06	65.00	-	-	302.06
2050	123.00	41.00	-	-	164.00
1050	188.00	72.00	-	-	260.00
6010	16.00	-	-	-	16.00
<b>Grand Total</b>	<b>899.06</b>	<b>234.00</b>	<b>-</b>	<b>-</b>	<b>1,133.06</b>

# Carl Junction R-I School District

## Schedule of Selected Statistics

Year Ended June 30, 2025

### 6. Finance

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
6.1	The district/charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	True
6.2	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	
	Academic Programs Off-Campus	True
	Career Exploration Program – Off Campus	True
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	True
	Dual enrollment	True
	Homebound instruction	True
	Missouri Options	True
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	True
	Sheltered Workshop participation	N/A
	Students participating in the school flex program	True
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	True
	Work Experience for Students with Disabilities	True
6.3	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	True
6.4	The district/charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	True
6.5	As required by Section 162.401, RSMo, a bond was purchased for the district’s school treasurer or as required by Section 160.405, RSMo, a bond was purchased for the charter schools chief financial officer or an insurance policy issued by an insurance company that proves coverage in the event of employee theft in the total amount of:	\$50,000
6.6	The district’s/charter school’s deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo, and the Missouri Financial Accounting Manual.	True
6.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. (Not applicable to charter schools)	True

## Carl Junction R-I School District

### Schedule of Selected Statistics

Year Ended June 30, 2025

6.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records. This includes payments for Teach Baseline Salary Grants and Career Ladder if applicable.	True
6.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approve a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken. (Not applicable to charter schools)	N/A
6.10	The district/charter school published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	True
6.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. (Not applicable to charter schools)	True
6.12	The amount spent for approved professional development committee plan activities was:	\$132,766
6.13	The district/charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	True

All above "False" answers must be supported by a finding or management letter comment.

Finding:	None
Management Letter Comment:	None

### 7. Transportation (Section 163.161, RSMo)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
7.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	True
7.2	The district's/charter school's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	True
7.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	

## Carl Junction R-I School District

### Schedule of Selected Statistics

Year Ended June 30, 2025

	Eligible ADT	1,903.0
	Ineligible ADT	92.5
7.4	The district's/charter school's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	True
7.5	Actual odometer records show the total district/charter-operated and contracted mileage for the year was:	361,501
7.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	
	Eligible Miles	264,814
	Ineligible Miles (Non-Route/Disapproved)	96,687
7.7	Number of days the district/charter school operated the school transportation system during the regular school year:	165

All above "False" answers must be supported by a finding or management letter comment.

Finding:	None
Management Letter Comment:	None