COPPER RIVER SCHOOL DISTRICT

Basic Financial Statements, Required Supplementary Information, Supplementary Information, and Compliance Section
(With Independent Auditor's Report Issued Thereon)

Year Ended June 30, 2025

Altman, Rogers & Co. CERTIFIED PUBLIC ACCOUNTANTS

Copper River School District

Basic Financial Statements, Required Supplementary Information, Supplementary Information, and Compliance Section
(With Independent Auditor's Report Issued Thereon)

Year Ended June 30, 2025

COPPER RIVER SCHOOL DISTRICT

Table of Contents

	Exhibit	Page
Independent Auditor's Report		1-4
Basic Financial Statements:		
Government-Wide Financial Statements:		
Statement of Net Position	A-1	5
Statement of Activities	B-1	6
Fund Financial Statements:		
Balance Sheet - Governmental Funds	C-1	7
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position	C-2	8
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	D-1	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	D-2	10
Notes to Basic Financial Statements		11-39
Required Supplementary Information:		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Original and Final Budget and Actual – School Operating Fund	E-1	40
Public Employees' Retirement System:		
Schedule of District's Proportionate Share of the Net Pension Liability	F-1	41
Schedule of District's Proportionate Share of the Net OPEB Liability (Asset)	F-2	42
Schedule of District's Contributions (Pensions)	F-3	43
Schedule of District's Contributions (OPEB)	F-4	44
Teachers' Retirement System:		
Schedule of District's Proportionate Share of the Net Pension Liability	F-5	45
Schedule of District's Proportionate Share of the Net OPEB Liability (Asset)	F-6	46
Schedule of District's Contributions (Pensions)	F-7	47
Schedule of District's Contributions (OPEB)	F-8	48
Notes to the Required Supplementary Information		49-51

COPPER RIVER SCHOOL DISTRICT

Table of Contents, Continued

	Exhibit	Page
Supplementary Information:		
Major Governmental Funds:		
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (where applicable):		
School Operating Fund	G-1	52-55
Building Improvement Capital Project Fund	G-2	56
Other Governmental Funds:		
Combining Balance Sheet	H-1	57-59
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	H-2	60-62
Nonmajor Governmental Funds**:**		
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (where applicable):		
Special Revenue Funds:		
Student Transportation	H-3	63
Food Service	H-4	64
Title VI-B	H-5	65
Title VI-B Preschool Disabled	H-6	66
School Improvement	H-7	67
Title I-A Basic	H-8	68
Title IV-A	H-9	69
Title II-A Teacher and Principal Training	H-10	70
Alyeska Reading Institute	H-11	71
Carl Perkins	H-12	72
Migrant Education	H-13	73
Migrant Literacy	H-14	74
Hunter Education	H-15	75
Indian Education	H-16	76
Student Activities	H-17	77
Kenny Lake Beneficiary Property	H-18	78
Schedule of Revenues, Expenditures and Changes in Fund Balance - Capital Project Fund:		
District Wide Technology Upgrades	H-19	79

COPPER RIVER SCHOOL DISTRICT

Table of Contents, Continued

	Exhibit	Page
Supplementary Information, Continued:		
Schedule of Compliance – AS 14.17.505	I-1	80
Schedule of Expenditures of Federal Awards	J-1	81
Notes to Schedule of Expenditures of Federal Awards		82
Schedule of State Financial Assistance	K-1	83
Notes to Schedule of State Financial Assistance		84
Compliance Section:		
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*		85-86
Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance Required by the *Uniform Guidance*		87-89
Federal Schedule of Findings and Questioned Costs		90-91
Report on Compliance for Each Major State Program and Report on Internal Control over Compliance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*		92-94
State Schedule of Findings and Questioned Costs		95

Altman, Rogers & Co. CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

Members of the School Board
Copper River School District
Glennallen, Alaska

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Copper River School District (the 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 financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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Offices in Juneau and Soldotna A Professional Corporation

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Budgetary Comparison Schedule, the Schedules of the District's Proportionate Share of Net Pension and OPEB Liabilities and Assets and the District's Schedules of Contributions for the Public Employees' Retirement System and Teachers' Retirement System, and Notes to Required Supplementary Information on pages 40-51 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United State of America require to be presented to supplement the basic financial statement. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

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 information listed in the table of contents as "Supplementary Information", which includes the Major Governmental Funds: Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (where applicable); Other Governmental Funds: Combining Balance Sheet and Combining Statement of Revenues, Expenditures, and Changes in Fund Balances; Nonmajor Governmental Funds: Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (where applicable); Schedule of Compliance - AS 14.17.505; Schedule of Expenditures of Federal Awards and accompanying notes, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and Schedule of State Financial Assistance and accompanying notes as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, are 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.

Members of the School Board
Copper River School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 District's internal control over financial reporting and compliance.

Altman, Rogers & Co.

Anchorage, Alaska
December 1, 2025

Exhibit A-1

COPPER RIVER SCHOOL DISTRICT

Statement of Net Position

June 30, 2025

		Governmental Activities
Assets and Deferred Outflows of Resources		
Current assets:		
Cash and cash equivalents	$	3,417,064
Accounts receivable		209,256
Inventories		76,163
Prepaid items		125,200
Total current assets		3,827,683
Non-current assets:		
Net OPEB assets		1,992,051
Capital assets, net of accumulated depreciation		11,768,106
Total non-current assets		13,760,157
Deferred outflows of resources -		
Pension and OPEB deferrals		501,898
Total assets and deferred outflows of resources	$	18,089,738
Liabilities and Deferred Inflows of Resources		
Current liabilities:		
Accounts payable	$	176,732
Accrued payroll liabilities		568,681
Unearned revenue		27,922
Total current liabilities		773,335
Non-current liabilities:		
Due within one year -		
Compensated absences		78,983
Due after one year -		
Net pension liabilities		3,923,000
Total non-current liabilities		4,001,983
Deferred inflows of resources -		
Pension and OPEB deferrals		80,108
Total liabilities and deferred inflows of resources		4,855,426
Net Position		
Net investment in capital assets		11,768,106
Restricted		287,277
Unrestricted		1,178,929
Total net position		13,234,312
Total liabilities, deferred inflows of resources and net position	$	18,089,738

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

COPPER RIVER SCHOOL DISTRICT

Statement of Activities

Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Total Governmental Activities
Governmental activities:				
Instruction	$ 4,577,181	-	1,043,759	(3,533,422)
Special education instruction	1,329,229	-	254,697	(1,074,532)
Special education support services - students	145,518	-	7,762	(137,756)
Support services - students	202,238	-	17,163	(185,075)
Support services - instruction	228,022	-	8,048	(219,974)
School administration	361,567	-	41,240	(320,327)
School administration support services	369,083	-	16,743	(352,340)
District administration	394,341	-	40,569	(353,772)
District administration support services	528,273	-	93,872	(434,401)
Operations and maintenance of plant	1,720,100	-	32,828	(1,687,272)
Student activities	148,861	-	62,119	(86,742)
Student transportation - to and from school	645,740	-	523,762	(121,978)
Food services	409,835	3,883	280,452	(125,500)
Total governmental activities	$ 11,059,988	3,883	2,423,014	(8,633,091)

General revenues:		
Grants and contributions not restricted to specific programs	$	7,619,961
Investment earnings		46,059
Other		75,022
Total general revenues		7,741,042
Change in net position		(892,049)
Net position, beginning of year		14,126,361
Net position, end of year	$	13,234,312

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

Exhibit C-1

COPPER RIVER SCHOOL DISTRICT

Balance Sheet - Governmental Funds

June 30, 2025

	Major Funds			
	School Operating Fund	Building Improvement Capital Project Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Assets:				
Cash and cash equivalents	$ 3,417,064	-	-	3,417,064
Accounts receivable	1,409	162	207,685	209,256
Due from other funds	289,501	1,088,644	666,101	2,044,246
Inventories	53,063	-	23,100	76,163
Prepaid items	125,200	-	-	125,200
Total assets	$ 3,886,237	1,088,806	896,886	5,871,929
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	$ 11,334	157,594	7,804	176,732
Accrued payroll liabilities	564,309	-	4,372	568,681
Unearned revenue	-	-	27,922	27,922
Due to other funds	1,754,745	-	289,501	2,044,246
Total liabilities	2,330,388	157,594	329,599	2,817,581
Fund balances:				
Nonspendable	178,263	-	23,100	201,363
Restricted	204,355	-	82,922	287,277
Committed	-	931,212	550,452	1,481,664
Unassigned	1,173,231	-	(89,187)	1,084,044
Total fund balances	1,555,849	931,212	567,287	3,054,348
Total liabilities and fund balances	$ 3,886,237	1,088,806	896,886	5,871,929

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

Exhibit C-2

COPPER RIVER SCHOOL DISTRICT

Reconciliation of Governmental Funds Balance Sheet
to Statement of Net Position

June 30, 2025

Total fund balances of governmental funds		$ 3,054,348
Total net assets reported for governmental activities in the Statement of Net Position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		11,768,106
OPEB plans have been funded in excess of required contributions and these assets are not available to pay current period expenditures.		
Proportionate share of the collective net OPEB assets:		
PERS	$ 1,017,364	
TRS	974,687	1,992,051
Long-term liabilities are not due and payable in the current period and therefore are not reported as fund liabilities.		
Long-term liabilities reported in these statements consist of:		
Compensated absences		(78,983)
Proportionate share of the collective net pension liabilities:		
PERS	(2,361,642)	
TRS	(1,561,358)	(3,923,000)
Certain changes in the net pension and OPEB assets and liabilities are deferred and amortized over time:		
Deferred outflows of resources:		
PERS	290,150	
TRS	211,748	501,898
Deferred inflows of resources:		
PERS	(35,186)	
TRS	(44,922)	(80,108)
Net position of governmental activities		$ 13,234,312

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

Exhibit D-1

COPPER RIVER SCHOOL DISTRICT

Statement of Revenues, Expenditures and Changes in Fund Balance

Governmental Funds

Year Ended June 30, 2025

	Major Funds			
	School Operating Fund	Building Improvement Capital Project Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Local sources:				
Charges for services	$ -	-	3,883	3,883
Earnings on investments	46,059	-	-	46,059
Other	75,022	-	60,214	135,236
Intergovernmental:				
State of Alaska	7,054,583	-	573,578	7,628,161
Federal sources	969,034	-	1,199,904	2,168,938
Total revenues	8,144,698	-	1,837,579	9,982,277
Expenditures:				
Current:				
Instruction	2,981,270	-	790,359	3,771,629
Special education instruction	1,119,220	-	162,730	1,281,950
Special education support services - students	137,943	-	3,024	140,967
Support services - students	156,175	-	41,199	197,374
Support services - instruction	213,806	-	6,486	220,292
School administration	345,237	-	150	345,387
School administration support services	353,002	-	-	353,002
District administration	378,213	-	324	378,537
District administration support services	426,862	-	84,623	511,485
Operations and maintenance of plant	1,573,666	467,215	1,000	2,041,881
Student activities	76,701	-	53,166	129,867
Student transportation - to and from school	-	-	645,740	645,740
Food services	-	-	398,279	398,279
Total expenditures	7,762,095	467,215	2,187,080	10,416,390
Excess (deficiency) of revenues over expenditures	382,603	(467,215)	(349,501)	(434,113)
Other financing sources (uses):				
Transfers from other funds	-	630,000	375,000	1,005,000
Transfers to other funds	(1,005,000)	-	-	(1,005,000)
Net other financing sources (uses)	(1,005,000)	630,000	375,000	-
Net change in fund balance	(622,397)	162,785	25,499	(434,113)
Fund balances, beginning of year	2,178,246	768,427	541,788	3,488,461
Fund balances, end of year	$ 1,555,849	931,212	567,287	3,054,348

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

Exhibit D-2

COPPER RIVER SCHOOL DISTRICT

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

Year Ended June 30, 2025

Net change in fund balances - total governmental funds			$ (434,113)
The change in net position reported for governmental activities in the Statement of Activities is different because:			
Governmental funds report capital outlay as expenditures, however, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. These are the amounts reported for capital outlay and depreciation.			
Depreciation expense	$ (877,832)		
Acquisition of capital assets	524,911		(352,921)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds.			
Change in the unfunded net pension and OPEB liabilities and assets:			
PERS	(78,511)		
TRS	(40,499)		(119,010)
Changes in deferred inflow and outflow of resources are the results of timing differences in the actuarial report and adjustments to reflect employer and non-employer contributions based on the measurement date of the liability.			
PERS	18,516		
TRS	(876)		17,640
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.			
Change in compensated absences			(3,645)
Change in net position of governmental activities			$ (892,049)

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The accompanying financial statements of the Copper River School District (hereafter referred to as the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The Copper River School District is organized under Title 29.43.030 of Alaska Statutes as amended. The District is operated under the exclusive oversight management and control of the locally-elected seven-member School Board. The District is not included in any other governmental reporting entity as defined in Section 2100, *Codification of Governmental Accounting and Financial Reporting Standards*, since the School Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations, and primary accountability for fiscal matters.

The accompanying financial statements include all the activities of the District. The School Board has the authority over hiring and firing all personnel and manage its financial operation subject to the limitations established by State Law.

The School District does not have any component units, as defined in GASB Statement No. 14 as amended by GASB Statement Nos. 39 and 61, which require inclusion in the combined financial statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the School District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, would be reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The School District does not presently have any business-type activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operations or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column as "other governmental funds".

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting.* Revenues are recorded when occurred and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. All assets and liabilities associated with the operation of the District are included on the Statement of Financial Position.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, except expenditures related to compensated absences and claim and judgments, which are recorded only when payment is due.

The District follows the Uniform Chart of Accounts for School Districts as required by the State of Alaska, Department of Education and Early Development. This manual sets forth guidelines for financial reporting and requirements for basic accounting systems which are uniform throughout Alaska.

The District uses funds to maintain its financial records during the fiscal year. A fund is a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance, revenues and expenditures. There are three categories of funds: governmental, proprietary and fiduciary. Of these three, the District reports only governmental funds.

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District has the following major governmental funds:

The *School Operating Fund* is the District's main operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds.

The *Building Improvement Capital Project Fund* accounts for various repair, maintenance, and capital construction projects occurring throughout the District. These projects are typically funded by State of Alaska grants and transfers from the School Operating Fund.

Additionally, the District reports the following fund types:

The *Special Revenue Funds* account for revenue sources (other than major capital projects) that are legally restricted or committed to expenditures for specified purposes.

The *Capital Project Funds* are used to account for the general capital acquisition or construction capital projects.

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

Summarized below are the major sources of revenue, which are susceptible to accrual and the applicable recognition policies:

Intergovernmental Revenue

State of Alaska foundation, pupil transportation and federal aid for the school lunch program are susceptible to accrual and are recorded in the year to which they relate. Federal Impact Aid receipts are recorded as revenues in the year the monies are received. State of Alaska and Federal government cost reimbursable grants and contracts are recorded to the extent of allowable expenditures in the period in which the expenditures were incurred. On-behalf payments from the State of Alaska are recognized in the year which they relate.

Local Revenue

Interest earned is recorded in the School Operating Fund unless otherwise specified by the funding source. Rental income from District operated property is recorded in the period to which it relates. E-rate revenue is also recorded in the period it relates. Both interest and rental income are susceptible to accrual. Proceeds from the sale of lunches and other miscellaneous revenues are recognized in the year received.

Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Indirect Costs

The State of Alaska, Department of Education and Early Development annually establishes an approved indirect rate for each District based on audited financial statements. The rate is based on expenditures recorded per requirements in the Uniform Chart of Accounts for School Districts and as such there is no indirect cost pool. Indirect costs and indirect cost recovery is recorded in the District Administration Support Services function.

Encumbrances

Encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to assign that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the School Operating Fund, and Special Revenue Funds. Encumbrances, if any, outstanding at year end are reported as appropriate constraints of fund balance if they meet the definitions and criteria outlined later in these statements.

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

1. Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. There are no statutory limitations on the type of investment allowed. The Board does not have a written investment policy.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds and are eliminated in the preparation of the government-wide financial statements.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Management has determined that all of the Districts receivables are collectible; therefore, no allowance for doubtful accounts has been established.

3. Inventories and Prepaid Items

Teaching and maintenance supplies are recorded as expenditures when purchased rather than as consumed. Accounting for inventory of heating fuel and food supplies is on the consumption method. The consumption method records the expenditure when consumed rather than when purchased. Inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories are classified as nonspendable fund balance when applicable, which indicates that they do not constitute "available spendable resources."

Payments made to vendors for services that are applicable to future accounting periods are recorded as prepaid items. The prepaid items recorded in the governmental fund types do not reflect current available resources and, thus, are classified as nonspendable fund balance in the fund financial statements.

4. Capital Assets

Capital assets used in governmental fund types of the District are recorded in the government-wide financial statements at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation. Capital assets are defined as assets with an initial, individual cost greater than $5,000 and have an estimated life greater than one year. Capital assets in the government-wide financial statements are depreciated on the straight-line method. Interest incurred during construction is not capitalized on government-wide financial statements.

	Life in Years
Buildings	40
Vehicles, machinery and equipment	3-20

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized in government-wide financial statements and are considered operations and maintenance costs.

5. Unearned Revenue

Amounts received, which are restricted as to use and have not been expended, or items for which services have not yet been rendered are shown as unearned revenue.

6. Deferred Inflows and Deferred Outflows of Resources

Deferred inflows of resources are the acquisition of fund balance / net position by the District that are applicable to a future reporting period. Deferred outflows of resources are the consumption of fund balance / net position by the District that are applicable to a future reporting period.

7. Fair Value of Financial Instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, (2) receivables, net, (3) certain other current assets, (4) accounts payable, and (5) other current liabilities. The carrying amounts reported in the balance sheet and Statement of Net Position for the above financial instruments closely approximates their fair value due to the short-term nature of these assets and liabilities.

8. Compensated Absences

Permanent 12-month classified employees earn and accrue annual leave. Unused annual leave is accrued utilizing current salary cost. All regular employees accrue sick leave, which is available for use while remaining in a permanent position. Employees' unused sick and personal leave balances are carried forward and can be used during subsequent years unless limited by personnel contracts. A liability is recognized when it is attributable to services already rendered, it accumulates, and it is more likely than not that the District will compensate an employee (either as paid time off or cash payment). Unused leave is accrued utilizing current salary costs as earned by employees, and recorded as a liability.

Vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure in the Fund Financial Statements. Amounts not expected to be liquidated within one year are reported as a long term liability in the Government-Wide Financial Statements.

9. Pensions and Other Post-Employment Benefits (OPEB)

For purposes of measuring the net pension and OPEB liabilities, assets, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB and pension/OPEB expense, information about the fiduciary net position of the Public Employees' Retirement System (PERS) and the Teachers' Retirement System (TRS) and additions to/from PERS and TRS's fiduciary net position have been determined on the same basis as they are reported by PERS and TRS. 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.

10. Net Position

Government-wide net position is divided into three components:

- Net investment in capital assets – consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.
- Restricted net position – consists of assets that are restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted – all other net position is reported in this component.

11. Fund Balances

In the fund financial statements fund balance components include five classifications of fund balances based on constraints imposed on the use of these resources.

Nonspendable fund balances – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained. Nonspendable amounts will be determined before all other classifications and consist of a fund balance equal to the value of inventory balances and prepaid items.

Restricted fund balances – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, or through enabling legislation. Restricted fund balances are comprised of restricted contributions from external sources in governmental funds.

Committed fund balances – includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision making authority (School Board). Commitments will only be used for specific purposes pursuant to a formal action of the School Board.

Assigned fund balances – includes amounts intended to be used by the District 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. The School Board delegates to the Superintendent or his designee the authority to assign amounts to be used for specific purposes.

Unassigned fund balances – includes the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance from overspending for specific purposes for which amounts have been restricted, committed, or assigned.

Prioritization of fund balance use – when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it is the policy of the District to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it is the policy of the District that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted by the School Board for all operating revenues, expenditures, and interfund transfers. Budgets are prepared and presented on the modified accrual basis of accounting.

The final revised and approved budget is presented in the supplementary information. Annual budgets for the Special Revenue Funds are prepared in connection with the application for the special programs' award and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to the actual combined revenues and transfers from other funds.

Project budgets are adopted for Capital Project funds based on the lives of the construction projects. Expenditure authority is limited to the actual combined revenue and transfers from other funds.

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Cash Equivalents

All deposits are carried at cost plus accrued interest.

The District bank balances are insured by federal depository insurance to a maximum of $250,000 per financial institution. Amounts in excess of FDIC limits are collateralized with securities held by the District's agent in the District's name.

Custodial Credit Risk – Custodial Credit Risk is the risk that in the event of a bank failure, the District's deposits will not be returned to the District. At June 30, 2025, the District has a Tri-Party agreement which provides additional coverage for cash balances. At June 30, 2025, the District had $406,467 in uninsured and uncollateralized deposits.

B. Accounts Receivable

Accounts receivable for the year ended June 30, 2025 government's individual major funds and non-major funds are as follows:

Accounts Receivable		School Operating Fund	Building Improvement Capital Project Fund	Other Governmental Funds	Total
Grants	$	-	-	207,685	207,685
Other		1,409	162	-	1,571
Total	$	1,409	162	207,685	209,256

Management has determined that all their receivables are collectable; therefore, no allowance for doubtful accounts has been established.

C. Capital Assets

Capital asset activity for the year ended June 30, 2025 was as follows:

	Balance July 1, 2024	Additions	Deletions	Balance June 30, 2025
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 535,246	-	-	535,246
Construction in progress	29,000	420,650	-	449,650
Total capital assets, not being depreciated	564,246	420,650	-	984,896
Capital assets, being depreciated:				
Buildings	40,328,820	-	-	40,328,820
Equipment	1,263,547	54,497	-	1,318,044
Vehicles	702,997	49,764	-	752,761
Total capital assets, being depreciated	42,295,364	104,261	-	42,399,625
Total accumulated depreciation	(30,738,583)	(877,832)	-	(31,616,414)
Total capital assets being depreciated, net	11,556,781	(773,571)	-	10,783,210
Governmental activities capital assets, net	$ 12,121,027	(352,921)	-	11,768,106

Depreciation expense was charged to governmental functions as follows:

Instruction	$ 727,624
District administration	6,334
Operations and maintenance of plant	126,400
Student activities	17,734
Total	$ 877,832

D. Interfund Receivables and Payables and Transfers

The composition of interfund balances at June 30, 2025 is as follows:

Receivable Fund	Payable Funds		Amount
Other Governmental Funds	School Operating Fund	$	666,101
School Operating Fund	Other Governmental Funds		289,501
Building Improvement Capital Project Fund	School Operating Fund		1,088,644
		$	2,044,246

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

Transfers from other funds	Transfers to other funds		Amount
School Operating Fund	Building Improvement Capital Project Fund	$	630,000
School Operating Fund	Other Governmental Funds		375,000
		$	1,005,000

Transfers are used to (a) use unrestricted revenues collected in the General (School Operating) Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or (b) use unrestricted revenues collected in the General (School Operating) Fund to meet local match requirements on State and Federal grants.

E. General Long-Term Liabilities

The following schedule shows the changes in the District's long-term liabilities for the year ended June 30, 2025:

		Beginning Balance	Increase	Decrease	Ending Balance	Due Within One Year
Compensated absences	$	75,338	134,627	(130,982)	78,983	78,983
Pension liability		3,948,833	-	(25,833)	3,923,000	-
Total	$	4,024,171	134,627	(156,815)	4,001,983	78,983

F. Restricted Net Position in School Operating Fund

During fiscal year 2010, the District accepted cash and land from the estate of a District resident for the exclusive benefit of the Kenny Lake primary and secondary schools. The restricted net position at June 30, 2025 totaled $82,922 held in the central treasury. The remainder of the restricted net position represents unexpended correspondence student allotments totaling $204,355.

G. Fund Balances

Detailed information related to fund balance at June 30, 2025 are as follows:

	School Operating Fund	Building Improvement Capital Project Fund	Other Governmental Fund	Total
Nonspendable:				
Inventories	$ 53,063	-	23,100	76,163
Prepaid items	125,200	-	-	125,200
	$ 178,263	-	23,100	201,363
Restricted for:				
Correspondence Allotments	$ 204,355	-	-	204,355
Kenny Lake Beneficiary Property	-	-	82,922	82,922
	$ 204,355	-	82,922	287,277
Committed for:				
District Wide Technology Upgrades	$ -	-	272,273	272,273
Building Improvements	-	931,212	-	931,212
Student transportation	-	-	37,186	37,186
Student Activities	-	-	240,993	240,993
	$ -	931,212	550,452	1,481,664
Unassigned:				
School Operating Fund	$ 1,173,231	-	-	1,173,231
Food Service	-	-	(89,187)	(89,187)
	$ 1,173,231	-	(89,187)	1,084,044

H. Fund Balance Deficits

The following funds had a deficit in fund balance:

Special Revenue Funds:	
Food Service	$ (66,087)

The deficit fund balances will be funded with additional future funding and transfers from the School Operating Fund.

IV. OTHER INFORMATION

A. Contingent Liabilities

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

The District, from time to time, may be a participant in legal proceedings related to the conduct of its business. In the normal course of business, it also has various commitments and contingent liabilities, which are not reflected in the accompanying financial statements. In the opinion of management, the financial position of the District will not be materially affected by any current legal proceedings, commitments or contingent liabilities not disclosed herein.

B. Employee Retirement Systems and Plans

The District follows *Governmental Accounting Standards Board (GASB) Codification P20*, Accounting for Pensions by State and Local Governmental Employees and *GASB Codification P50*, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions. *GASB Codification P20* and *GASB Codification P50* establish uniform standards for the measurement, recognition, and display of pension and other post-employment benefits other than pensions (healthcare) expenditures/expense and related liabilities, assets, note disclosure and applicable required supplementary information in the financial reports of state and local governmental employers.

All full-time employees and certain permanent part-time employees of the District participate in either the State of Alaska Public Employees' Retirement System (PERS) or the State of Alaska Teacher's Retirement System (TRS). In addition to the pension plan, both systems also administer other post-employment benefit (OPEB) plans.

The system is governed by the Alaska Retirement Management Board (ARMB). The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee.

Summary of Significant Accounting Policies. The financial statements for PERS and TRS are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The District's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value.

PERS and TRS act as the common investment and administrative agencies for the following multiple-employer plans:

Plan Name	Type of Plan
Defined Benefit Pension Plan (DB)	Cost-sharing, Defined Benefit Pension
Defined Contribution Pension Plan (DC)	Defined Contribution Pension
Defined Benefit Other Postemployment Benefits (OPEB):	
Occupational Death and Disability Plan	Cost-sharing, Defined Benefit OPEB
Alaska Retiree Healthcare Trust Plan	Cost-sharing, Defined Benefit OPEB
Retiree Medical Plan	Cost-sharing, Defined Benefit OPEB
Defined Contribution Other Postemployment Benefits (DC):	
Healthcare Reimbursement Arrangement Plan	Defined Contribution OPEB

Plan Memberships

The table below includes the plan membership counts from the separately issued financial statements for the various plans:

	PERS	TRS
Retired plan members or beneficiaries currently receiving benefits	36,198	13,236
Inactive plan members entitled to but not yet receiving benefits	4,516	751
Inactive plan members not entitled to benefits	9,790	1,504
Active plan members	7,963	2,555
Total plan memberships	58,467	18,046

Other Postemployment Benefit Plans (OPEB)

Alaska Retiree Healthcare Trust Plan (ARHCT)

Beginning July 1, 2007, the Alaska Retiree Healthcare Trust Plan (ARHCT), a Healthcare Trust Fund of the State, was established. The ARHCT is self-funded and provides major medical coverage to retirees of the System. The System retains the risk of loss of allowable claims for eligible members. The ARHCT began paying member healthcare claims on March 1, 2008. Prior to that, healthcare claims were paid for by the Retiree Health Fund (RHF). For the year ended June 30, 2025, employer contributions were 0.00% for PERS and 0.00% for TRS.

Occupational Death and Disability Plan (ODD)

The Occupational Death and Disability Plan provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within the System. For the year ended June 30, 2025, the employer contribution rates were 0.24% for PERS and 0.08% for TRS.

Retiree Medical Plan (RMP)

The retiree medical plan provides major medical coverage to retirees of the DC plan. The plan is self-insured Members are not eligible to use this plan until they have at least 10 years of service and are Medicare age eligible. For the year ended, June 30, 2025, employer contributions were 0.83% for PERS and 0.68% for TRS.

Health Reimbursement Arrangement Plan (HRA)

The Health Reimbursement Arrangement Plan was established to allow medical expenses to be reimbursed from individual savings accounts established for eligible participants. Employer contributions are 3.00% of the average annual compensation of all employees in the PERS and TRS plans.

Investments

The Board is the investment oversight authority of the system's investments. As the fiduciary, the Board has the statutory authority to invest the assets under the Prudent Investor Rule. Fiduciary responsibility for the Board's invested assets is pursuant to AS 37.10.210.390.

State of Alaska Department of Treasury provides staff for the Board. Treasury has created a pooled environment by which it manages investments of the Board. Additionally, Treasury manages a mix of Pooled Investment Funds and Collective Investment Funds for the DC Participant-directed Pension plans under the Board's fiduciary responsibility.

Rate of Return

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return, net of investment expense, for the year ended June 30, 2024 for PERS and TRS for the DB Pension Plan were 8.75% and 8.74%, the ARHCT Plan were 8.89% and 8.90%, the ODD Plan were 9.01% and 8.84%, and the RMP were 9.02% and 8.90%, respectively.

For additional information on securities lending, interest rates, credit risks, foreign exchange, derivatives, fair value, and counterparty credit risks, see the separately issued report on the Invested Assets of the State of Alaska Retirement and Benefits Plans at:

http://treasury.dor.alaska.gov/armb/Reports-and-Policies/Annual-Audited-Financial-Schedules.aspx.

The long-term expected rate of return on pension and OPEB plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class are summarized below for the PERS and TRS plans (rates shown below exclude an annual inflation component of 2.39%):

Asset Class	Long-Term Expected Real Rate of Return
Broad Domestic Equity	5.48%
Global Equity (ex-U.S.)	7.14%
Global Equity	5.79%
Aggregate Bonds	2.10%
Real Assets	4.63%
Private Equity	8.84%
Cash Equivalents	0.77%

Discount Rate: The discount rate used to measure the total pension and OPEB liabilities and assets is 7.25%. The projection of the cash flows used to determine the discount rate assumes that Employer and State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the net pension and OPEB plans fiduciary net pension and OPEB liabilities and assets were 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 and OPEB plan investments were applied to all periods of projected benefit payments to determine the total pension and OPEB liabilities and assets. In the event benefit payments are not covered by the plan's fiduciary net position, a municipal bond rate would be used to discount the benefits not covered by the plan's fiduciary net position. The S&P Municipal Bond 20-Year High Grade Index rate was 4.21% as of June 30, 2024.

Employer and Other Contribution Rates. There are several contribution rates associated with the pension and healthcare contributions and related liabilities. These amounts are calculated on an annual basis.

Employer Effective Rate: This is the actual employer pay-in rate. Under current legislation, these rates are statutorily capped at 22.00% for PERS and 12.56% for TRS of eligible wages, subject to the salary floor, and other termination costs as described below. This rate is calculated on all PERS or TRS participating wages, including those wages attributable to employees in the defined benefit plan.

ARM Board Adopted Rate: This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Starting on June 30, 2014, the State of Alaska requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term. Effective June 30, 2018, each future year's unfunded service liability is separately amortized on a level percent of pay basis over 25 years.

On-behalf Contribution Rate: This is the rate paid in by the State as an on-behalf payment as mandated under current statute. Under state law, subject to annual appropriation, the state will contribute an on-behalf payment into the plan in an amount equal to the difference between the ARM Board Rate and the Employer Effective Rate. On-behalf contribution amounts have been recognized in these financial statements as both revenue and expenditures.

GASB Rate: This is the rate used to determine the long-term pension and healthcare liability for plan accounting purposes. Certain actuarial methods and assumptions for this rate calculation are mandated by the *Governmental Accounting Standards Board* (GASB). Medicare Part D subsidies are not reflected in this rate. The rate uses a 7.25% discount rate.

Employer Contribution rates for the fiscal year 2025 are as follows:

	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate
PERS:			
Pension	22.00%	26.76%	4.76%
OPEB	0.00%	0.00%	0.00%
Total PERS contribution rates	22.00%	26.76%	4.76%
TRS:			
Pension	12.56%	28.59%	16.03%
OPEB	0.00%	0.00%	0.00%
Total TRS contribution rates	12.56%	28.59%	16.03%

Termination Costs: If the District decides to terminate coverage for a department, group, or other classification of members, even if that termination results from the decision to divest of a particular District function, all affected employees in that department, group, or other classification of members become immediately vested in the plan. The District must pay to have a termination study completed. The purpose of the study is to calculate the District's one-time termination costs. The costs represent the amount necessary to fully fund the costs of plan members who become vested through this process and for other changes in actuarial assumptions, such as, earlier than expected retirement, that arise from the act of termination of coverage. The District must pay a lump sum within 60 days of termination or arrange a payment plan that is acceptable to the PERS and TRS Administrator. For the fiscal year 2025, the past service rate for PERS and TRS is 17.88%.

Actuarial Assumptions: The total pension and OPEB liabilities on June 30, 2024 (latest available) were determined by an actuarial valuation as of June 30, 2023 which was rolled forward to the measurement date June 30, 2024. These actuarial assumptions were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021.

Inflation	2.50% per year.
Salary Increases	Increases range from 2.85% to 8.50% based on service.
Investment return / discount rate	7.25%, net of expenses based on average inflation of 2.50% and a real return of 4.75%.
Mortality	Based upon 2017-2021 actual experience study and applicable tables contained in Pub-2010, projected with MP-2021 generational improvement.
Healthcare cost trend rates	Pre-65 medical: 6.4% grading down to 4.5% Post-65 medical: 5.4% grading down to 4.5% Rx/EGWP: 6.9% grading down to 4.5%. Initial trend rates are for FY2025. Ultimate trend rates reached in FY2050.

The actuarial assumptions used in the June 30, 2023 actuarial valuation were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021. The new demographic and economic assumptions were adopted by the Board at the June 2022 meeting to better reflect expected future experience and were effective for the June 30, 2022 actuarial valuation. For the ARHCT and RM plan, the per capita claims costs were updated to reflect recent experience for the June 30, 2023 actuarial valuation.

The changes of assumptions from the latest experience study significantly reduced deferred inflows of resources attributable to the District, as well as a net OPEB benefit recognized by the District for the State's proportionate share of OPEB plan expense attributable to the District. In some instances, the reduction of revenues and expenses reported for the State's proportionate share of OPEB plan expense attributable to the District creates a net negative Pension/OPEB expense (net pension/OPEB benefit) which results in negative operating grants and contributions for certain functions reported on the Statement of Activities.

Alaska Public Employees' Retirement System (PERS) – Defined Benefit Plan (DB)

Plan Description. The District participates in the Alaska Public Employees' Retirement System (PERS), a cost sharing multiple employer defined benefit pension plan. PERS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The Plan was established and is administered by the State of Alaska, Department of Administration. The Public Employee's Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PERS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at: http://doa.alaska.gov/drb/pers.

Pension Benefits. All tier employee benefits vest with five years of credited service. There are three tiers of employees based on entry date. Tier I employees enrolled prior to July 1, 1986, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. For Tier II and III employees enrolled after June 30, 1986, but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. All tier employees with 30 or more years of credited service may retire at any age and receive a normal benefit.

The PERS defined benefit plan is closed to new hires enrolled on or after July 1, 2006. New hires after this date participate in the PERS defined contribution plan (DC) described later in these notes.

Currently there are 150 employers participating in PERS defined benefit plan and 151 participating in PERS defined contribution and OPEB plans.

Retirement benefits are calculated by multiplying the average monthly compensation (AMC) times credited PERS service times the percentage multiplier. The AMC is determined by averaging the salaries earned during the five highest (three highest for peace officers/firefighters members or members hired prior to July 1, 1996) consecutive payroll years. Members must earn at least 115 days of credit in the last year worked to include it in the AMC calculation. The PERS pays a minimum benefit of $25 per month for each year of service when the calculated benefit is less.

The percentage multipliers for peace officers/firefighters are 2% for the first ten years of service and 2.5% for all service over 10 years. The percentage multipliers for all other participants are 2% for the first ten years, 2.25% for the next ten years, and 2.5% for all remaining service earned on or after July 1, 1986. All service before that date is calculated at 2%.

Post-employment healthcare benefits are provided without cost to all members first enrolled before July 1, 1986. Members first enrolled after June 30, 1986, but before July 1, 2006, and who have not reached age 60 may elect to pay for major medical benefits.

Post Retirement Pension Adjustments. The plan has two types of postretirement pension adjustments (PRPA). The automatic PRPA is issued annually to all eligible benefit recipients, when the cost of living increases in the previous calendar year. The discretionary PRPA may be granted to eligible recipients by the DB Plan's administrator if the funding ratio of the DB Plan meets or exceeds 105%. If both an automatic and discretionary PRPA are granted, the retiree is eligible for both adjustments, the one that provides the retiree with the greatest benefit will be paid.

Funding Policy. In April 2008 the Alaska Legislature passed legislation which statutorily capped the employer contribution, established a state funded "on-behalf" contribution, and required that employer contributions be calculated against all PERS eligible wages, including wages paid to participants of the PERS Tier IV defined contribution plan (DC) described later in these footnotes. The state legislature capped the rate at 22%, with the State contributing an on-behalf payment for the difference between the actuarial contribution and the cap.

Salary Floor. During the 25th legislation session, Senate Bill 125 passed, which established a June 30, 2008 salary floor under AS 39.35.255(a)(2). The salary floor is the total base salaries paid by an employer to active employees of the system as of the fiscal year ending June 30, 2008. The statute requires the Division of Retirement and Benefits (Division) to collect employer contributions at a minimum based on FY 2008 base salaries.

Employee Contribution Rate. PERS active members are required to contribute 6.75%, 7.50% for peace officers and firefighters, and 9.60% for certain school district employees.

Employer contributions for the year ended June 30, 2025, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
$	183,355	15,015	198,370

Public Employees' Retirement Plans

For the year ended June 30, 2025 the State of Alaska contributed $66,164 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date June 30, 2024 to a total of $156,024 to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2025, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that were associated with the District were as follows:

Defined Benefit:	Pension
District's proportionate share of the net pension liability	$ 2,361,642
State's proportionate share of the net pension liability	884,061
Total	$ 3,245,703
	OPEB
District's proportionate share of the ARHCT OPEB liability (asset)	$ (952,124)
State's proportionate share of the ARHCT OPEB liability (asset)	(353,907)
Total	$ (1,306,031)
District's proportionate share of the ODD OPEB liability (asset)	$ (33,676)
District's proportionate share of the RMP OPEB liability (asset)	$ (31,564)
Total District's share of net pension and OPEB liabilities and assets	$ 1,344,278

The net pension and OPEB liabilities and assets were determined by an actuarial valuation as of June 30, 2023, rolled forward to the measurement date of June 30, 2024 and adjusted to reflect updated assumptions. The District's proportion of the net pension and OPEB liabilities and assets were based on the present value of contributions for the fiscal years ending FY2026 to FY2039, as determined by projections based on the June 30, 2023 valuation.

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2024 Measurement	June 30, 2023 Measurement	Change
Pension	0.04306%	0.04623%	(0.00317%)
OPEB:			
ARHCT	0.04324%	0.04610%	(0.00286%)
ODD	0.05641%	0.06522%	(0.00881%)
RMP	0.06771%	0.07812%	(0.01041%)

Based on the measurement date of June 30, 2024, the District recognized pension and OPEB expense of $306,115 and $113,492, respectively, for the year ended June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension	
Defined Benefit:	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	-
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	22,734	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	-
District contributions subsequent to the measurement date	183,355	-
Total	$ 206,089	-

	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 516	-
Changes of assumptions	25,563	-
Net difference between projected and actual earnings on OPEB plan investments	14,499	-
Changes in proportion and differences between District contributions and proportionate share of contributions	11,296	-
District contributions subsequent to the measurement date	-	-
Total	$ 51,874	-

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	(7,889)
Changes of assumptions	-	(83)
Net difference between projected and actual earnings on OPEB plan investments	108	-
Changes in proportion and differences between District contributions and proportionate share of contributions	3,343	(2,067)
District contributions subsequent to the measurement date	3,438	-
Total	$ 6,889	(10,039)

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 794	(3,508)
Changes of assumptions	10,681	(21,219)
Net difference between projected and actual earnings on OPEB plan investments	445	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,801	(420)
District contributions subsequent to the measurement date	11,577	-
Total	$ 25,298	(25,147)

$183,355 and $15,015 are reported as deferred outflows of resources related to pension and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability and as an increase to the net OPEB assets in the year ended June 30, 2026, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be recognized in pension and OPEB expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2025	$ (63,296)	(16,147)	(2,221)	(4,138)
2026	117,837	96,033	(1,034)	388
2027	(17,394)	(15,392)	(1,483)	(4,442)
2028	(14,413)	(12,620)	(1,251)	(3,030)
2029	-	-	(663)	(1,633)
Thereafter	-	-	64	1,429
Total	$ 22,734	51,874	(6,588)	(11,426)

For the year ended June 30, 2025, the District recognized ($215,609) and $59,224 of pension and OPEB amortization of the net deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities and assets of the plan calculated using the discount rate of 7.25%, as well as what the Plans' net pension and OPEB liabilities and assets would be if they were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	$ 3,145,929	2,361,642	1,697,946
Net OPEB ARHCT liability (asset)	$ (602,871)	(952,124)	(1,246,029)
Net OPEB ODD liability (asset)	$ (31,631)	(33,676)	(35,279)
Net OPEB RMP liability (asset)	$ 5,468	(31,564)	(59,869)

Sensitivity of the District's Proportionate Share of the Net OPEB Liability and Assets to Changes in the Healthcare Cost Trend Rates. The following present the District's proportionate share of the net OPEB liability (asset), as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT liability (asset)	$ (1,279,583)	(952,124)	(563,126)
Net OPEB ODD liability (asset)	$ N/A	(33,676)	N/A
Net OPEB RMP liability (asset)	$ (63,605)	(31,564)	11,427

Alaska Public Employees' Retirement System (PERS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. Districts and Public Employers in the State of Alaska have a defined contribution retirement plan (PERS Tier IV) for new hires first enrolled on or after July 1, 2006. This Plan is administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plan noted above. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8.00% of gross eligible compensation. This amount goes directly to the individual's account. State statutes require the employer to contribute 5.00% of employees' eligible compensation. Additionally, employers are required to contribute to OPEB (DB): 0.83% for the retiree medical plan (DB), 0.24% for occupational and death and disability benefits (DB) and 3.00% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The effective employer contribution is capped at 22.00% with anything in excess of the previously listed rates being contributed to the Defined Benefit Unfunded Liability (DBUL).

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

2 years of service – 25%
3 years of service – 50%
4 years of service – 75%
5 years of service – 100%

The District contributed $147,108 for the year ended June 30, 2025, which included forfeitures of $4,309 which have been applied as employer contributions.

Alaska Teachers' Retirement System (TRS) – Defined Benefit Plan (DB)

Plan Description. The District participates in the Alaska Teachers' Retirement System (TRS), a cost sharing multiple-employer defined benefit plan. Currently, there are 57 employers participating in TRS, including 53 school districts. TRS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The system is governed by the Alaska Retirement Management Board (ARMB). The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Teachers' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for TRS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at http://doa.alaska.gov/drb/trs.

Pension Benefits. Employees hired prior to July 1, 1990, are entitled to annual pension benefits beginning at normal retirement age 55, or early retirement age 50. For employees hired after June 30, 1990 but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. Employees may also retire at any age and receive a normal benefit when they accumulate the required credited service. The benefit related to all years of credited service prior to July 1, 1990 and for years of service through a total of 20 years is equal to 2% of their highest three-year average annual compensation for each year of service. The benefit for each year over 20 years of service subsequent to June 30, 1990, is equal to 2.5% of their highest three-year average annual compensation for each year of service. Employees may elect to receive their pension benefits in the form of a joint or survivor annuity. Effective January 1, 1987, a married member who retires must receive his or her benefit in the form of a joint and survivor annuity unless the member's spouse consents to another form of benefit.

Minimum benefits for employees eligible for retirement are $25 per month for each year of credited service.

Post Retirement Pension Adjustments. Effective in fiscal year 1991, automatic post retirement pension adjustment (PRPA) was granted to all current and future retirees. The PRPA amount may not exceed the lesser of (a) the actual cost of living increase (percentage) from the date of retirement until the effective date of the PRPA; or (b) 4.00% of the base benefits for each full year that the member has been retired and a prorated percentage for each partial year. However, the PRPA percentage is offset by the percentage of all prior PRPAs that have been granted. TRS members receiving a retirement, disability or survivor benefit, who remain in Alaska, are eligible for an additional allowance equal to 10.00% of the base benefit.

Employee Contribution Rate. The District's active TRS members are required to contribute 8.65% of their annual covered salary.

Employer contributions for the year ended June 30, 2025, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
$	116,967	13,549	130,516

Teachers' Retirement Plans

For the year ended June 30, 2025 the State of Alaska contributed $337,492 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date June 30, 2024 to a total of $433,294 to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2025, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that were associated with the District were as follows:

Defined Benefit:	Pension
District's proportionate share of the net pension liability	$ 1,561,358
State's proportionate share of the net pension liability	2,682,362
Total	$ 4,243,720

	OPEB
District's proportionate share of the ARHCT OPEB liability (asset)	$ (875,600)
State's proportionate share of the ARHCT OPEB liability (asset)	(1,411,468)
Total	$ (2,287,068)
District's proportionate share of the ODD OPEB liability (asset)	$ (25,935)
District's proportionate share of the RMP OPEB liability (asset)	$ (73,152)
Total District's share of net pension and OPEB liabilities and assets	$ 586,671

The net pension and OPEB liabilities and assets were determined by an actuarial valuation as of June 30, 2023, rolled forward to the measurement date of June 30, 2024 and adjusted to reflect updated assumptions. The District's proportion of the net pension and OPEB liabilities and assets were based on the present value of contributions for the fiscal years ending FY2026 to FY2039, as determined by projections based on the June 30, 2023 valuation.

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2024 Measurement	June 30, 2023 Measurement	Change
Pension	0.08440%	0.08825%	(0.00385%)
OPEB:			
ARHCT	0.08776%	0.09073%	(0.00297%)
ODD	0.32549%	0.30483%	0.02066%
RMP	0.32532%	0.30527%	0.02005%

Based on the measurement date of June 30, 2024, the District recognized pension and OPEB expense of $516,172 and $92,886, respectively, for the year ended June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

Defined Benefit:	Pension Deferred Outflows of Resources	Pension Deferred Inflows of Resources
Differences between expected and actual experience	$ -	-
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	26,032	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	-
District contributions subsequent to the measurement date	116,967	-
Total	$ 142,999	-

	OPEB ARHCT Deferred Outflows of Resources	OPEB ARHCT Deferred Inflows of Resources
Differences between expected and actual experience	$ -	(215)
Changes of assumptions	10,339	-
Net difference between projected and actual earnings on OPEB plan investments	11,093	-
Changes in proportion and differences between District contributions and proportionate share of contributions	2,793	-
District contributions subsequent to the measurement date	-	-
Total	$ 24,225	(215)

	OPEB ODD Deferred Outflows of Resources	OPEB ODD Deferred Inflows of Resources
Differences between expected and actual experience	$ -	(4,098)
Changes of assumptions	-	(37)
Net difference between projected and actual earnings on OPEB plan investments	110	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,917	(2,586)
District contributions subsequent to the measurement date	1,408	-
Total	$ 3,435	(6,721)

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 10,212	(4,982)
Changes of assumptions	13,648	(28,386)
Net difference between projected and actual earnings on OPEB plan investments	1,041	-
Changes in proportion and differences between District contributions and proportionate share of contributions	4,047	(4,618)
District contributions subsequent to the measurement date	12,141	-
Total	$ 41,089	(37,986)

$116,967 and $13,549 are reported as deferred outflows of resources related to pension and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability and as an increase to the net OPEB assets in the year ended June 30, 2026, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be recognized in pension and OPEB expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2025	$ (71,777)	(27,902)	(1,244)	(5,096)
2026	130,853	74,133	(526)	2,146
2027	(17,863)	(12,209)	(1,140)	(3,994)
2028	(15,181)	(10,012)	(703)	(3,278)
2029	-	-	(419)	(383)
Thereafter	-	-	(662)	1,567
Total	$ 26,032	24,010	(4,694)	(9,038)

For the year ended June 30, 2025, the District recognized ($124,227) and $45,997 of pension and OPEB amortization of the net deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities and assets of the plan calculated using the discount rate of 7.25%, as well as what the Plans' net pension and OPEB liabilities and assets would be if they were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Net pension liability (asset)	$ 2,265,112	1,561,358	965,626
Net OPEB ARHCT liability (asset)	$ (603,464)	(875,600)	(1,103,332)
Net OPEB ODD liability (asset)	$ (26,019)	(25,935)	(25,883)
Net OPEB RMP liability (asset)	$ (19,308)	(73,152)	(113,810)

Sensitivity of the District's Proportionate Share of the Net OPEB Liability and Assets to Changes in the Healthcare Cost Trend Rates. The following present the District's proportionate share of the net OPEB liability (asset), as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

		1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT liability (asset)	$	(1,128,195)	(875,600)	(573,816)
Net OPEB ODD liability (asset)	$	N/A	(25,935)	N/A
Net OPEB RMP liability (asset)	$	(118,723)	(73,152)	(11,455)

Alaska Teachers' Retirement System (TRS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. Districts and Public Employers in the State of Alaska have a defined contribution retirement plan for new hires first enrolled on or after July 1, 2006. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8.00% of their base salaries. State statutes require the employer to contribute 7.00% of employees' eligible compensation. Additionally, employers are required to contribute to other post-employment benefits (DB): 0.68% for the retiree medical plan, 0.08% for occupational death and disability, and 3.00% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The employer effective contribution rate is 12.56%. Additionally, there is a defined benefit unfunded liability (DBUL) amount levied against the DC plan and allocated to the DB Plan's pension and OPEB contribution.

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

2 years of service – 25%
3 years of service – 50%
4 years of service – 75%
5 years of service – 100%

The District contributed $183,902 for the year ended June 30, 2025, which included forfeitures of $13,126 which have been applied as employer contributions.

C. Risk Management

The District faces a considerable number of risks of loss, including (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability, i.e., errors and omissions, (d) environmental damage, (e) workers compensation, and (f) medical/dental/vision costs for employees. The District participates in the Alaska Public Entity Insurance (APEI), which covers property and contents, torts, general and auto liability, school leader's errors and omissions, and workers compensation. APEI is a public entity risk pool which reinsures risk above certain levels, thereby relieving the members of the need for additional assessments. The Association's bylaws provide for the assessment of supplemental contributions from members in the event that losses and expenses for any coverage year exceed the annual contributions and income earned on such contributions for the year. The Association made no supplemental assessments during the year ended June 30, 2025.

The District also participates in the NEA-Alaska health Trust to administer and process health plan costs for covered employees and their dependents. NEA-Alaska Health Trust is a public entity risk pool which spreads the costs of health insurance across the members in the pool. Annual premiums are assessed by the trust based upon the number of participants in the plan. The District treats these premiums similar to other commercial policies.

D. Implementation of New Accounting Standards GASB Statement No. 101

Effective June 30, 2024, the School District implemented GASB Statement No. 101, Compensated Absences. This Statement modifies the recognition and measurement of the compensated absences liability. Under GASB Statement No. 101, all earned, accumulating leave that is more likely than not to be paid or settled, is included in the measurement of compensated absences. The School District recognize that portion of leave in the compensated absences balance as of June 30, 2024. The adoption of this new pronouncement had no effect on the District's balances as of June 30, 2024.

E. Subsequent Accounting Pronouncements

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates covering several topics as follows:

- GASB 103 *Financial Reporting Model Improvements:* Effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.
- GASB 104 *Disclosure of Certain Capital Assets:* Effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

GASB Statement No. 103 will improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The changes primarily include updates to three key areas: management's discussion and analysis, presentation of proprietary fund financial statements, and budgetary comparison information. This Statement also addresses certain application issues.

GASB Statement No. 104 establishes requirements for certain types of capital assets to be disclosed separately in the capital assets note disclosures. The Statement also establishes requirements for capital assets held for sale and requires additional disclosures for those capital assets. Under the guidance, a capital asset is a capital asset held for sale if: (a) the government has decided to pursue the sale of the asset, and (b) it is probable the sale will be finalized within a year of the financial statement date. A government should disclose the historical cost and accumulated depreciation of capital assets held for sale, by major class of asset.

REQUIRED SUPPLEMENTARY INFORMATION

COPPER RIVER SCHOOL DISTRICT

School Operating Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Original and Final Budget and Actual

Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Local sources:				
Earnings on investments	$ 50,000	50,000	46,059	(3,941)
E-rate	5,472	5,472	-	(5,472)
Other	32,500	32,500	75,022	42,522
Intergovernmental:				
State of Alaska	6,969,227	7,106,413	7,054,583	(51,830)
Federal sources	950,000	781,422	969,034	187,612
Total revenues	8,007,199	7,975,807	8,144,698	168,891
Expenditures:				
Current:				
Instruction	3,091,298	2,799,203	2,981,270	(182,067)
Special education instruction	1,281,034	1,195,895	1,119,220	76,675
Special education support services - students	113,806	111,577	137,943	(26,366)
Support services - students	301,561	156,706	156,175	531
Support services - instruction	55,975	220,911	213,806	7,105
School administration	356,654	324,014	345,237	(21,223)
School administration support services	381,759	375,676	353,002	22,674
District administration	394,728	375,920	378,213	(2,293)
District administration support services	481,831	445,125	426,862	18,263
Operations and maintenance of plant	1,625,900	1,672,928	1,573,666	99,262
Student activities	123,818	114,374	76,701	37,673
Total expenditures	8,208,364	7,792,329	7,762,095	30,234
Excess (deficiency) of revenues over expenditures	(201,165)	183,478	382,603	199,125
Other financing sources (uses):				
Transfers from other funds	323,835	273,972	-	(273,972)
Transfers to other funds	-	-	(1,005,000)	(1,005,000)
Net other financing sources (uses)	323,835	273,972	(1,005,000)	(1,278,972)
Net change in fund balance	$ 122,670	457,450	(622,397)	(1,079,847)
Fund balance, beginning of year			2,178,246	
Fund balance, end of year			$ 1,555,849	

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

Schedule of District's Proportionate Share of the Net Pension Liability

Public Employees' Retirement System (PERS)

June 30, 2025

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.0520%	$ 2,521,094	$ 675,343	$ 3,196,437	$ 1,045,981	241.03%	63.96%
2017	0.0430%	$ 2,401,859	$ 304,828	$ 2,706,687	$ 1,049,600	228.84%	59.55%
2018	0.0003%	$ 1,649,067	$ 613,740	$ 2,262,807	$ 1,069,590	154.18%	63.37%
2019	0.0419%	$ 2,083,592	$ 601,601	$ 2,685,193	$ 1,191,165	174.92%	65.19%
2020	0.0400%	$ 2,191,278	$ 870,823	$ 3,062,101	$ 1,306,883	167.67%	63.42%
2021	0.0423%	$ 2,496,386	$ 1,033,272	$ 3,529,658	$ 1,368,932	182.36%	61.61%
2022	0.0474%	$ 1,737,879	$ 235,460	$ 1,973,339	$ 1,364,291	127.38%	76.46%
2023	0.0471%	$ 2,401,166	$ 664,851	$ 3,066,017	$ 1,340,686	179.10%	67.97%
2024	0.0462%	$ 2,396,962	$ 798,987	$ 3,195,949	$ 1,617,605	148.18%	68.23%
2025	0.0431%	$ 2,361,642	$ 884,061	$ 3,245,703	$ 1,400,327	168.65%	67.81%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

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

Public Employees' Retirement System (PERS)

June 30, 2025

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB (Asset) Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.0319%	$ 269,356	$ 239,732	$ 509,088	$ 1,069,590	25.18%	89.68%
2019	0.0420%	$ 431,470	$ 235,988	$ 667,458	$ 1,191,165	36.22%	88.12%
2020	0.0400%	$ 59,423	$ 23,715	$ 83,138	$ 1,306,883	4.55%	98.13%
2021	0.0421%	$ (190,828)	$ (79,702)	$ (270,530)	$ 1,368,932	-13.94%	106.15%
2022	0.0475%	$ (1,219,119)	$ (155,901)	$ (1,375,020)	$ 1,364,291	-89.36%	135.54%
2023	0.0468%	$ (921,418)	$ (264,695)	$ (1,186,113)	$ 1,340,686	-68.73%	128.51%
2024	0.0461%	$ (1,060,638)	$ (358,508)	$ (1,419,146)	$ 1,617,605	-65.57%	133.96%
2025	0.0432%	$ (952,124)	$ (353,907)	$ (1,306,031)	$ 1,400,327	-67.99%	130.59%
Occupational Death and Disability (ODD):							
2018	0.0588%	$ (8,337)	$ -	$ (8,337)	$ 1,069,590	-0.78%	212.97%
2019	0.0659%	$ (12,797)	$ -	$ (12,797)	$ 1,191,165	-1.07%	270.62%
2020	0.0562%	$ (13,623)	$ -	$ (13,623)	$ 1,306,883	-1.04%	297.43%
2021	0.0538%	$ (14,652)	$ -	$ (14,652)	$ 1,368,932	-1.07%	283.80%
2022	0.0589%	$ (25,945)	$ -	$ (25,945)	$ 1,364,291	-1.90%	374.22%
2023	0.0615%	$ (26,975)	$ -	$ (26,975)	$ 1,340,686	-2.01%	348.80%
2024	0.0652%	$ (33,462)	$ -	$ (33,462)	$ 1,617,605	-2.07%	349.24%
2025	0.0564%	$ (33,676)	$ -	$ (33,676)	$ 1,400,327	-2.40%	346.81%
Retiree Medical Plan (RMP):							
2018	0.0588%	$ 3,064	$ -	$ 3,064	$ 616,628	0.50%	93.98%
2019	0.0659%	$ 8,384	$ -	$ 8,384	$ 708,505	1.18%	88.71%
2020	0.0707%	$ 16,909	$ -	$ 16,909	$ 693,409	2.44%	83.17%
2021	0.0671%	$ 4,758	$ -	$ 4,758	$ 580,727	0.82%	92.23%
2022	0.0693%	$ (18,605)	$ -	$ (18,605)	$ 567,341	-3.28%	115.10%
2023	0.0724%	$ (25,152)	$ -	$ (25,152)	$ 637,314	-3.95%	120.08%
2024	0.0781%	$ (37,095)	$ -	$ (37,095)	$ 766,055	-4.84%	124.29%
2025	0.0677%	$ (31,564)	$ -	$ (31,564)	$ 608,600	-5.19%	119.87%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

Schedule of District's Contributions (Pensions)

Public Employees' Retirement System (PERS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	$ 115,059	$ (115,059)	$ -	$ 1,049,600	10.96%
2017	$ 106,303	$ (106,303)	$ -	$ 1,069,590	9.94%
2018	$ 151,973	$ (151,973)	$ -	$ 1,191,165	12.76%
2019	$ 146,968	$ (146,968)	$ -	$ 1,306,883	11.25%
2020	$ 127,071	$ (137,247)	$ (10,176)	$ 1,368,932	9.28%
2021	$ 141,817	$ (141,817)	$ -	$ 1,364,291	10.39%
2022	$ 148,275	$ (135,728)	$ 12,547	$ 1,340,686	11.06%
2023	$ 191,929	$ (196,415)	$ (4,486)	$ 1,617,605	11.87%
2024	$ 168,427	$ (157,278)	$ 11,149	$ 1,400,327	12.03%
2025	$ 180,380	$ (183,355)	$ (2,975)	$ 1,570,355	11.49%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

Schedule of District's Contributions (OPEB)

Public Employees' Retirement System (PERS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	$ 47,244	$ (47,244)	$ -	$ 1,191,165	3.97%
2019	$ 54,266	$ (84,084)	$ (29,818)	$ 1,306,883	4.15%
2020	$ 50,752	$ (50,752)	$ -	$ 1,368,932	3.71%
2021	$ 24,863	$ (24,863)	$ -	$ 1,364,291	1.82%
2022	$ 15,864	$ (15,864)	$ -	$ 1,340,686	1.18%
2023	$ -	$ -	$ -	$ 1,617,605	0.00%
2024	$ -	$ -	$ -	$ 1,400,327	0.00%
2025	$ -	$ -	$ -	$ 1,570,355	0.00%
Occupational Death and Disability (ODD):					
2018	$ 1,193	$ (1,193)	$ -	$ 1,191,165	0.10%
2019	$ 2,294	$ (2,294)	$ -	$ 1,306,883	0.18%
2020	$ 2,357	$ (2,357)	$ -	$ 1,368,932	0.17%
2021	$ 3,140	$ (3,140)	$ -	$ 1,364,291	0.23%
2022	$ 3,550	$ (3,550)	$ -	$ 1,340,686	0.26%
2023	$ 3,995	$ (3,995)	$ -	$ 1,617,605	0.25%
2024	$ 3,871	$ (3,871)	$ -	$ 1,400,327	0.28%
2025	$ 3,438	$ (3,438)	$ -	$ 1,570,355	0.22%
Retiree Medical Plan (RMP):					
2018	$ 7,681	$ (7,681)	$ -	$ 708,505	1.08%
2019	$ 8,294	$ (10,608)	$ (2,314)	$ 693,409	1.20%
2020	$ 11,966	$ (11,966)	$ -	$ 580,727	2.06%
2021	$ 12,864	$ (12,864)	$ -	$ 567,341	2.27%
2022	$ 12,254	$ (12,254)	$ -	$ 637,314	1.92%
2023	$ 14,650	$ (14,650)	$ -	$ 766,055	1.91%
2024	$ 13,031	$ (13,031)	$ -	$ 608,600	2.14%
2025	$ 11,577	$ (11,577)	$ -	$ 668,673	1.73%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

Schedule of District's Proportionate Share of the Net Pension Liability

Teachers' Retirement System (TRS)

June 30, 2025

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.1045%	$ 1,944,428	$ 3,114,044	$ 5,058,472	$ 2,250,520	86.40%	73.82%
2017	0.1278%	$ 2,917,200	$ 3,461,236	$ 6,378,436	$ 2,217,413	131.56%	68.40%
2018	0.0009%	$ 1,883,731	$ 3,283,507	$ 5,167,238	$ 1,930,833	97.56%	72.39%
2019	0.0882%	$ 1,687,821	$ 2,512,908	$ 4,200,729	$ 2,006,088	84.13%	74.09%
2020	0.0998%	$ 1,864,390	$ 2,760,606	$ 4,624,996	$ 2,018,727	92.35%	74.68%
2021	0.0681%	$ 1,384,176	$ 2,405,829	$ 3,790,005	$ 2,094,682	66.08%	72.81%
2022	0.1224%	$ 974,038	$ 827,585	$ 1,801,623	$ 2,036,887	47.82%	89.43%
2023	0.1010%	$ 1,684,098	$ 2,246,179	$ 3,930,277	$ 2,305,263	73.05%	78.33%
2024	0.0883%	$ 1,551,871	$ 2,453,356	$ 4,005,227	$ 2,140,510	72.50%	77.62%
2025	0.0844%	$ 1,561,358	$ 2,682,362	$ 4,243,720	$ 2,104,068	74.21%	77.07%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

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

Teachers' Retirement System (TRS)

June 30, 2025

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB (Asset) Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.0927%	$ 170,422	$ 298,239	$ 468,661	$ 1,930,833	8.83%	93.75%
2019	0.0878%	$ 273,083	$ 408,404	$ 681,487	$ 2,006,088	13.61%	90.23%
2020	0.0996%	$ (152,146)	$ (226,253)	$ (378,399)	$ 2,018,727	-7.54%	105.50%
2021	0.0679%	$ (242,932)	$ (423,586)	$ (666,518)	$ 2,094,682	-11.60%	113.78%
2022	0.1272%	$ (1,478,507)	$ (1,151,381)	$ (2,629,888)	$ 2,036,887	-72.59%	145.41%
2023	0.1032%	$ (904,152)	$ (1,159,953)	$ (2,064,105)	$ 2,305,263	-39.22%	134.84%
2024	0.0907%	$ (916,988)	$ (1,381,863)	$ (2,298,851)	$ 2,140,510	-42.84%	140.49%
2025	0.0878%	$ (875,600)	$ (1,411,468)	$ (2,287,068)	$ 2,104,068	-41.61%	137.40%
Occupational Death and Disability (ODD):							
2018	0.2090%	$ (24,692)	$ -	$ (24,692)	$ 1,930,833	-1.28%	1342.59%
2019	0.3112%	$ (13,638)	$ -	$ (13,638)	$ 2,006,088	-0.68%	1304.81%
2020	0.3362%	$ (13,519)	$ -	$ (13,519)	$ 2,018,727	-0.67%	1409.77%
2021	0.3582%	$ (15,421)	$ -	$ (15,421)	$ 2,094,682	-0.74%	931.08%
2022	0.3391%	$ (20,665)	$ -	$ (20,665)	$ 2,036,887	-1.01%	1254.36%
2023	0.3400%	$ (20,537)	$ -	$ (20,537)	$ 2,305,263	-0.89%	1268.28%
2024	0.3048%	$ (21,091)	$ -	$ (21,091)	$ 2,140,510	-0.99%	1410.42%
2025	0.3255%	$ (25,935)	$ -	$ (25,935)	$ 2,104,068	-1.23%	1600.56%
Retiree Medical Plan (RMP):							
2018	0.2209%	$ (10,468)	$ -	$ (10,468)	$ 1,147,033	-0.91%	118.16%
2019	0.3312%	$ (10,590)	$ -	$ (10,590)	$ 1,148,460	-0.92%	109.56%
2020	0.3358%	$ (12,882)	$ -	$ (12,882)	$ 1,714,961	-0.75%	110.03%
2021	0.3593%	$ (35,443)	$ -	$ (35,443)	$ 1,243,806	-2.85%	125.59%
2022	0.3384%	$ (67,942)	$ -	$ (67,942)	$ 1,284,721	-5.29%	142.54%
2023	0.3394%	$ (65,728)	$ -	$ (65,728)	$ 1,364,244	-4.82%	140.73%
2024	0.3053%	$ (67,620)	$ -	$ (67,620)	$ 1,307,858	-5.17%	140.71%
2025	0.3253%	$ (73,152)	$ -	$ (73,152)	$ 1,494,275	-4.90%	134.72%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

Schedule of District's Contributions (Pensions)

Teachers' Retirement System (TRS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	$ 105,462	$ (105,462)	$ -	$ 2,217,413	4.76%
2017	$ 94,598	$ (94,598)	$ -	$ 1,930,833	4.90%
2018	$ 77,704	$ (77,704)	$ -	$ 2,006,088	3.87%
2019	$ 65,787	$ (65,787)	$ -	$ 2,018,727	3.26%
2020	$ 50,881	$ (60,961)	$ (10,080)	$ 2,094,682	2.43%
2021	$ 44,906	$ (44,906)	$ -	$ 2,036,887	2.20%
2022	$ 53,030	$ (71,790)	$ (18,760)	$ 2,305,263	2.30%
2023	$ 88,026	$ (89,701)	$ (1,675)	$ 2,140,510	4.11%
2024	$ 92,554	$ (60,305)	$ 32,249	$ 2,104,068	4.40%
2025	$ 117,076	$ (116,967)	$ 109	$ 2,503,328	4.68%

See accompanying notes to Required Supplementary Information.

COPPER RIVER SCHOOL DISTRICT

Schedule of District's Contributions (OPEB)

Teachers' Retirement System (TRS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	$ 38,483	$ (38,483)	$ -	$ 2,006,088	1.92%
2019	$ 32,682	$ (32,682)	$ -	$ 2,018,727	1.62%
2020	$ 28,703	$ (28,703)	$ -	$ 2,094,682	1.37%
2021	$ 34,072	$ (34,072)	$ -	$ 2,036,887	1.67%
2022	$ 31,198	$ (31,198)	$ -	$ 2,305,263	1.35%
2023	$ -	$ -	$ -	$ 2,140,510	0.00%
2024	$ -	$ -	$ -	$ 2,104,068	0.00%
2025	$ -	$ -	$ -	$ 2,503,328	0.00%
Occupational Death and Disability (ODD):					
2018	$ -	$ -	$ -	$ 2,006,088	0.00%
2019	$ 1,049	$ (1,049)	$ -	$ 2,018,727	0.05%
2020	$ 1,177	$ (1,177)	$ -	$ 2,094,682	0.06%
2021	$ 1,227	$ (1,227)	$ -	$ 2,036,887	0.06%
2022	$ 1,336	$ (1,336)	$ -	$ 2,305,263	0.06%
2023	$ 1,253	$ (1,253)	$ -	$ 2,140,510	0.06%
2024	$ 1,447	$ (1,447)	$ -	$ 2,104,068	0.07%
2025	$ 1,408	$ (1,408)	$ -	$ 2,503,328	0.06%
Retiree Medical Plan (RMP):					
2018	$ 10,832	$ (10,832)	$ -	$ 1,148,460	0.94%
2019	$ 10,360	$ (15,863)	$ (5,503)	$ 1,714,961	0.60%
2020	$ 16,029	$ (16,029)	$ -	$ 1,243,806	1.29%
2021	$ 14,267	$ (14,267)	$ -	$ 1,284,721	1.11%
2022	$ 13,868	$ (13,868)	$ -	$ 1,364,244	1.02%
2023	$ 13,627	$ (13,627)	$ -	$ 1,307,858	1.04%
2024	$ 14,838	$ (14,838)	$ -	$ 1,494,275	0.99%
2025	$ 12,141	$ (12,141)	$ -	$ 1,464,188	0.83%

See accompanying notes to Required Supplementary Information.

1. General Fund Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budgets and Budgetary Accounting

Annual budgets are adopted by the School Board for all operating revenues, expenditures, and interfund transfers. Budgets are prepared and presented on the modified accrual basis of accounting.

The final revised and approved budget is presented in the supplementary information. Annual budgets for the Special Revenue Funds are prepared in connection with the application for the special programs' award and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to the actual combined revenues and transfers from other funds.

Project budgets are adopted for Capital Project funds based on the lives of the construction projects. Expenditure authority is limited to the actual combined revenue and transfers from other funds.

The following functions had expenditures in excess of appropriations in the School Operating Fund for the year ended June 30, 2025:

Instruction	$	(182,067)
Special education support services - students	$	(26,366)
School administration	$	(21,223)
District administration	$	(2,293)

2. Public Employees' Retirement System

Schedule of District's Proportionate Share of Net Pension and OPEB Liability (Asset)

The table is presented based on the Plan measurement date which is one year prior to fiscal year end for all years presented.

Changes in Actuarial Assumptions, Methods, and Benefits Since the Prior Valuation

Defined Benefit Pension and Postemployment Healthcare Benefit Plan

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

Defined Contribution Occupational Death and Disability and Retiree Medical Benefits Plan

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

The GASB requires ten years of information be presented. However, until a full ten years of information is available, the District will present only those years for which information is available.

Schedule of District Contributions (Pension) and (OPEB)

The table valuation date is June 30, 2023 which was rolled forward to June 30, 2024. Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

3. Teachers' Retirement System

Schedule of District's Proportionate Share of Net Pension and OPEB Liability (Asset)

The table is presented based on the Plan measurement date which is one year prior to fiscal year end for all years presented.

Changes in Actuarial Assumptions, Methods, and Benefits Since the Prior Valuation

Defined Benefit Pension and Postemployment Healthcare Benefit Plan

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

Defined Contribution Occupational Death and Disability and Retiree Medical Benefits Plans

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

The GASB requires ten years of information be presented. However, until a full ten years of information is available, the District will present only those years for which information is available.

Schedule of District Contributions (Pension) and (OPEB)

The table valuation date is June 30, 2023 which was rolled forward to June 30, 2024. Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

SUPPLEMENTARY INFORMATION

COPPER RIVER SCHOOL DISTRICT

School Operating Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Earnings on investments	$ 50,000	46,059	(3,941)
E-rate	5,472	-	(5,472)
Other	32,500	75,022	42,522
Total local sources	87,972	121,081	33,109
Intergovernmental:			
State of Alaska:			
Foundation program	5,930,030	5,930,102	72
Quality schools	16,527	16,527	-
House Bill 268	702,406	702,406	-
Dividend raffle funds	-	1,892	1,892
On-behalf TRS	388,342	337,492	(50,850)
On-behalf PERS	69,108	66,164	(2,944)
Total State of Alaska	7,106,413	7,054,583	(51,830)
Federal sources:			
Direct - Impact Aid	251,422	438,617	187,195
Passed - through the State of Alaska -			
Payment in Lieu of Taxes	530,000	530,417	417
Total Federal sources	781,422	969,034	187,612
Total revenues	7,975,807	8,144,698	168,891
Expenditures:			
Instruction:			
Certificated salaries	1,358,356	1,397,009	(38,653)
Non-certificated salaries	150,640	144,738	5,902
Employee benefits	872,718	975,604	(102,886)
Professional and technical services	75,000	67,181	7,819
Staff travel	-	724	(724)
Utility services	5,546	5,386	160
Other purchased services	32,000	27,565	4,435
Supplies, materials and media	296,950	355,133	(58,183)
Other	7,993	7,930	63
Total instruction	$ 2,799,203	2,981,270	(182,067)

(continued)

COPPER RIVER SCHOOL DISTRICT

School Operating Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
Special education instruction:			
Certificated salaries	$ 333,253	346,863	(13,610)
Non-certificated salaries	322,221	300,942	21,279
Employee benefits	469,850	454,605	15,245
Professional and technical services	59,671	9,949	49,722
Staff travel	-	1,315	(1,315)
Student travel	2,500	-	2,500
Other purchased services	6,500	-	6,500
Supplies, materials and media	1,900	5,546	(3,646)
Total special education instruction	1,195,895	1,119,220	76,675
Special education support services - students:			
Non-certificated salaries	35,117	46,746	(11,629)
Employee benefits	34,460	44,707	(10,247)
Professional and technical services	42,000	46,490	(4,490)
Total special education support services - students	111,577	137,943	(26,366)
Support services - students:			
Certificated salaries	82,440	83,225	(785)
Employee benefits	44,266	50,133	(5,867)
Other purchased services	27,000	21,544	5,456
Supplies, materials and media	3,000	1,273	1,727
Total support services - students	156,706	156,175	531
Support services - instruction:			
Non-certificated salaries	80,524	80,519	5
Employee benefits	40,887	40,540	347
Professional and technical services	65,000	64,085	915
Utility services	32,500	27,847	4,653
Other purchased services	1,000	811	189
Other	1,000	4	996
Total support services - instruction	$ 220,911	213,806	7,105

(continued)

COPPER RIVER SCHOOL DISTRICT

School Operating Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
School administration:			
Certificated salaries	$ 216,325	222,756	(6,431)
Employee benefits	105,264	120,656	(15,392)
Professional and technical services	350	350	-
Staff travel	1,450	850	600
Other	625	625	-
Total school administration	324,014	345,237	(21,223)
School administration support services:			
Non-certificated salaries	187,058	174,085	12,973
Employee benefits	182,518	172,746	9,772
Supplies, materials and media	6,100	6,171	(71)
Total school administration support services	375,676	353,002	22,674
District administration:			
Certificated salaries	209,735	215,963	(6,228)
Non-certificated salaries	10,300	11,700	(1,400)
Employee benefits	96,425	106,874	(10,449)
Staff travel	27,000	12,967	14,033
Student travel	-	5,937	(5,937)
Other purchased services	8,060	5,910	2,150
Supplies, materials and media	6,400	2,801	3,599
Other	18,000	16,061	1,939
Total district administration	375,920	378,213	(2,293)
District administration support services:			
Non-certificated salaries	177,993	177,624	369
Employee benefits	120,632	118,177	2,455
Professional and technical services	72,500	75,979	(3,479)
Staff travel	5,000	-	5,000
Utility services	15,000	17,400	(2,400)
Other purchased services	24,000	24,994	(994)
Insurance and bond premiums	55,000	52,100	2,900
Supplies, materials and media	10,000	8,688	1,312
Other	15,000	11,450	3,550
Indirect cost recovery	(50,000)	(59,550)	9,550
Total district administration support services	$ 445,125	426,862	18,263

(continued)

COPPER RIVER SCHOOL DISTRICT

School Operating Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual, Continued

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
Operations and maintenance of plant:			
Non-certificated salaries	$ 329,393	330,951	(1,558)
Employee benefits	252,338	196,061	56,277
Professional and technical services	7,000	494	6,506
Staff travel	800	1,039	(239)
Utility services	42,700	41,522	1,178
Energy	609,200	592,000	17,200
Other purchased services	105,500	116,136	(10,636)
Insurance and bond premiums	197,000	191,591	5,409
Supplies, materials and media	69,500	46,110	23,390
Other	5,000	3,265	1,735
Equipment	54,497	54,497	-
Total operations and maintenance of plant	1,672,928	1,573,666	99,262
Student activities:			
Certificated salaries	56,100	16,800	39,300
Non-certificated salaries	20,000	34,060	(14,060)
Employee benefits	8,313	24,823	(16,510)
Professional and technical services	-	500	(500)
Student travel	29,961	500	29,461
Supplies, materials and media	-	18	(18)
Total student activities	114,374	76,701	37,673
Total expenditures	7,792,329	7,762,095	30,234
Excess of revenues over expenditures	183,478	382,603	199,125
Other financing sources (uses):			
Transfers from other funds	273,972	-	(273,972)
Transfers to other funds	-	(1,005,000)	(1,005,000)
Net other financing sources (uses)	273,972	(1,005,000)	(1,278,972)
Net change in fund balance	$ 457,450	(622,397)	(1,079,847)
Fund balance, beginning of year		2,178,246	
Fund balance, end of year		$ 1,555,849	

COPPER RIVER SCHOOL DISTRICT

Building Improvement Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2025

Revenues:	$	-
Expenditures:		
Operations and maintenance of plant:		
Professional and technical services		21,647
Other purchased services		13,067
Supplies, materials and media		9,555
Equipment		422,946
Total expenditures		467,215
Excess (deficiency) of revenues over expenditures		(467,215)
Other financing sources (uses) -		
Transfers from other funds		630,000
Net change in fund balance		162,785
Fund balance, beginning of year		768,427
Fund balance, end of year	$	931,212

Exhibit H-1

COPPER RIVER SCHOOL DISTRICT

Other Governmental Funds

Combining Balance Sheet

June 30, 2025

	Special Revenue Funds							
	Staff Development	NRA Grant	Student Transportation	Food Service	Title VI-B	Title VI-B Preschool Disabled	School Improvement	Title I-A Basic
Assets								
Assets:								
Accounts receivable	$ -	-	-	-	39,788	2,279	6,403	56,075
Due from other funds	225	710	37,186	-	-	-	-	-
Inventories	-	-	-	23,100	-	-	-	-
Total assets	225	710	37,186	23,100	39,788	2,279	6,403	56,075
Liabilities and Fund Balances								
Liabilities:								
Accounts payable	-	-	-	-	-	-	-	-
Accrued payroll liabilities	-	-	-	-	-	-	-	-
Unearned revenue	225	710	-	-	-	-	-	-
Due to other funds	-	-	-	89,187	39,788	2,279	6,403	56,075
Total liabilities	225	710	-	89,187	39,788	2,279	6,403	56,075
Fund balances:								
Nonspendable	-	-	-	23,100	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	37,186	-	-	-	-	-
Unassigned	-	-	-	(89,187)	-	-	-	-
Total fund balances	-	-	37,186	(66,087)	-	-	-	-
Total liabilities and fund balances	$ 225	710	37,186	23,100	39,788	2,279	6,403	56,075

(continued)

COPPER RIVER SCHOOL DISTRICT

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds						
	Title IV-A	CRRSA Act ESSER II	Title II-A Teacher Principal Training	Alyeska Reading Institute	Carl Perkins	Migrant Education	Hunter Education
Assets							
Assets:							
Accounts receivable	$ 11,396	-	3,281	-	13,376	70,288	-
Due from other funds	-	3,530	-	4,289	-	-	22,226
Inventories	-	-	-	-	-	-	-
Total assets	11,396	3,530	3,281	4,289	13,376	70,288	22,226
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	-	3,530	-	1,275	-	2,999	-
Accrued payroll liabilities	-	-	-	-	-	4,372	-
Unearned revenue	-	-	-	3,014	-	-	22,226
Due to other funds	11,396	-	3,281	-	13,376	62,917	-
Total liabilities	11,396	3,530	3,281	4,289	13,376	70,288	22,226
Fund balances:							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	-	-	-	-	-	-	-
Total liabilities and fund balances	$ 11,396	3,530	3,281	4,289	13,376	70,288	22,226

(continued)

COPPER RIVER SCHOOL DISTRICT

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds							
	Alaska FFA Grant	Specialty Crop Block Grant	Indian Education	Student Activities	Kenny Lake Beneficiary Property	Total Special Revenue Funds	District Wide Technology Upgrades Capital Project Fund	Total Other Governmental Funds
Assets								
Assets:								
Accounts receivable	$ -	-	4,799	-	-	207,685	-	207,685
Due from other funds	1,105	642	-	240,993	82,922	393,828	272,273	666,101
Inventories	-	-	-	-	-	23,100	-	23,100
Total assets	1,105	642	4,799	240,993	82,922	624,613	272,273	896,886
Liabilities and Fund Balances								
Liabilities:								
Accounts payable	-	-	-	-	-	7,804	-	7,804
Accrued payroll liabilities	-	-	-	-	-	4,372	-	4,372
Unearned revenue	1,105	642	-	-	-	27,922	-	27,922
Due to other funds	-	-	4,799	-	-	289,501	-	289,501
Total liabilities	1,105	642	4,799	-	-	329,599	-	329,599
Fund balances:								
Nonspendable	-	-	-	-	-	23,100	-	23,100
Restricted	-	-	-	-	82,922	82,922	-	82,922
Committed	-	-	-	240,993	-	278,179	272,273	550,452
Unassigned	-	-	-	-	-	(89,187)	-	(89,187)
Total fund balances	-	-	-	240,993	82,922	295,014	272,273	567,287
Total liabilities and fund balances	$ 1,105	642	4,799	240,993	82,922	624,613	272,273	896,886

COPPER RIVER SCHOOL DISTRICT

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Year Ended June 30, 2025

	Special Revenue Funds					
	Student Transportation	Food Service	Title VI-B	Title VI-B Preschool Disabled	School Improvement	Title I-A Basic
Revenues:						
Local sources:						
Charges for services	$ -	3,883	-	-	-	-
Other	-	-	-	-	-	-
Intergovernmental:						
State of Alaska	523,762	36,176	-	-	-	-
Federal sources	-	232,254	171,484	2,279	24,512	204,701
Total revenues	523,762	272,313	171,484	2,279	24,512	204,701
Expenditures:						
Current:						
Instruction	-	-	-	-	22,956	187,365
Special education instruction	-	-	160,596	2,134	-	-
Special education support services - students	-	-	-	-	-	3,024
Support services - students	-	-	-	-	-	-
Support services - instruction	-	-	-	-	-	-
School administration	-	-	-	-	-	-
District administration	-	-	-	-	-	-
District administration support services	-	-	10,888	145	1,556	14,312
Operations and maintenance of plant	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	645,740	-	-	-	-	-
Food services	-	398,279	-	-	-	-
Total expenditures	645,740	398,279	171,484	2,279	24,512	204,701
Excess (deficiency) of revenues over expenditures	(121,978)	(125,966)	-	-	-	-
Other financing sources - Transfers from other funds	250,000	125,000	-	-	-	-
Net change in fund balances	128,022	(966)	-	-	-	-
Fund balances, beginning of year	(90,836)	(65,121)	-	-	-	-
Fund balances, end of year	$ 37,186	(66,087)	-	-	-	-

(continued)

COPPER RIVER SCHOOL DISTRICT

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Continued

	Special Revenue Funds					
	Title IV-A	Title II-A Teacher Principal Training	Alyeska Reading Institute	Carl Perkins	Migrant Education	Migrant Literacy
Revenues:						
Local sources:						
Charges for services	$ -	-	-	-	-	-
Other	-	-	-	-	-	-
Intergovernmental:						
State of Alaska	-	-	-	-	-	-
Federal sources	30,674	50,911	33,004	29,687	344,603	9,563
Total revenues	30,674	50,911	33,004	29,687	344,603	9,563
Expenditures:						
Current:						
Instruction	22,837	46,258	29,908	28,265	309,956	8,956
Special education instruction	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-
Support services - students	5,889	-	-	-	-	-
Support services - instruction	-	-	-	-	-	-
School administration	-	150	-	-	-	-
District administration	-	324	-	-	-	-
District administration support services	1,948	4,179	2,096	1,422	34,647	607
Operations and maintenance of plant	-	-	1,000	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	-	-	-	-	-	-
Food services	-	-	-	-	-	-
Total expenditures	30,674	50,911	33,004	29,687	344,603	9,563
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Other financing sources - Transfers from other funds	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-
Fund balances, beginning of year	-	-	-	-	-	-
Fund balances, end of year	$ -	-	-	-	-	-

(continued)

COPPER RIVER SCHOOL DISTRICT

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Continued

	Special Revenue Funds						
	Hunter Education	Indian Education	Student Activities	Kenny Lake Beneficiary Property	Total Special Revenue Funds	District Wide Technology Upgrades Capital Project Fund	Total Other Governmental Funds
Revenues:							
Local sources:							
Charges for services	$ -	-	-	-	3,883	-	3,883
Other	-	-	60,214	-	60,214	-	60,214
Intergovernmental:							
State of Alaska	13,640	-	-	-	573,578	-	573,578
Federal sources	-	66,232	-	-	1,199,904	-	1,199,904
Total revenues	13,640	66,232	60,214	-	1,837,579	-	1,837,579
Expenditures:							
Current:							
Instruction	13,640	62,120	-	16,033	748,294	42,065	790,359
Special education instruction	-	-	-	-	162,730	-	162,730
Special education support services - students	-	-	-	-	3,024	-	3,024
Support services - students	-	-	-	-	5,889	35,310	41,199
Support services - instruction	-	-	-	-	-	6,486	6,486
School administration	-	-	-	-	150	-	150
District administration	-	-	-	-	324	-	324
District administration support services	-	4,112	-	-	75,912	8,711	84,623
Operations and maintenance of plant	-	-	-	-	1,000	-	1,000
Student activities	-	-	53,166	-	53,166	-	53,166
Student transportation - to and from school	-	-	-	-	645,740	-	645,740
Food services	-	-	-	-	398,279	-	398,279
Total expenditures	13,640	66,232	53,166	16,033	2,094,508	92,572	2,187,080
Excess (deficiency) of revenues over expenditures	-	-	7,048	(16,033)	(256,929)	(92,572)	(349,501)
Other financing sources - Transfers from other funds	-	-	-	-	375,000	-	375,000
Net change in fund balances	-	-	7,048	(16,033)	118,071	(92,572)	25,499
Fund balances, beginning of year	-	-	233,945	98,955	176,943	364,845	541,788
Fund balances, end of year	$ -	-	240,993	82,922	295,014	272,273	567,287

COPPER RIVER SCHOOL DISTRICT

Student Transportation Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental - State of Alaska	$ 523,762	523,762	-
Expenditures:			
Student transportation - to and from school			
Student travel	523,762	645,740	(121,978)
Excess (deficiency) of revenues over expenditures	-	(121,978)	(121,978)
Other financing sources -			
Transfers from other funds	-	250,000	250,000
Net change in fund balance	$ -	128,022	128,022
Fund balance, beginning of year		(90,836)	
Fund balance, end of year		$ 37,186	

COPPER RIVER SCHOOL DISTRICT

Food Service Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2025

Revenues:		
Intergovernmental:		
State of Alaska	$	36,176
Federal sources through the State of Alaska		232,254
Local sources - charges for services		3,883
Total revenues		272,313
Expenditures:		
Food services:		
Non-certificated salaries		122,926
Employee benefits		70,306
Staff travel		2,350
Supplies, materials and media		166,026
Other		495
Equipment		36,176
Total expenditures		398,279
Excess (deficiency) of revenues over expenditures		(125,966)
Other financing sources - Transfers from other funds		125,000
Net change in fund balance		(966)
Fund balance, beginning of year		(65,121)
Fund balance, end of year	$	(66,087)

COPPER RIVER SCHOOL DISTRICT

Title VI-B Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources through the State of Alaska	$ 171,484	171,484	-
Expenditures:			
Special education instruction -			
Professional and technical services	160,596	160,596	-
District administration support services -			
Indirect costs	10,888	10,888	-
Total expenditures	171,484	171,484	-
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Title VI-B Preschool Disabled Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 7,309	2,279	(5,030)
Expenditures:			
Special education instruction -			
Supplies, materials and media	6,845	2,134	4,711
District administration support services -			
Indirect costs	464	145	319
Total expenditures	7,309	2,279	5,030
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

School Improvement Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources through the State of Alaska	$ 25,000	24,512	(488)
Expenditures:			
Instruction:			
Non-certificated salaries	18,000	17,543	457
Employee benefits	5,413	5,413	-
Total instruction	23,413	22,956	457
District administration support services -			
Indirect costs	1,587	1,556	31
Total expenditures	25,000	24,512	488
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

Exhibit H-8

COPPER RIVER SCHOOL DISTRICT

Title I-A Basic Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget-Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 216,331	204,701	(11,630)
Expenditures:			
Instruction:			
Certificated salaries	25,500	22,384	3,116
Non-certificated salaries	90,928	86,814	4,114
Employee benefits	80,932	78,167	2,765
Supplies, materials and media	1,075	-	1,075
Total instruction	198,435	187,365	11,070
Special education support services - students:			
Non-certificated salaries	1,875	1,836	39
Employee benefits	1,230	1,188	42
Total special education support services - students	3,105	3,024	81
District administration support services:			
Non-certificated salaries	937	1,200	(263)
Employee benefits	118	114	4
Indirect costs	13,736	12,998	738
Total district administration support services	14,791	14,312	479
Total expenditures	216,331	204,701	11,630
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Title IV-A Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 38,938	30,674	(8,264)
Expenditures:			
Instruction:			
Student travel	2,000	-	2,000
Supplies, materials and media	24,340	22,837	1,503
Total instruction	26,340	22,837	3,503
Support services - students:			
Staff travel	7,176	4,089	3,087
Professional and technical services	2,950	1,800	1,150
Total support services - students	10,126	5,889	4,237
District administration support services -			
Indirect costs	2,472	1,948	524
Total expenditures	38,938	30,674	8,264
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

Exhibit H-10

COPPER RIVER SCHOOL DISTRICT

Title II-A Teacher and Principal Training Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 61,826	50,911	(10,915)
Expenditures:			
Instruction:			
Certificated salaries	6,000	4,000	2,000
Employee benefits	2,000	1,936	64
Professional and technical services	29,900	24,377	5,523
Staff travel	18,400	15,945	2,455
Total instruction	56,300	46,258	10,042
School administration -			
Staff travel	200	150	50
District administration -			
Staff travel	400	324	76
District administration support services:			
Staff travel	1,000	946	54
Indirect costs	3,926	3,233	693
Total district administration support services	4,926	4,179	747
Total expenditures	61,826	50,911	10,915
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Alyeska Reading Institute Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 33,004	33,004	-
Expenditures:			
Instruction:			
Certificated salaries	10,422	10,422	-
Non-certificated salaries	3,750	3,750	-
Employee benefits	2,369	2,369	-
Professional and technical services	2,331	2,331	-
Staff travel	9,197	9,197	-
Supplies, materials and media	1,839	1,839	-
Total instruction	29,908	29,908	-
District administration support services -			
Indirect costs	2,096	2,096	-
Operations and maintenance of plant -			
Energy	1,000	1,000	-
Total expenditures	33,004	33,004	-
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Carl Perkins Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 29,864	29,687	(177)
Expenditures:			
Instruction:			
Staff travel	721	721	-
Supplies, materials and media	27,721	27,544	177
Total instruction	28,442	28,265	177
District administration support services -			
Indirect costs	1,422	1,422	-
Total expenditures	29,864	29,687	177
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 421,235	344,603	(76,632)
Expenditures:			
Instruction:			
Certificated salaries	61,150	46,230	14,920
Non-certificated salaries	112,470	101,771	10,699
Employee benefits	88,796	79,595	9,201
Student travel	27,000	21,660	5,340
Supplies, materials and media	80,000	53,360	26,640
Tuition-students and stipends	6,000	5,930	70
Other	5,000	1,410	3,590
Total instruction	380,416	309,956	70,460
District administration support services:			
Non-certificated salaries	9,780	8,577	1,203
Employee benefits	4,674	4,480	194
Supplies, materials and media	-	86	(86)
Indirect costs	26,365	21,504	4,861
Total district administration support services	40,819	34,647	6,172
Total expenditures	421,235	344,603	76,632
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

Exhibit H-14

COPPER RIVER SCHOOL DISTRICT

Migrant Literacy Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	$ 9,563	9,563	-
Expenditures:			
Instruction -			
Supplies, materials and media	8,956	8,956	-
District administration support services -			
Indirect costs	607	607	-
Total expenditures	9,563	9,563	-
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Hunter Education Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Intergovernmental - State of Alaska	$ 36,640	13,640	(23,000)
Expenditures:			
Instruction:			
Certificated salaries	4,800	2,000	2,800
Non-certificated salaries	12,760	1,791	10,969
Employee benefits	5,000	1,533	3,467
Transportation allowance	2,500	-	2,500
Professional and technical services	350	-	350
Staff travel	1,800	5,355	(3,555)
Student travel	1,200	-	1,200
Utility services	3,230	122	3,108
Supplies, materials and media	3,105	1,303	1,802
Other	1,895	1,536	359
Total expenditures	36,640	13,640	23,000
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		$ -	

COPPER RIVER SCHOOL DISTRICT

Indian Education Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual

Year Ended June 30, 2025

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental - Federal sources	$ 66,232	66,232	-
Expenditures:			
Instruction:			
Non-certificated salaries	31,925	31,925	-
Employee benefits	28,232	28,232	-
Professional and technical services	725	725	-
Staff travel	1,757	1,138	619
Other	439	100	339
Total instruction	63,078	62,120	958
District administration support services:			
Staff travel	-	958	(958)
Indirect costs	3,154	3,154	-
Total district administration support services	3,154	4,112	(958)
Total expenditures	66,232	66,232	-
Excess of revenues over expenditures	$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year	$	-	

COPPER RIVER SCHOOL DISTRICT

Student Activities Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2025

Revenues:		
Local sources - other	$	60,214
Expenditures:		
Student activities:		
Staff travel		1,706
Student travel		16,407
Other purchased services		370
Supplies, materials and media		17,402
Other		17,281
Total expenditures		53,166
Excess of revenues over expenditures		7,048
Fund balance, beginning of year		233,945
Fund balance, end of year	$	240,993

COPPER RIVER SCHOOL DISTRICT

Kenny Lake Beneficiary Property Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2025

Revenues:	$	-
Expenditures:		
Instruction:		
Non-certificated salaries		7,900
Employee benefits		2,130
Staff travel		84
Supplies, materials and media		4,420
Other		1,499
Total expenditures		16,033
Excess (deficiency) of revenues over expenditures		(16,033)
Fund balance, beginning of year		98,955
Fund balance, end of year	$	82,922

COPPER RIVER SCHOOL DISTRICT

District Wide Technology Upgrades Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2025

Revenues:	$	-
Expenditures:		
Instruction:		
Other purchased services		6,511
Supplies, materials and media		15,921
Equipment		19,633
Total instruction		42,065
Support services - students:		
Other purchased services		16,804
Supplies, materials and media		18,506
Total support services - students		35,310
Support services - instruction -		
Other purchased services		6,486
District administration support services:		
Other purchased services		7,442
Supplies, materials and media		1,269
Total district administration support services		8,711
Total expenditures		92,572
Excess (deficiency) of revenues over expenditures		(92,572)
Fund balance, beginning of year		364,845
Fund balance, end of year	$	272,273

Exhibit I-1

COPPER RIVER SCHOOL DISTRICT

Schedule of Compliance - AS 14.17.505

June 30, 2025

Total fund balance - School Operating Fund	$	1,555,849		
less exemptions per 4 AAC 09.160(a):				
Inventories		53,063		
Prepaid items		125,200		
Federal impact aid received		438,617		
Restricted		204,355		
Fund Balance Subject to 10% Limitation	$	734,614		

Nonexempt fund balance as a percentage of current year expenditures:

Fund balance subject to limitation	$	734,614	=	9.46%
Current year expenditures		7,762,095		

* Per State of Alaska COVID-19 Disaster Order of Suspension No. 3 dated March 11, 2020, the compliance requirement AS 14.17.505 limiting the unreserved fund balance a district may have in their operating fund year end fund balance to 10% was waived by the Governor for fiscal year 2020. In July 2021 this wavier was extended until June 30, 2025 through the State of Alaska House Bill 76, therefore suspending the requirement for the year ended June 30, 2025.

COPPER RIVER SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2025

Federal Agency/Program Title	Grant Number	Pass through Number	Assistance Listing Number	Total Grant Award	Federal Share of Expenditures
U.S. Department of Education:					
Direct programs:					
Impact Aid	11-AK-2025-2817		84.041	$ 438,617	438,617
Indian Education	S060A230324		84.060A	66,232	66,232
Passed through the State of Alaska, Department of Education and Early Development:					
Title II-A		IP 25.CRSD.01	84.367A	61,826	50,911
Special Education Cluster (IDEA):					
Title VI-B		SE 25.CRSD.01	84.027A	171,484	171,484
Preschool Disabled		SE 25.CRSD.01	84.173A	7,309	2,279
Total Special Education Cluster (IDEA)				178,793	173,763
Carl Perkins		EK 25.CRSD.01	84.048A	29,864	29,687
School Improvement		SI 25.CRSD.01	84.010A	25,000	24,512
Title I-A Basic		IP 25.CRSD.01	84.010A	216,331	204,701
Total ALN 84.010				241,331	229,213
Title IV-A		IP 25.CRSD.01	84.424A	38,938	30,674
Title I-C Migrant Education		IP 25.CRSD.01	84.011A	421,235	344,603
Migrant Literacy		MB 25.CRSD.01	84.011A	9,563	9,563
Total ALN 84.011				430,798	354,166
COVID-19 Elementary & Secondary School Emergency Relief Fund (ESSER III)		AR 25.CRSD.01	84.425U	33,004	33,004
Total U.S. Department of Education				1,519,403	1,406,267
U.S. Department of Agriculture:					
Passed through the State of Alaska, Department of Education and Early Development:					
Child Nutrition Cluster:					
National School Breakfast Program		None	10.553	59,580	59,580
USDA Commodities		None	10.555	6,243	6,243
National School Lunch Program		None	10.555	166,431	166,431
Total ALN 10.555				172,674	172,674
Total Child Nutrition Cluster				232,254	232,254
Total Expenditures of Federal Awards				$ 1,751,657	1,638,521

Reconciliation to federal sources revenues in the State of Revenues, Expenditures and Changes in Fund Balances (Exhibit D-1):	
Total expenditures of federal awards	$ 1,638,521
Payment in Lieu of Taxes not subject to the requirements of 2 CFR 200, Subpart F	530,417
Total federal sources revenues, Exhibit D-1	$ 2,168,938

See accompanying notes to Schedule.

COPPER RIVER SCHOOL DISTRICT

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2025

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Copper River School District under programs of the federal government for the year ended June 30, 2025. 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 Copper River School District, it is not intended to and does not present the basic financial statements of Copper River School District.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note 3. Indirect Cost

Copper River School District has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4. Non-monetary Assistance

Non-monetary assistance is reported in the schedule at the fair market value of USDA commodities received. For the year ended June 30, 2025, the District received $6,243 in USDA commodities.

Note 5. Passed Through Awards

No amounts were passed through to subrecipients.

COPPER RIVER SCHOOL DISTRICT

Schedule of State Financial Assistance

Year Ended June 30, 2025

State Agency/ Program Title	Award Number	Total Award Amount	Passed Through to Subrecipients	State Expenditures
State of Alaska, Department of Education and Early Development:				
Direct:				
# Foundation	None	$ 5,930,102	-	5,930,102
# House Bill 268 - Foundation	None	702,406	-	702,406
Quality Schools	None	16,527	-	16,527
Pupil Transportation	None	473,398	-	473,398
House Bill 268 - Pupil Transportation	None	50,364	-	50,364
Hunter Education	HE 25.CRSD.01	35,866	-	13,640
National Breakfast Start Up Grant	BG 24.CRSD.01	36,176	-	36,176
Permanent Fund Dividend Raffle	None	1,892	-	1,892
Total state financial assistance		$ 7,246,731	-	7,224,505

Reconciliation to State of Alaska Revenue:	
Total state financial assistance	$ 7,224,505
Sources that are not considered financial assistance:	
TRS On-behalf Payments	337,492
PERS On-behalf Payments	66,164
Total State of Alaska Revenue per Exhibit D-1	$ 7,628,161

See accompanying notes to schedule.

COPPER RIVER SCHOOL DISTRICT

Notes to Schedule of State Financial Assistance

Year Ended June 30, 2025

Note 1. Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state award activity of Copper River School District under programs of the State of Alaska for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Copper River School District, it is not intended to and does not present the basic financial statements of Copper River School District.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the District's basic financial statements.

Note 3. Subrecipients

No state funds were passed through to Subrecipients.

Note 4. Major Programs

# denotes a major program for compliance audit purposes.

COMPLIANCE SECTION

Altman, Rogers & Co. CERTIFIED PUBLIC ACCOUNTANTS

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

Independent Auditor's Report

Members of the School Board
Copper River School District
Glennallen, Alaska

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 (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Copper River School District as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Copper River School District's basic financial statements, and have issued our report thereon dated December 1, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Copper River 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 Copper River School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Copper River School 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 a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

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Members of the School Board
Copper River School District

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Copper River 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*.

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.

Altman, Rogers & Co.

Anchorage, Alaska
December 1, 2025

Altman, Rogers & Co. CERTIFIED PUBLIC ACCOUNTANTS

Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the *Uniform Guidance*

Independent Auditor's Report

Members of the School Board
Copper River School District
Glennallen, Alaska

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Copper River School District's compliance with the types of compliance requirements identified as subject to audit in *OMB Compliance Supplement* that could have a direct and material effect on each of Copper River School District's major federal programs for the year ended June 30, 2025. Copper River School District's major federal programs are identified in the summary of auditor's results section of the accompanying Federal Schedule of Findings and Questioned costs.

In our opinion, Copper River School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

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

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Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Copper River School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Copper River School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Copper River School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Members of the School Board
Copper River School District

Report on Internal Control Over Compliance

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

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

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

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

Altman, Rogers & Co.

Anchorage, Alaska
December 1, 2025

COPPER RIVER SCHOOL DISTRICT

Federal Schedule of Findings and Questioned Costs

Year Ended June 30, 2025

Section I – Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: *Unmodified*

Is a going concern emphasis-of-matter paragraph included in the audit report? ____ Yes __X__ No

Internal control over financial reporting:
- Material weakness identified? ____ Yes __X__ No
- Significant deficiency identified? ____ Yes __X__ None reported

Noncompliance material to the financial statements noted? ____ Yes __X__ No

Federal Awards

Internal control over major federal programs (2 CFR 200.516(a)(1)):
- Material weakness identified? ____ Yes __X__ No
- Significant deficiency identified? ____ Yes __X__ None reported

Any material noncompliance with provisions of laws, regulations, contracts, or grant agreements related to a major program (2 CFR 200.516(a)(2))? ____ Yes __X__ No

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

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR 200.516(a)(3) or (4)? ____ Yes __X__ No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
84.041	Impact Aid

Dollar threshold used to distinguish between Type A and Type B programs: $ 750,000

Auditee qualified as low-risk auditee? __X__ Yes _____ No

Section II – Financial Statement Findings

Copper River School District did not have any findings that relate to the financial statements.

Section III – Federal Award Findings

Copper River School District did not have any findings that relate to the federal awards.

Altman, Rogers & Co. CERTIFIED PUBLIC ACCOUNTANTS

Report on Compliance For Each Major State Program and Report on Internal Control Over Compliance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*

Independent Auditor's Report

Members of the School Board
Copper River School District
Glennallen, Alaska

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Copper River School District's compliance with the types of compliance requirements identified as subject to audit in State Of Alaska Audit Guide and Compliance Supplements that could have a direct and material effect on each of Copper River School District's major state programs for the year ended June 30, 2025. Copper River School District's major state programs are identified in the accompanying Schedule of State Financial Assistance.

In our opinion, Copper River School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements in the *State of Alaska Audit Guide*. Our responsibilities under those standards and the *State of Alaska Audit Guide* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Copper River School District's state programs.

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *State of Alaska Audit Guide*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Copper River School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Copper River School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the State of Alaska requirements, but not for the purpose of expressing an opinion on the effectiveness of Copper River School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Members of the School Board
Copper River School District

Report on Internal Control Over Compliance

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

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

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

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

Altman, Rogers & Co.

Anchorage, Alaska
December 1, 2025

COPPER RIVER SCHOOL DISTRICT

State Schedule of Findings and Questioned Costs

Year Ended June 30, 2025

Section I – Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	*Unmodified*			
Internal control over financial reporting:				
Material weakness identified?	____	Yes	X	No
Significant deficiency identified?	____	Yes	X	None reported
Noncompliance material to the financial statements noted?	____	Yes	X	No

State Awards

Internal control over major state program:				
Material weakness identified?	____	Yes	X	No
Significant deficiency identified?	____	Yes	X	None reported
Type of auditor's report issued on compliance for major state programs:	*Unmodified*			
Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000			
Auditee qualified as low-risk auditee?	X	Yes	____	No

Section II – Financial Statement Findings

Copper River School District did not have any findings that relate to the financial statements.

Section III – State Award Findings

Copper River School District did not have any findings that relate to the state awards.