

MEHLVILLE R-IX SCHOOL DISTRICT
ST. LOUIS COUNTY, MISSOURI
AUDITED FINANCIAL STATEMENTS
JUNE 30, 2025

MEHLVILLE R-IX SCHOOL DISTRICT
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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Members of the Board of Education
Mehlville R-IX School District

Report on the Audit of Financial Statements

Opinions

We have audited the modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Mehlville R-IX School District (District), Missouri, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund and the aggregate remaining fund information of Mehlville R-IX School District, Missouri, as of June 30, 2025, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note I.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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.

Emphasis of Matter-Basis of Accounting

We draw attention to Note I of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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 GAAS 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 GAAS 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.

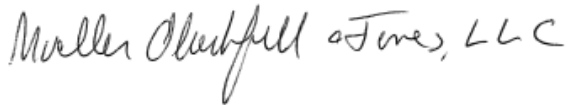
Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 13, 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 the District's internal control over financial reporting and compliance.



MUELLER OBERKFELL & JONES, LLC
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

November 13, 2025

BASIC FINANCIAL STATEMENTS

Mehlville R-IX School District
Statement of Net Position - Modified Cash Basis
June 30, 2025

	Governmental Activities
Assets	
Cash and Investments	\$ 47,793,671.33
Restricted Cash and Investments	49,499,841.30
Total Assets	\$ 97,293,512.63
Liabilities	
Flex Spending	\$ 43,174.81
Net Position	
Restricted for:	
Child Nutrition	1,094,045.14
Teachers Salaries and Benefits	2,303,653.39
Debt Service	3,018,139.03
Future Claims	15,198,340.36
Capital Projects	31,283,361.91
Total Restricted	52,897,539.83
Unrestricted	44,352,797.99
Total Net Position	97,250,337.82
Total Liabilities and Net Position	\$ 97,293,512.63

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

Mehlville R-IX School District
Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 84,220,013.58	\$ 1,223,805.90	\$ 6,755,329.40	\$ 5,220.78	\$ (76,235,657.50)
Attendance	133,429.29	-	-	-	(133,429.29)
Guidance	3,979,983.42	-	-	-	(3,979,983.42)
Health, Psych Speech and Audio	2,038,803.30	-	-	-	(2,038,803.30)
Improvement of Instruction	2,476,961.22	-	407,373.93	-	(2,069,587.29)
Professional Development	778,992.67	-	-	-	(778,992.67)
Media Services (Library)	1,141,792.91	-	-	-	(1,141,792.91)
Board of Education Services	344,815.15	-	-	-	(344,815.15)
Executive Administration	5,815,040.83	-	-	-	(5,815,040.83)
Building Level Administration	8,074,794.68	-	-	-	(8,074,794.68)
Business Central Service	4,317,743.68	-	-	-	(4,317,743.68)
Operation of Plant	14,063,493.86	-	-	-	(14,063,493.86)
Security Services	809,244.63	-	-	-	(809,244.63)
Pupil Transportation	8,292,623.53	1,891,832.70	3,750,424.17	-	(2,650,366.66)
Food Services	6,124,733.27	3,060,459.55	2,083,309.54	-	(980,964.18)
Printing & Publishing Services	274,187.74	-	-	-	(274,187.74)
Student Activities	204,373.37	1,784,611.11	-	-	1,580,237.74
Community Services	456,089.51	984,256.53	-	-	528,167.02
Early Childhood	854,687.30	-	-	-	(854,687.30)
Capital Outlay	29,435,425.55	-	-	-	(29,435,425.55)
Debt Service:					
Principal Retirement	2,150,000.00	-	-	-	(2,150,000.00)
Interest and Fiscal Charges	979,322.75	-	-	-	(979,322.75)
Total Governmental Activities	\$ 176,966,552.24	\$ 8,944,965.79	\$ 12,996,437.04	\$ 5,220.78	(155,019,928.63)
					37,286,566.34
General revenues:					
Property taxes, levied for general purposes					30,520,170.76
Property taxes, levied for special revenue					51,248,463.56
Property taxes, levied for debt service					3,075,031.64
Property taxes, levied for capital projects					17,831,736.33
Sales Tax					14,450,692.82
Other Taxes					2,106,026.76
Federal, State and County aid not restricted to specific purposes					2,128,104.86
State Aid					20,732,222.59
Interest and Investment Earnings					3,891,355.04
Miscellaneous					246,600.10
Subtotal, general revenues					146,230,404.46
Changes in Net Position					(8,789,524.17)
Net Position July 1, 2024					106,039,861.99
Net Position June 30, 2025					\$ 97,250,337.82

Mehlville R-IX School District
 Balance Sheet - Modified Cash Basis -
 All Governmental Funds
 June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
ASSETS					
Cash and Investments	\$ 45,490,017.94	\$ 2,303,653.39	\$ -	\$ -	\$ 47,793,671.33
Restricted Cash and Investments	-	-	3,018,139.03	31,283,361.91	34,301,500.94
Total Assets:	\$ 45,490,017.94	\$ 2,303,653.39	\$ 3,018,139.03	\$ 31,283,361.91	\$ 82,095,172.27
LIABILITIES AND FUND BALANCES					
Liabilities - Flex Spending	\$ 43,174.81	-	-	-	\$ 43,174.81
Fund Balances:					
Restricted for:					
Child Nutrition	1,094,045.14	-	-	-	1,094,045.14
Teachers Salaries and Benefits	-	2,303,653.39	-	-	2,303,653.39
Debt Service	-	-	3,018,139.03	-	3,018,139.03
Capital Projects	-	-	-	31,283,361.91	31,283,361.91
Unassigned	44,352,797.99	-	-	-	44,352,797.99
Total Fund Balances:	\$ 45,446,843.13	\$ 2,303,653.39	\$ 3,018,139.03	\$ 31,283,361.91	\$ 82,051,997.46
Total Liabilities and Fund Balances:	\$ 45,490,017.94	\$ 2,303,653.39	\$ 3,018,139.03	\$ 31,283,361.91	\$ 82,095,172.27

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

Mehlville R-IX School District
Reconciliation of the Governmental Funds Balance Sheet
with the Government-Wide Statement of Net Position - Modified Cash Basis
June 30, 2025

Amounts reported for governmental activities in the statement of activities are different because:

Total Fund Balance - Governmental Funds	\$82,051,997.46
Internal service funds are used by the District to charge the cost of insurance activities to the individual funds. The net position of the internal service fund is included in the governmental activities in the statement of net position.	<u>15,198,340.36</u>
Total Net Position - Governmental Activities	<u><u>\$97,250,337.82</u></u>

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

Mehlvile R-IX School District
Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis -
All Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Revenues					
Local Sources					
Property Taxes	\$ 30,520,170.76	\$ 51,248,463.56	\$ 3,075,031.64	\$ 17,831,736.33	\$ 102,675,402.29
Sales Taxes	63,700.50	14,450,692.82	2,395.46	13,891.50	14,530,680.28
Investment Income	2,047,827.85	-	106,573.53	1,189,509.84	3,343,911.22
M&M Surtax	1,663,313.84	-	-	362,725.46	2,026,039.30
Transportation Fees From Patrons	52,091.00	-	-	-	52,091.00
Other Pupil Activity	4,845,070.66	-	-	-	4,845,070.66
Community Services	353,803.35	-	-	-	353,803.35
Other Local	1,017,230.17	151,516.62	-	240,040.80	1,408,787.59
Total Local	<u>40,563,208.13</u>	<u>65,850,673.00</u>	<u>3,184,000.63</u>	<u>19,637,903.93</u>	<u>129,235,785.69</u>
County Sources					
Fines, Escheats, Etc.	-	161,497.86	-	-	161,497.86
State Assessed Utilities	532,545.86	894,231.39	61,279.13	216,670.19	1,704,726.57
Total County	<u>532,545.86</u>	<u>1,055,729.25</u>	<u>61,279.13</u>	<u>216,670.19</u>	<u>1,866,224.43</u>
State Sources					
Basic Formula	-	15,339,942.73	-	-	15,339,942.73
State Grants and Contributions	10,363,895.09	2,294,237.55	-	1,382,948.27	14,041,080.91
Total State	<u>10,363,895.09</u>	<u>17,634,180.28</u>	<u>-</u>	<u>1,382,948.27</u>	<u>29,381,023.64</u>
Federal Sources	3,995,238.32	992,889.43	-	-	4,988,127.75
TOTAL REVENUES	<u>55,454,887.40</u>	<u>85,533,471.96</u>	<u>3,245,279.76</u>	<u>21,237,522.39</u>	<u>165,471,161.51</u>
Expenditures					
Current					
Regular Instruction	11,974,204.52	72,526,059.68	-	273,186.69	84,773,450.89
Attendance	133,980.97	-	-	-	133,980.97
Guidance	935,700.49	3,060,738.70	-	-	3,996,439.19
Health, Psych Speech & Audio	1,834,453.64	212,702.22	-	77.15	2,047,233.01
Improvement of Instruction	1,029,628.79	1,445,044.01	-	12,529.75	2,487,202.55
Professional Development	500,908.35	281,305.17	-	-	782,213.52
Media Services	230,774.76	915,739.05	-	-	1,146,513.81
Board of Education Services	346,240.83	-	-	-	346,240.83
Executive Administration	3,697,249.78	1,613,175.12	-	528,659.00	5,839,083.90
Building Level Administration	2,756,211.43	5,351,969.57	-	-	8,108,181.00
Business Central Services	3,479,393.13	856,202.84	-	-	4,335,595.97
Operation of Plant	13,766,703.38	-	-	354,937.88	14,121,641.26
Security Services	812,590.56	-	-	-	812,590.56
Pupil Transportation	7,475,790.69	-	-	851,119.80	8,326,910.49
Food Service	5,423,645.40	-	-	726,411.40	6,150,056.80
Printing & Publishing Services	275,321.41	-	-	-	275,321.41
Other Supporting Services	-	-	-	-	-
Community Services	411,950.25	46,025.02	-	-	457,975.27
Early Childhood	347,345.21	510,875.91	-	-	858,221.12
Capital Outlay	-	-	-	29,435,425.55	29,435,425.55
Debt Service:					
Principal	-	-	2,150,000.00	-	2,150,000.00
Interest and Charges	-	-	979,322.75	-	979,322.75
Total Expenditures	<u>55,432,093.59</u>	<u>86,819,837.29</u>	<u>3,129,322.75</u>	<u>32,182,347.22</u>	<u>177,563,600.85</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>22,793.81</u>	<u>(1,286,365.33)</u>	<u>115,957.01</u>	<u>(10,944,824.83)</u>	<u>(12,092,439.34)</u>
Other Financing Sources (Uses):					
Transfers	(2,476,411.40)	-	-	2,476,411.40	-
Sale of Other Property	731.01	-	-	29,217.00	29,948.01
Contracted Educational Services	334,765.90	-	-	-	334,765.90
Transportation From Other LEA's for Non Disabled Route	163,001.72	-	-	-	163,001.72
Trans. Amounts from other LEA's for K-12 Disabled Students	1,630,707.11	-	-	-	1,630,707.11
Total Other Financing Sources (Uses)	<u>(347,205.66)</u>	<u>-</u>	<u>-</u>	<u>2,505,628.40</u>	<u>2,158,422.74</u>
NET CHANGES IN FUND BALANCES	<u>(324,411.85)</u>	<u>(1,286,365.33)</u>	<u>115,957.01</u>	<u>(8,439,196.43)</u>	<u>(9,934,016.60)</u>
Fund Balances July 1, 2024	45,771,254.98	3,590,018.72	2,902,182.02	39,722,558.34	91,986,014.06
Fund Balances June 30, 2025	<u>\$ 45,446,843.13</u>	<u>\$ 2,303,653.39</u>	<u>\$ 3,018,139.03</u>	<u>\$ 31,283,361.91</u>	<u>\$ 82,051,997.46</u>

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

Mehlville R-IX School District
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures
and Changes in Fund Balances with the Government-Wide Statement of Activities - Modified Cash Basis
For the Year Ended June 30, 2025

Amounts reported for governmental activities in the statement of activities are different because:

Total net change in fund balances - governmental funds \$ (9,934,016.60)

Internal service funds are used by the District to charge the cost of insurance activities to the individual funds. The change in net position of the internal service fund is included in the governmental activities in the statement of activities. 1,144,492.43

Net change in net position of statement of activities \$ (8,789,524.17)

Mehlville R-IX School District
Statement of Net Position
Modified Cash Basis - Proprietary Fund
June 30, 2025

	<u>Governmental Activities</u> <u>- Internal Service Fund</u>
ASSETS	
Restricted Cash and Investments	\$ 15,198,340.36
NET POSITION	
Restricted for Future Insurance Claims	\$ 15,198,340.36

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

Mehlville R-IX School District
Statement of Revenues, Expenses and Changes in Net Position
Modified Cash Basis- Proprietary Fund
For the Year Ended June 30, 2025

OPERATING REVENUES	
Contributions by Employee	\$ 3,886,189.74
Contributions by Employer	<u>12,344,837.90</u>
Total Operating Revenues	<u>16,231,027.64</u>
OPERATING EXPENSES	
Claims	13,523,818.18
Administration Fees	<u>2,110,160.85</u>
Total Operating Expenses	<u>15,633,979.03</u>
Operating Income (Loss)	<u>597,048.61</u>
NON-OPERATING REVENUES (EXPENSES)	
Interest Income	<u>547,443.82</u>
Total Non-Operating Revenues (Expenses)	<u>547,443.82</u>
Income (Loss) Before Capital Contributions	1,144,492.43
Capital Contributions	<u>-</u>
Change in Net Position	1,144,492.43
Net Position - July 1, 2024	<u>14,053,847.93</u>
Net Position - June 30, 2025	<u><u>\$ 15,198,340.36</u></u>

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

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Mehlville R-IX School District ("District") was established under the Statutes of the State of Missouri. The District operates as a "six director" district (with seven members of the Board of Education) as described in RSMo Chapter 162.

The financial statements of Mehlville R-IX School District have been prepared on the modified cash basis of accounting, which is a special purpose framework that differs from 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. Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Reporting Entity

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. A decision whether to include a potential component unit in the reporting entity would be made by applying criteria set forth in GAAP. One of the criteria for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, the District has determined that no other outside agency meets the above criteria and therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity that would exercise such oversight, which would result in the District being considered a component unit of the entity.

Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District, the primary government, as a whole. These statements distinguish between activities that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and modified cash basis of accounting. This is the same approach used in the preparation of proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues of the District and for each program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department, and therefore, are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or drawing from the District's general revenues.

Fund Financial Statements

Fund financial statements report detailed information about the District. The District segregates transactions related to certain functions or activities into separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The District believes that all the funds presented are important to the users of its financial statements; therefore, it considers the General Fund, Special Revenue Fund, Debt Service Fund, and Capital Projects Fund all to be major.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements (concluded)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures, and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources.

Fund Accounting

The District's accounts are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are summarized by providing a separate set of self-balancing accounts, which include its assets, liabilities, and fund balances arising from revenues and expenditures. The measurement focus is upon determination of changes in the financial position rather than upon net income determination. The District uses the following funds:

General (Incidental) Fund: This fund is the general operating fund of the District, and it accounts for expenditures for non-certified employees, pupil transportation costs, operation of plant, fringe benefits, student body activities, community services, the food service program, and any expenditure not required or permitted to be accounted for in other funds.

Special Revenue (Teachers') Fund: A special revenue fund is required to be established by state law, which accounts for expenditures for certified employees involved in instruction and administration, and includes revenues restricted by the state and local tax levy allocations for teacher salaries and certain benefits.

Debt Service Fund: Accounts for the accumulation of resources for and the payment of, principal, interest and fiscal charges on general long-term debt.

Capital Projects Fund: Accounts for the proceeds of long-term debt, taxes and other revenues designated for acquisition or construction of major capital assets.

Proprietary Funds

Proprietary funds include enterprise and internal service funds. Enterprise funds account for ongoing organizations and activities, which are similar to those often found in the private sector. The measurement focus is upon the determination of change in net position. Internal service funds are established to account for services furnished by a district department to other departments on a cost reimbursement basis. The District's proprietary fund includes the activity of the District's self-insured medical benefits account.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Proprietary Funds (concluded)

Proprietary funds distinguish between operating revenues and expenses from non-operating items. Operating revenues and expenses normally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service fund are District and employee contributions. Operating services of this internal service fund include benefit payments, insurance premiums and administrative costs. Investment income is reported as non-operating revenue.

Basis of Accounting

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board. This basis of accounting involves modifications to the cash basis of accounting to report in the Statement of Net Position or balance sheet cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, arising from cash transactions or events.

This modified cash basis of accounting differs from GAAP primarily because certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected, and other accrued revenue and receivables) and certain liabilities and their related expenses or expenditures (such as accounts payable and expenses for goods or services received but not yet paid, and other accrued expenses and liabilities) are not recorded in these financial statements.

In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event (such as donated assets and post-employment benefit obligations) are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

If the District utilized the basis of accounting recognized as generally accepted in the United States, the fund financial statements for governmental funds would use the modified accrual basis of accounting, and the fund financial statements for proprietary fund types (if any) would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable Fund Balance consists of funds that cannot be spent due to their form (e.g., inventories and prepaids) or funds that legally or contractually must remain intact.
- Restricted Fund Balance consists of funds that are mandated for a specific purpose by external parties, constitutional provisions or enabling legislation. The District restricts the balance of the Child Nutrition Program, and the fund balance of the Special Revenue, Debt Service, and Capital Projects Funds.
- Committed Fund Balance consists of funds that are set aside for a specific purpose by the District's highest level of decision-making authority, the Board of Education. Formal action must be taken prior to the end of the fiscal year, such as a vote from the Board of Education. The same formal action must be taken to remove or change the limitations placed on the funds.
- Assigned Fund Balance consists of funds that are set aside for a specific purpose by the District's highest level of decision-making authority, the Board of Education, or a body or official, like the Superintendent, who has been given the authority to assign funds. Assigned funds cannot cause a deficit in unassigned fund balance. This classification includes the remaining positive fund balance of all governmental funds except for the General Fund.
- Unassigned Fund Balance consists of excess funds that have not been classified in the previous four categories. All funds in this category are considered spendable resources. This category also provides the resources necessary to meet unexpected expenditures and revenue shortfalls.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Classification (concluded)

The District would typically use restricted fund balances first, followed by committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer using these other classified funds.

As of June 30, 2025, fund balance components other than unassigned fund balances consist of the following:

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General (Incidental) Fund	\$ -	\$ 1,094,045.14	\$ -	\$ -
Special Revenue/ (Teacher) Fund	-	2,303,653.39	-	-
Debt Service Fund	-	3,018,139.03	-	-
Capital Projects Fund	-	31,283,361.91	-	-
Total	<u>\$ -</u>	<u>\$ 37,699,199.47</u>	<u>\$ -</u>	<u>\$ -</u>

Cash and Cash Equivalents

The District considers all liquid investments with original maturities of three months or less to be cash equivalents.

Post-Employment Benefits

COBRA Benefits - Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District provides healthcare benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured on or before the tenth (10th) day of the month for the actual month covered. This program is offered for a duration of 18 months after the termination date. As of June 30, 2025, there were four participants in the program.

Inventories

The District does not maintain inventory cost records. Inventory is deemed to be immaterial and is accounted for using the purchase method in which supplies are charged to expenditures when purchased.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

Self-Insured Medical Benefits

The District is under a self-insured plan to provide medical benefits to participating employees and their families. The participating employees contribute to the self-insurance fund through payroll deductions based on their coverage election. The District's maximum liability for each employee and in the aggregate for a one-year period is limited by insurance coverage. Transactions for the self-funded insurance are recorded in the Internal Service Fund.

Flex Spending Arrangement

The District has established a *flexible spending arrangement*, which is a benefit that provides employees with coverage under which specified, incurred expenses may be reimbursed (subject to reimbursement maximums and other reasonable conditions). This arrangement allows participating employees to make pre-tax contributions to the flexible spending arrangement accounts for reimbursements of health and/or dependent care expenses.

The employee does run the risk of forfeiture of any unused contribution by the end of the maximum time period allowed under the plan. A third party administers the reimbursement for the District. The District merely acts as an agent, withholding the funds and reimbursing approved health and/or dependent care expenses.

Teachers' Salaries

The salary payment schedule of the District for the 2024-25 school year requires salaries over a 12-month period. Consequently, the July and August 2025 payroll checks are included in the accompanying financial statements as an expenditure paid in the month of May. This practice has been consistently followed in previous years.

Compensated Absences

Vacation time, personal sick days and sick leave are considered an expenditure in the year paid. Amounts that are unpaid and vested in the employee are paid at termination. Total unused vacation time and personal sick days at June 30, 2025, amounted to \$3,181,009.00. This estimate has not been subjected to auditing procedures.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

II. CASH AND INVESTMENTS

The District is governed by the deposit and investment limitations of state law. The depository bank is to pledge securities in addition to Federal Deposit Insurance Corporation (FDIC) insurance at least equal to the amount on deposit at all times in accordance with sections 110.010 and 110.020 of Missouri Revised Statutes.

The District also participates in the Missouri Capital Asset Advantage Treasury Program (MOCAAT). MOCAAT is an external investment pool in which the District’s monies are pooled with other school districts’ monies to purchase investments that are permitted by state statutes. The District’s monies are used to purchase a pro-rata share of the pool. A board of directors composed of Missouri school administrators, school board members, and school business officials provides governance and oversight of MOCAAT’s operations. The board seeks to maintain a stable net asset value of \$1 per share. A separately issued financial statement for MOCAAT can be obtained by contacting PMA Financial Network, LLC at 1-866-403-4638. At June 30, 2025, the District had \$10,411,901.49 invested through MOCAAT.

The District also participates in the Missouri Securities Investment Program (MOSIP). MOSIP is an external investment pool in which the District’s monies are pooled with other school districts’ monies to purchase investments that are permitted by state statutes. The District’s monies purchase a pro-rata share of the pool. A board of directors composed of Missouri school administrators, school board members, and school business officials provides governance and oversight of MOSIP’s operations. The board seeks to maintain a stable net asset value of \$1 per share. At June 30, 2025, the District had \$44,016,232.73 invested through MOSIP.

The District may invest funds in bonds or any instrument permitted by law for the investment of state monies in accordance with section 165.051 of the Missouri Revised Statutes. The District participates in Missouri Direct Deposit Program which is a mechanism for public school bond repayments through the MOHEFA Bond Program. It authorizes the direct deposit of a portion of the District’s state aid payment by the State of Missouri to a trustee bank that accumulates these payments and then makes the principal and interest payments to the paying agent on the bonds. The direct deposits occur monthly and the balance is withdrawn every six months to pay the debt service requirement of the related bond issues. At June 30, 2025, the District had \$978,801.33 in this program.

The deposits and investments held at June 30, 2025, and reported at cost, are as follows:

Type	Maturities	Carrying Value
Deposits:		
Cash and Demand Deposits	N/A	\$ 41,886,577.08
Investments:		
MOCAAT – External Investment Pool – Liquid Series	Less than 1 year	10,411,901.49
MOSIP – External Investment Pool – Liquid Series	Less than 1 year	44,016,232.73
MOHEFA Bond Program:		
Money market mutual funds	Less than 1 year	<u>978,801.33</u>
Total Deposits and Investments		\$ <u>97,293,512.63</u>

MEHLVILLE R-IX SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2025

II. CASH AND INVESTMENTS (CONTINUED)

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District has a custodial credit risk policy for repurchase agreement investments and for certificates of deposit which requires these funds to be collateralized at least 100% or greater of the balance plus any demand deposit with the depository, less any insurance (FDIC or NCUSIF), as applicable. As of June 30, 2025, the District’s deposits were not exposed to custodial credit risk.

Custodial Credit Risk – Investments - Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the District or its agent but not in the government’s name. The District does not have a policy for custodial credit risk relating to investments. All investments, evidenced by individual securities, are registered in the name of the District or of a type not exposed to custodial credit risk.

Investment Interest Rate Risk - The District minimizes the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investments portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in no more than 180 days from purchase date and all other investments shall mature and become payable in no more than five years from purchase date. Maturities of investments held at June 30, 2025 are summarized in the schedule on the previous page.

Investment Credit Risk - Investment credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. To minimize credit risk, the District prequalifies the institutions, brokers/dealers, intermediaries and advisors with which the District will do business and by diversifying the portfolio so that potential losses on the individual securities will be minimized. At June 30, 2025, the District’s investments were rated as follows:

Description	Financial Institution	Amount	Rating
External Investment Pool – Liquid Series	MOCAAT	\$ 10,411,901.49	AAAm
External Investment Pool – Liquid Series	MOSIP	44,016,232.73	AAAm
MOHEFA Bond Program:			
Money market mutual funds	BOK Financial	978,801.33	AAAm

Concentration of Investment Credit Risk - Concentration of investment credit risk is required to be disclosed by the District for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments).

MEHLVILLE R-IX SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2025

II. CASH AND INVESTMENTS (CONCLUDED)

As a means of limiting its exposure to losses arising from concentration of investments, the District's investment policy mandates that the portfolio not have a concentration of assets in specific maturity, specific issuer or specific class of securities. At a minimum, diversification standards by security type and issuer are established as: (a) U.S. treasuries and securities having principal and/or interest guaranteed by the U.S. Government, 100%; (b) collateralized time and demand deposits, 100%; (c) U.S. Government agencies and government sponsored enterprises, no more than 60%; (d) collateralized repurchase agreements, no more than 50%; (e) U.S. Government agency callable securities, no more than 30%; (f) commercial paper and bankers' acceptances, no more than 50%. At June 30, 2025, the District did not have any concentrations of credit risk required to be disclosed.

III. TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and are payable by December 31. All unpaid taxes become delinquent January 1 of the following year. The county collects the property taxes and remits them to the District on a monthly basis.

The District also receives sales tax collected by the State, and it is remitted based on prior year weighted average daily attendance.

The assessed valuation of the tangible taxable property (including state assessed railroad and utilities) for the calendar year 2024, for purposes of local taxation, was:

Real Estate:	
Residential	\$ 1,839,643,510
Agricultural	219,310
Commercial	367,506,850
Personal Property	<u>398,269,870</u>
TOTAL	<u>\$ 2,605,639,540</u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the fiscal year 2024-25, for purposes of local taxation, was:

	UNADJUSTED	ADJUSTED
General Fund	\$ 1.1911	\$ 1.1911
Special Revenue Fund	2.0000	2.0000
Debt Service Fund	0.1200	0.1200
Capital Projects Fund	<u>0.6959</u>	<u>0.6959</u>
TOTAL	<u>\$ 4.0070</u>	<u>\$ 4.0070</u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2025, aggregated approximately 98.34% of the current assessment computed on the basis of the levy as shown above.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

IV. CHANGES IN LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended June 30, 2025:

Description	Beginning Balance July 1, 2024	Current year Additions	Current year Deletions & Payments	Ending Balance June 30, 2025	Interest Paid Current Year
General Obligation Bonds	\$ 32,050,000.00	\$ -	\$ (2,150,000.00)	\$ 29,900,000.00	\$ 969,572.75
Total	<u>\$ 32,050,000.00</u>	<u>\$ -</u>	<u>\$ (2,150,000.00)</u>	<u>\$ 29,900,000.00</u>	<u>\$ 969,572.75</u>

GENERAL OBLIGATION BONDS

During the 2021 fiscal year, the District entered into Series 2021 General Obligation Bonds, dated May 20, 2021, with a final maturity on March 1, 2041. Principal is payable on March 1, and interest is payable on September 1 and March 1. Interest rate is fixed at 3.000%. Principal payments will range from \$1,450,000 to \$2,275,000. The proceeds of the Series 2021 Bonds will be used for the purpose of acquiring, constructing, renovating, expanding, improving, furnishing and equipping school sites, buildings, and related facilities, including roof, HVAC, security and parking improvements recommended by the Facilities Steering Committee of the District.

The annual requirement to amortize all bond debt outstanding as of June 30, 2025, including interest payments, are as follows:

Year End	Principal	Interest	Total
2026	1,550,000.00	897,000.00	2,447,000.00
2027	1,600,000.00	850,500.00	2,450,500.00
2028	1,625,000.00	802,500.00	2,427,500.00
2029	1,650,000.00	753,750.00	2,403,750.00
2030	1,700,000.00	704,250.00	2,404,250.00
2031-2035	9,275,000.00	2,726,250.00	12,001,250.00
2036-2040	10,750,000.00	1,248,000.00	11,998,000.00
2041	1,750,000.00	52,500.00	1,802,500.00
	<u>\$ 29,900,000.00</u>	<u>\$ 8,034,750.00</u>	<u>\$ 37,934,750.00</u>

Defeasance of Debt

During the year ended June 30, 2025, the District defeased a portion of its Series 2021 General Obligation Refunding Bonds by placing \$625,000.00 in an escrow trust agreement with UMB Bank, N.A. dated as of October 1, 2024. The principal and interest earnings from the escrowed funds have been determined to be sufficient to fully retire the principal and interest on the defeased debt as it becomes due through the bonds' maturity date of March 1, 2041. At June 30, 2025, \$625,000.00 of bonds remained outstanding and are considered defeased in-substance.

MEHLVILLE R-IX SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2025

IV. CHANGES IN LONG-TERM DEBT (CONCLUDED)

The legal debt margin of the District as of June 30, 2025 was:

Constitutional Debt Limit	\$ 390,845,931.00
Amount Available in Debt Service Fund	3,018,139.03
General Obligation Bonds Payable	<u>(29,900,000.00)</u>
Legal Debt Margin	<u><u>\$ 363,964,070.03</u></u>

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15% of the assessed valuation of the district (including state-assessed railroad and utilities). The District did not exceed the legal debt margin at June 30, 2025.

V. RETIREMENT PLAN

**Public School and Education Employer Retirement Systems of Missouri
 (PSRS and PEERS, also referred to as the Systems)**

General Information about the Pension Plans

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

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

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

V. RETIREMENT PLAN (CONTINUED)

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

PEERS is a defined benefit plan providing retirement, disability, and death benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the “Rule of 80” (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for "Rule of 80" or "30-and-out" are entitled to an additional temporary benefit until reaching minimum Social Security age (currently age 62), which is calculated using a 0.8% benefit factor. Actuarially age-reduced retirement benefits are available with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the “Rule of 80” but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Summary Plan Descriptions detailing the provisions of the plans can be found on the Systems' website at www.psrs-peers.org.

Cost-of-Living Adjustments ("COLA"). The Board of Trustees has established a policy of providing COLAs to both PSRS and PEERS members as follows:

- If the June to June change in the Consumer Price Index for All Urban Consumers (CPI-U) is less than 2% for one or more consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2%, at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2% cost-of-living increase is granted.

- If the June to June change in the CPI-U is greater than or equal to 2%, but less than 5%, a cost-of-living increase of 2% will be granted.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

V. RETIREMENT PLAN (CONCLUDED)

- If the June to June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted.

- If the CPI decreases, no COLA is provided.

For any PSRS member retiring on or after July 1, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustments commence on the fourth January after commencement of benefits and occur annually thereafter. The total of such increases may not exceed 80% of the original benefit for any member.

Contributions. PSRS members were required to contribute 14.5% of their annual covered salary during fiscal years 2023, 2024 and 2025. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay.

PEERS members were required to contribute 6.86% of their annual covered salary during fiscal years 2023, 2024 and 2025. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5% of pay.

The District's contributions to PSRS and PEERS were \$10,619,945.67 and \$1,780,789.33, respectively, for the year ended June 30, 2025.

VI. SELF-INSURANCE

The District has a self-insurance plan which covers participating employees' and retirees' medical coverage. Both the members and the District contribute to a reserve maintained by an insurance administrator, which is used to pay claims. The District utilizes an Internal Service Fund to account for the activity of the plan. A premium is charged to each fund that accounts for employees' salaries based on past trends and experience. Provisions are also made for unexpected or unusual claims.

MEHLVILLE R-IX SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2025

VII. ST. LOUIS DESEGREGATION PROGRAM

The District was a party to, and bound by, the terms of the Settlement Agreement negotiated in 1983 regarding the St. Louis desegregation case. On October 1, 1991, the District filed a motion for final judgment notifying the court that it met the required plan ration in September 1991. On November 4, 1991, the District received a final judgment from the U.S. District Court stating that the District had satisfied its inter-district pupil desegregation obligations. The District remains under a voluntary obligation to comply with all terms of the new settlement agreement negotiated in 1999. The Voluntary Interdistrict Choice Corporation currently administers the St. Louis voluntary inter-district transfer plan. The District has approved a plan to reduce its desegregation student enrollment each year beginning with the 2005-2006 school year. Desegregation aid received for the year ended June 30, 2025, was \$889,040.00.

VIII. INTERFUND TRANSFERS

During 2025, a transfer was made to the Capital Projects Fund from the General Fund. The transfer to the Capital Projects Fund from the General Fund consisted of \$1,750,000.00 for \$162,326 or 7%~~x~~SATxWADA and \$726,411.40 for Food Services.

Interfund transfers for the year ended June 30, 2025, are as follows:

Fund	Transfers In	Transfers Out
General Fund	\$ -	\$ 2,476,411.40
Capital Projects Fund	2,476,411.40	-
	\$ 2,476,411.40	\$ 2,476,411.40

IX. PARTICIPATION IN PUBLIC ENTITY RISK POOL – (MUSIC)

The District is exposed to various risks of loss to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District was unable to obtain general liability insurance at a cost it considered to be economically justifiable, and therefore, it joined together with approximately 494 other Missouri Public School Districts and Junior College Districts to form the Missouri United School Insurance Council (MUSIC). MUSIC is a public entity risk pool currently operating as a common risk management and insurance policies but pays an assessment to be a member of the self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole. The calendar year 2025 assessment was \$2,487,378.00. The pooling agreement requires the pool to be self-sustaining. The District believes that it is not possible to estimate the range of contingent losses to be borne by the District.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

X. CONTINGENCIES

Grant Audit – The District receives federal grants and state funding for specific purposes that are subject to review and audit. These reviews and audits could lead to requests for reimbursement or to withholding of future funding for expenditures disallowed under, or other noncompliance with terms of the grants and funding. The District is not aware of any noncompliance with terms of the grants and funding. The District is not aware of any noncompliance with federal or state provisions that might require the District to provide reimbursement.

Litigation – At this time, the District is involved in pending litigation. No provision has been made in the financial statements for any loss that might arise in the involvement of an unfavorable outcome of these matters. The District is likely to vigorously contest the case, but no evaluation of likelihood of an unfavorable outcome or an estimate of the amount or range of potential loss has been made.

XI. POST-EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note I and V, the District allows employees who retire from the District to participate in the District's medical, dental and vision insurance plans. Upon meeting the retirement requirements of PSRS and PEERS, the employees can elect to participate in the District's plans. The retirees must pay for 100% of their coverage for each plan in which they elect to participate.

The premiums are based on a single-blended rate used for both active employees and retirees. The difference between the amount the retiree is required to pay and the actual cost to the District is considered to be a post-employment benefit. The District has not established an irrevocable trust fund for the accumulation of resources for the future payment of benefits under the plan; benefits are paid on a pay-as-you-go basis. A stand-alone financial report is not available for the plan.

The District allows retirees to participate in medical, dental and vision benefits. During the year ended June 30, 2025, 91 retirees contributed to health insurance, 525 retirees contributed to dental insurance and 470 retirees contributed to vision benefits. Total contributions made by retirees for post-employment benefits for the year ended June 30, 2025, amounted to \$1,638,416.20.

XII. TAX ABATEMENTS

Tax abatements, as defined by Governmental Accounting Standard Board (GASB) Statement No. 77, *Tax Abatement Disclosures* (GASB 77), are agreements between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. The Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

XII. TAX ABATEMENTS (CONCLUDED)

Since the District does not and has not entered into tax abatement agreements directly with any individuals or entities, the following estimates are from tax abatements entered into by other governments, specifically the county and municipalities within the District’s boundary, that have reduced the District’s tax revenues.

As of June 30, 2025, the District is subject to the following tax abatement programs initiated by other government entities:

	<u>Real Estate and Property Tax and Surcharge</u>
Enhanced enterprise zones	
City of Hazelwood	\$ 931
City of Berkeley	266
City of Pagedale	169
Industrial development bonds/Port Authority:	
Chapter 68:	2,688
Industrial development bonds/St. Louis County:	
Chapter 100:	
City of Bellerive	434
City of Bridgeton	10
City of Clayton	7,701
City of Eureka	618
City of Ferguson	160
City of Hazelwood	23,089
City of Jennings	27
City of Maryland Heights	12,559
City of Pine Lawn	74
City of St. John	497
City of University City	84
City of Valley Park	19
St. Louis County	66,053
Urban redevelopment corporations:	
City of Brentwood	1,716
City of Bridgeton	4,097
City of Clayton	135
City of Frontenac	1,566
City of Frontenac	22,900
City of Hazelwood	8,132
City of Kinloch	1,414
City of Maplewood	1,593
City of Maryland Heights	481
City of Northwoods	1,895
City of Overland	964
City of Richmond Heights	297
City of Rock Hill	179
City of Sunset Hills	989
City of Vinita Park	25
City of Woodson Terrace	45,828
St. Louis County	45,828
Total	<u><u>\$ 207,590</u></u>

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

XIII. SUBSEQUENT EVENTS

In preparing these financial statements, the District has evaluated subsequent events and transactions for potential recognition or disclosure through November 13, 2025, the date on which the financial statements were available to be issued.

OTHER INFORMATION

Mehlville R-IX School District
Budgetary Comparison Schedule
Modified Cash Basis - General Fund (Unaudited)
For the Year Ended June 30, 2025

	Budgeted Amounts			Variances-- Over(Under)
	Adopted	Final	Actual	Final to Actual
Revenues				
Local Sources	\$ 40,474,000.00	\$ 40,563,208.13	\$ 40,563,208.13	\$ -
County Sources	479,000.00	532,545.86	532,545.86	-
State Sources	10,171,500.00	10,363,895.09	10,363,895.09	-
Federal Sources	3,387,500.00	3,995,238.32	3,995,238.32	-
Total Revenues	54,512,000.00	55,454,887.40	55,454,887.40	-
Expenditures				
Current				
Instruction	4,808,346.00	11,974,204.52	11,974,204.52	-
Attendance	-	133,980.97	133,980.97	-
Guidance	642,495.00	935,700.49	935,700.49	-
Health, Psych Speech & Audio	38,235.00	1,834,453.64	1,834,453.64	-
Improvement of Instruction	543,050.00	1,029,628.79	1,029,628.79	-
Professional Development	510,790.00	500,908.35	500,908.35	-
Media Services	1,315,565.00	230,774.76	230,774.76	-
Board of Education Services	833,950.00	346,240.83	346,240.83	-
Executive Administration	1,504,950.00	3,697,249.78	3,697,249.78	-
Building Level Administration	12,355.00	2,756,211.43	2,756,211.43	-
Business Central Services	30,126,145.00	3,479,393.13	3,479,393.13	-
Operation of Plant	4,684,856.00	13,766,703.38	13,766,703.38	-
Security Services	584,547.00	812,590.56	812,590.56	-
Pupil Transportation	1,841,844.00	7,475,790.69	7,475,790.69	-
Food Service	5,457,101.00	5,423,645.40	5,423,645.40	-
Printing & Publishing Services	281,770.00	275,321.41	275,321.41	-
Other Supporting Services	-	-	-	-
Community Services	375,623.00	411,950.25	411,950.25	-
Early Childhood	53,600.00	347,345.21	347,345.21	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Charges	-	-	-	-
Total Expenditures	53,615,222.00	55,432,093.59	55,432,093.59	-
Excess (Deficiency) of Revenues Over Expenditures	896,778.00	22,793.81	22,793.81	-
Other Financing Sources (Uses):				
Transfers	(2,394,000.00)	(2,476,411.40)	(2,476,411.40)	-
Sale of Other Property	-	731.01	731.01	-
Contracted Educational Services	270,000.00	334,765.90	334,765.90	-
Transportation From Other LEA's for Non Disabled Route	250,000.00	163,001.72	163,001.72	-
Trans. Amounts from other LEA's for K-12 Disabled Students	1,425,000.00	1,630,707.11	1,630,707.11	-
Total Other Financing Sources (Uses)	(449,000.00)	(347,205.66)	(347,205.66)	-
NET CHANGE IN FUND BALANCE	447,778.00	(324,411.85)	(324,411.85)	\$ -
Fund Balance July 1, 2024	45,771,254.98	45,771,254.98	45,771,254.98	
Fund Balance June 30, 2025	\$ 46,219,032.98	\$ 45,446,843.13	\$ 45,446,843.13	

See accompanying independent auditor's report and notes to budgetary comparison schedules.

Mehlville R-IX School District
Budgetary Comparison Schedule
Modified Cash Basis - Special Revenue Fund (Unaudited)
For the Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance--</u>
	<u>Adopted</u>	<u>Final</u>		<u>Over(Under)</u>
				<u>Final</u>
				<u>to Actual</u>
Revenues				
Local Sources	\$ 67,325,000.00	\$ 65,850,673.00	\$ 65,850,673.00	\$ -
County Sources	963,000.00	1,055,729.25	1,055,729.25	-
State Sources	18,259,500.00	17,634,180.28	17,634,180.28	-
Federal Sources	965,500.00	992,889.43	992,889.43	-
Total Revenues	87,513,000.00	85,533,471.96	85,533,471.96	-
Expenditures				
Current				
Instruction	2,115,144.00	72,526,059.68	72,526,059.68	-
Attendance	-	-	-	-
Guidance	-	3,060,738.70	3,060,738.70	-
Health, Psych Speech & Audio	-	212,702.22	212,702.22	-
Improvement of Instruction	327,782.00	1,445,044.01	1,445,044.01	-
Professional Development	383,435.00	281,305.17	281,305.17	-
Media Services	-	915,739.05	915,739.05	-
Board of Education Services	-	-	-	-
Executive Administration	-	1,613,175.12	1,613,175.12	-
Building Level Administration	-	5,351,969.57	5,351,969.57	-
Business Central Services	85,670,600.00	856,202.84	856,202.84	-
Operation of Plant	-	-	-	-
Security Services	-	-	-	-
Pupil Transportation	-	-	-	-
Food Service	-	-	-	-
Printing & Publishing Services	-	-	-	-
Other Supporting Services	-	-	-	-
Community Services	10,466.00	46,025.02	46,025.02	-
Early Childhood	329,230.00	510,875.91	510,875.91	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Charges	-	-	-	-
Total Expenditures	88,836,657.00	86,819,837.29	86,819,837.29	-
NET CHANGE IN FUND BALANCE	(1,323,657.00)	(1,286,365.33)	(1,286,365.33)	\$ -
Fund Balance July 1, 2024	3,590,018.72	3,590,018.72	3,590,018.72	
Fund Balance June 30, 2025	<u>\$ 2,266,361.72</u>	<u>\$ 2,303,653.39</u>	<u>\$ 2,303,653.39</u>	

See accompanying independent auditor's report and notes to budgetary comparison schedules.

Mehlville R-IX School District
Budgetary Comparison Schedule
Modified Cash Basis - Debt Service Fund (Unaudited)
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance--
	Adopted	Final		Over(Under)
				Final
Revenues				
Local Sources	\$ 3,227,000.00	\$ 3,184,000.63	\$ 3,184,000.63	\$ -
County Sources	50,000.00	61,279.13	61,279.13	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
Total Revenues	3,277,000.00	3,245,279.76	3,245,279.76	-
Expenditures				
Current				
Instruction	-	-	-	-
Attendance	-	-	-	-
Guidance	-	-	-	-
Health, Psych Speech & Audio	-	-	-	-
Improvement of Instruction	-	-	-	-
Professional Development	-	-	-	-
Media Services	-	-	-	-
Board of Education Services	-	-	-	-
Executive Administration	-	-	-	-
Building Level Administration	-	-	-	-
Business Central Services	-	-	-	-
Operation of Plant	-	-	-	-
Security Services	-	-	-	-
Pupil Transportation	-	-	-	-
Food Service	-	-	-	-
Printing & Publishing Services	-	-	-	-
Other Supporting Services	-	-	-	-
Community Services	-	-	-	-
Early Childhood	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	2,150,000.00	2,150,000.00	2,150,000.00	-
Interest and Charges	962,500.00	979,322.75	979,322.75	-
Total Expenditures	3,112,500.00	3,129,322.75	3,129,322.75	-
NET CHANGE IN FUND BALANCE	164,500.00	115,957.01	115,957.01	\$ -
Fund Balance July 1, 2024	2,902,182.02	2,902,182.02	2,902,182.02	
Fund Balance June 30, 2025	<u><u>\$ 3,066,682.02</u></u>	<u><u>\$ 3,018,139.03</u></u>	<u><u>\$ 3,018,139.03</u></u>	

See accompanying independent auditor's report and notes to budgetary comparison schedules.

Mehlville R-IX School District
Budgetary Comparison Schedule
Modified Cash Basis - Capital Projects Fund (Unaudited)
For the Year Ended June 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance--</u>
	<u>Adopted</u>	<u>Final</u>		<u>Over(Under)</u>
				<u>Final</u>
Revenues				
Local Sources	\$ 18,845,000.00	\$ 19,637,903.93	\$ 19,637,903.93	\$ -
County Sources	283,000.00	216,670.19	216,670.19	-
State Sources	1,157,000.00	1,382,948.27	1,382,948.27	-
Federal Sources	-	-	-	-
Total Revenues	<u>20,285,000.00</u>	<u>21,237,522.39</u>	<u>21,237,522.39</u>	<u>-</u>
Expenditures				
Current				
Instruction	75,500.00	273,186.69	273,186.69	-
Attendance	-	-	-	-
Guidance	-	-	-	-
Health, Psych Speech & Audio	14,000.00	77.15	77.15	-
Improvement of Instruction	12,800.00	12,529.75	12,529.75	-
Professional Development	-	-	-	-
Media Services	-	-	-	-
Board of Education Services	-	-	-	-
Executive Administration	517,000.00	528,659.00	528,659.00	-
Building Level Administration	-	-	-	-
Business Central Services	50,900.00	-	-	-
Operation of Plant	283,000.00	354,937.88	354,937.88	-
Security Services	-	-	-	-
Pupil Transportation	847,144.00	851,119.80	851,119.80	-
Food Service	644,000.00	726,411.40	726,411.40	-
Printing & Publishing Services	-	-	-	-
Other Supporting Services	-	-	-	-
Community Services	-	-	-	-
Early Childhood	-	-	-	-
Capital Outlay	26,500,000.00	29,435,425.55	29,435,425.55	-
Debt Service:				
Principal	-	-	-	-
Interest and Charges	-	-	-	-
Total Expenditures	<u>28,944,344.00</u>	<u>32,182,347.22</u>	<u>32,182,347.22</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,659,344.00)</u>	<u>(10,944,824.83)</u>	<u>(10,944,824.83)</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers	2,394,000.00	2,476,411.40	2,476,411.40	-
Sale of Other Property	23,000.00	29,217.00	29,217.00	-
Total Other Financing Sources (Uses)	<u>2,417,000.00</u>	<u>2,505,628.40</u>	<u>2,505,628.40</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(6,242,344.00)	(8,439,196.43)	(8,439,196.43)	\$ -
Fund Balance July 1, 2024	39,722,558.34	39,722,558.34	39,722,558.34	
Fund Balance June 30, 2025	<u>\$ 33,480,214.34</u>	<u>\$ 31,283,361.91</u>	<u>\$ 31,283,361.91</u>	

See accompanying independent auditor's report and notes to budgetary comparison schedules.

MEHLVILLE R-IX SCHOOL DISTRICT
NOTES TO THE BUDGETARY COMPARISON SCHEDULES
JUNE 30, 2025

Budgets and Budgetary Accounting

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

- 1) In accordance with Chapter 67, RSMo, the District adopts a budget for each fund of the political subdivision.
- 2) Prior to July, the CFO, who serves as the budget officer, submits to the Board of Education a proposed budget for the fiscal year beginning July 1. The proposed budget includes estimated revenues and proposed expenditures for all District funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year.
- 3) A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Board of Education, the budget document is available for public inspection.
- 4) On June 6, 2024, the budget was legally enacted by vote of the Board of Education and the final budget was legally enacted by a vote of the Board of Education on May 22, 2025.
- 5) Subsequent to its formal approval of the budget, the Board of Education has the authority to make necessary adjustments to the budget by formal vote of the Board. Adjustments made during the year are reflected in the budget information included in the accompanying financial statements.
- 6) Budgets for District funds are prepared and adopted on the modified cash basis (budget basis), recognizing revenues when collected and expenditures when paid.

STATE COMPLIANCE SECTION



INDEPENDENT ACCOUNTANT'S REPORT ON MANAGEMENT'S
ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED
REQUIREMENTS OF MISSOURI STATE LAWS AND REGULATIONS

To the Members of the Board of Education
Mehlville R-IX School District

Report on Compliance with State Requirements

We have examined management's assertions that the Mehlville R-IX School District complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's records of pupil attendance, average daily transportation of pupils, and other statutory requirements as listed in the Schedule of Selected Statistics for the year ended June 30, 2025.

Management's Responsibility

Management is responsible for the District's compliance with the aforementioned requirements.

Auditors' Responsibility

Our responsibility is to express an opinion on management's assertions about the District's compliance based on our examination. Our examination was made in accordance with the attestation standards established by the American Institute of Certified Public Accountants and, accordingly, includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our opinion does not provide a legal determination on the District's compliance with specified requirements.

Opinion on Compliance with State Requirements

In our opinion, management's assertions that the Mehlville R-IX School District complied with the aforementioned requirements for the year ended June 30, 2025, are fairly stated, in all material respects.

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

Mueller Oberkfell & Jones, LLC

MUELLER OBERKFELL & JONES, LLC
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

November 13, 2025

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

1. CALENDAR (SECTIONS 160.041, 171.029, 171.031 and 171.033 RSMO)

SCHOOL CODE	BEGIN GRADE	END GRADE	HALF DAY INDICATOR	STANDARD DAY LENGTH	DAYS	HOURS IN SESSION
	K	5	-	6.4167	170	1,072.1721
	6	8	-	6.4167	170	1,072.1721
	9	12	-	6.5000	170	1,085.7500
5020	K	5	-	6.4167	170	1,072.1721

See the accompanying independent auditor's report.

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

2. ATTENDANCE HOURS

SCHOOL CODE	GRADE LEVEL	FULL-TIME HOURS	PART-TIME HOURS	REMEDIAL HOURS	OTHER HOURS	SUMMER SCHOOL HOURS	TOTAL HOURS
1050	9-12	1,198,894.2175	85,601.6108	-	-	39,881.5100	1,324,377.3383
1075	9-12	1,635,679.8632	124,177.2863	-	-	-	1,759,857.1495
3000	6-8	531,457.6328	1,463.5833	-	-	13,633.0400	546,554.2561
3020	6-8	632,085.7176	2,085.0000	-	-	-	634,170.7176
3040	6-8	429,084.3672	489.9667	-	-	-	429,574.3339
3060	6-8	566,308.9635	107.3500	-	-	-	566,416.3135
4020	K-5	248,101.2332	-	-	-	-	248,101.2332
4060	K-5	537,917.7828	169.4167	-	-	31,787.1700	569,874.3695
4070	K-5	443,700.5501	-	-	-	34,124.8700	477,825.4201
4080	K-5	404,689.0184	-	-	-	-	404,689.0184
4090	K-5	433,460.3437	365.5834	-	-	-	433,825.9271
5000	K-5	379,860.9998	-	-	-	-	379,860.9998
5020	K-5	416,274.9658	-	-	-	-	416,274.9658
5040	K-5	424,019.7829	-	-	-	44,768.0300	468,787.8129
5060	K-5	368,316.2495	254.0000	-	-	-	368,570.2495
5080	K-5	258,924.7835	-	-	-	-	258,924.7835
5100	K-5	407,204.4496	-	-	-	-	407,204.4496
GRAND TOTAL		9,315,980.9211	214,713.7972	-	-	164,194.6200	9,694,889.3383

See the accompanying independent auditor's report.

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

3. SEPTEMBER MEMBERSHIP

SCHOOL CODE	GRADE LEVEL	FULL-TIME	PART-TIME	OTHER	TOTAL
1050	9-12	1,228.00	70.73	30.28	1,329.01
1075	9-12	1,639.00	113.42	30.58	1,783.00
3000	6-8	545.00	0.28	3.00	548.28
3020	6-8	618.00	0.40	9.00	627.40
3040	6-8	420.00	0.13	8.00	428.13
3060	6-8	568.00	0.13	8.00	576.13
4020	K-5	249.00	-	1.00	250.00
4060	K-5	528.00	0.39	2.00	530.39
4070	K-5	441.00	-	1.00	442.00
4080	K-5	396.00	-	1.00	397.00
4090	K-5	424.00	0.20	2.00	426.20
5000	K-5	372.00	-	3.00	375.00
5020	K-5	411.00	-	2.00	413.00
5040	K-5	414.00	-	3.00	417.00
5060	K-5	364.00	-	5.00	369.00
5080	K-5	258.00	-	-	258.00
5100	K-5	402.00	-	7.00	409.00
7500	PK	308.00	-	-	308.00
GRAND TOTAL		9,585.00	185.68	115.86	9,886.54

See the accompanying independent auditor's report.

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

4. JANUARY MEMBERSHIP

SCHOOL CODE	GRADE LEVEL	FULL-TIME	PART-TIME	OTHER	TOTAL
1050	9-12	1,212.00	79.70	29.28	1,320.98
1075	9-12	1,610.00	127.69	29.83	1,767.52
3000	6-8	545.00	0.28	4.00	549.28
3020	6-8	622.00	1.66	8.00	631.66
3040	6-8	421.00	0.13	8.00	429.13
3060	6-8	563.00	0.13	8.00	571.13
4020	K-5	252.00	-	1.00	253.00
4060	K-5	533.00	-	2.00	535.00
4070	K-5	441.00	-	1.00	442.00
4080	K-5	404.00	-	1.00	405.00
4090	K-5	428.00	0.60	2.00	430.60
5000	K-5	376.00	-	3.00	379.00
5020	K-5	416.00	-	2.00	418.00
5040	K-5	416.00	-	3.00	419.00
5060	K-5	365.00	-	5.00	370.00
5080	K-5	251.00	-	-	251.00
5100	K-5	399.00	-	7.00	406.00
7500	PK	338.00	-	-	338.00
GRAND TOTAL		9,592.00	210.19	114.11	9,916.30

See the accompanying independent auditor's report.

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

5. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6), RSMo)

SCHOOL CODE	FREE LUNCH	REDUCED LUNCH	DESEG IN FREE	DESEG IN REDUCED	TOTAL
1050	360.21	149.22	14.96	3.57	527.96
1075	215.64	70.32	15.51	4.00	305.47
3000	211.28	70.00	3.00	1.00	285.28
3020	68.00	25.00	6.00	1.00	100.00
3040	105.00	30.00	4.00	2.00	141.00
3060	103.00	34.00	7.00	-	144.00
4020	92.00	27.00	1.00	-	120.00
4060	212.00	64.00	-	-	276.00
4070	106.00	15.00	-	-	121.00
4080	155.00	36.00	-	1.00	192.00
4090	77.00	15.00	2.00	-	94.00
5000	63.00	15.00	1.00	-	79.00
5020	60.00	23.00	1.00	1.00	85.00
5040	45.00	8.00	3.00	-	56.00
5060	120.00	40.00	5.00	-	165.00
5080	13.00	10.00	-	-	23.00
5100	82.00	15.00	2.00	3.00	102.00
GRAND TOTAL	2,088.13	646.54	65.47	16.57	2,816.71

6. FINANCE

6.1 The district maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.

TRUE

6.2 The district maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

6. FINANCE (CONTINUED)

	Academic Programs Off-Campus	TRUE
	Career Exploration Program – Off Campus	TRUE
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	TRUE
	Dual enrollment	TRUE
	Homebound instruction	TRUE
	Missouri Options	TRUE
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	TRUE
	Sheltered Workshop Participation	N/A
	Students participating in the school flex program	N/A
	Traditional instruction (full and part-time students)	TRUE
	Virtual instruction (MOCAP or other option)	TRUE
	Work Experience for Students with Disabilities	N/A
6.3	The district maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	TRUE
6.4	The district maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	TRUE
6.5	As required by Section 162.401, RSMo, a bond was purchased for the district’s school treasurer in the total amount of:	\$ 50,000
6.6	The district’s deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo, and the Missouri Financial Accounting Manual.	TRUE
6.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo.	TRUE
6.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.	TRUE
6.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken.	N/A
6.10	The district published a summary of the prior year’s audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	TRUE

See the accompanying independent auditor’s report.

MEHLVILLE R-IX SCHOOL DISTRICT
 SCHEDULE OF SELECTED STATISTICS
 DISTRICT NO. 096-094
 FOR THE YEAR ENDED JUNE 30, 2025

6. FINANCE (CONCLUDED)

6.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future.	<u>TRUE</u>
6.12	The amount spent for approved professional development committee plan activities was:	<u>\$ 782,213.52</u>
6.13	The district has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursements for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	<u>TRUE</u>

7. TRANSPORTATION (SECTION 163.161, RSMO)

7.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	<u>TRUE</u>
7.2	The district's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	<u>TRUE</u>
7.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	
	Eligible ADT	<u>5,857.00</u>
	Ineligible ADT	<u>1,389.00</u>
7.4	The district's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	<u>TRUE</u>
7.5	Actual odometer records show the total district/charter-operated and contracted mileage for the year was:	<u>930,181.00</u>
7.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	
	Eligible Miles	<u>877,063.00</u>
	Ineligible Miles (Non-Route/Disapproved)	<u>53,118.00</u>
7.7	Number of days the district operated the school transportation system during the regular school year:	<u>170</u>

See the accompanying independent auditor's report.

MEHLVILLE R-IX SCHOOL DISTRICT
SCHEDULE OF STATE FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

I. Chapter 67 RSMO (Budget Statute)

Chapter 67 RSMo requires that each political subdivision of the State of Missouri adopts an annual budget, itemized by fund. It further requires that in no event shall the total proposed expenditures from any fund exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year.

There were no state budget findings for the year ended June 30, 2025.

INTERNAL CONTROL AND COMPLIANCE SECTION



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

To the Members of the Board of Education
Mehlville R-IX School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Mehlville R-IX School District (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, and have issued our report thereon dated November 13, 2025. Our report on the basic financial statements disclosed that, as described in Note I to the financial statements, the District prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District'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.

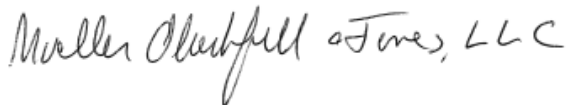
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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.



MUELLER OBERKFELL & JONES, LLC
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

November 13, 2025

MEHLVILLE R-IX SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2025

I. SUMMARY OF AUDITOR'S RESULTS

A. Financial Statements

1. Type of auditor's report issued: Unmodified – Modified Cash Basis
2. Internal control over financial reporting:
 - a. Material weakness(es) identified? Yes No
 - b. Significant deficiency(ies) identified? Yes None Reported
3. Noncompliance material to financial statements noted? Yes No

II. FINANCIAL STATEMENT FINDINGS

There were no financial statement findings for the year ended June 30, 2025.

MEHLVILLE R-IX SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

I. FINANCIAL STATEMENT FINDINGS – PRIOR YEAR

There were no financial statement findings to report for the year ended June 30, 2024.