

Federal Compliance Audit

Champlain Valley School District

June 30, 2025



Proven Expertise & Integrity

CHAMPLAIN VALLEY SCHOOL DISTRICT

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JUNE 30, 2025

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Champlain Valley School District
Shelburne, Vermont

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Champlain Valley School District as of and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the Champlain Valley School 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 financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of the Champlain Valley School District as of June 30, 2025 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 Champlain Valley School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Champlain Valley School 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 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 misstatements 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 controls 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 Champlain Valley School 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 doubt about the Champlain Valley School 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 management's discussion and analysis, budgetary comparison information, pension and OPEB information on pages 5 through 12 and 74 through 79 be presented to supplement the basic financial statements. Such 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Champlain Valley School District's basic financial statements. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund - Revenues, Schedule of Departmental Operations - General Fund and combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* and is also 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 Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues, Schedule of Departmental Operations - General Fund, combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 2, 2026 on our consideration of the Champlain Valley School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion the effectiveness of the Champlain Valley School 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 Champlain Valley School District's internal control over financial reporting and compliance.

RHR Smith & Company

Buxton, Maine
Vermont Registration No. 092.0000697
April 2, 2026

**REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

(UNAUDITED)

The following management's discussion and analysis of the Champlain Valley School District's financial performance provides an overview of the School District's financial activities for the fiscal year ended June 30, 2025. Please read it in conjunction with the School District's financial statements.

Financial Statement Overview

The School District's basic financial statements include the following components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also includes required supplementary information which consists of the general fund budgetary comparison schedule, pension and OPEB information and other supplementary information which includes combining and other schedules.

Basic Financial Statements

The basic financial statements include financial information in two differing views: the government-wide financial statements and the fund financial statements. These basic financial statements also include the notes to financial statements that explain in more detail certain information in the financial statements and also provide the user with the accounting policies used in the preparation of the financial statements.

Government-Wide Financial Statements

The government-wide financial statements provide a broad view of the School District's operations in a manner that is similar to private businesses. These statements provide both short-term as well as long-term information in regard to the School District's financial position. These financial statements are prepared using the accrual basis of accounting. This measurement focus takes into account all revenues and expenses associated with the fiscal year regardless of when cash is received or paid. The government-wide financial statements include the following two statements:

The Statement of Net Position - this statement presents *all* of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference being reported as net position.

The Statement of Activities - this statement presents information that shows how the government's net position changed during the period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows.

Both of the above-mentioned financial statements have separate columns for the two different types of School District activities. The types of activities presented for the School District are:

- *Governmental activities* - The activities in this section are mostly supported by intergovernmental revenues (federal and state grants) and charges for services. Most of the School District's basic services are reported in governmental activities, which instructional programs, instructional support, administrative/other support, building operations and maintenance, fiscal services, transportation, prior year and program expenses.
- *Business-type activities* - These activities are normally intended to recover all or a significant portion of their costs through user fees and/or charges to external users for goods and/or services. These activities for the School District include the Food Service Program and CVU Access.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District, like other local governments uses fund accounting to ensure and demonstrate compliance with financial related legal requirements. All of the funds of the School District can be classified into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds: Most of the basic services provided by the School District are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported in governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term inflows and outflows of spendable resources. They also focus on the balance of spendable resources available at the end of the fiscal year. Such information will be useful in evaluating the government's near-term financing requirements. This approach is known as the current financial resources measurement focus and the modified accrual basis of accounting. Under this approach, revenues are recorded when cash is received or when susceptible to accrual. Expenditures are recorded when liabilities are incurred and due. These statements provide a detailed short-term view of the School District's finances to assist in determining whether there will be adequate financial resources available to meet the current needs of the School District.

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

balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities. These reconciliations are presented on the page immediately following each governmental fund financial statement.

The School District presents seven columns in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances. The School District's six major funds are the general fund, medicaid fund, idea formula, VBB 2024 bond fund, construction fund and 2022-2 bond fund. All other funds are shown as nonmajor and are combined in the "Other Governmental Funds" column on these statements.

The general fund is the only fund for which the School District legally adopted a budget. The Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund provides a comparison of the original and final budget and the actual expenditures for the current year.

Proprietary Funds: The School District maintains two proprietary funds, the food service program and CVU access. These funds are used to show activities that operate more like those of commercial enterprises. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Like the government-wide financial statements, proprietary fund financial statements use the accrual basis of accounting. No reconciliation is needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

Fiduciary Funds: These funds are used to account for resources held for the benefit of parties outside the School District. These funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the School District's own programs. The accounting used for fiduciary funds are much like that of proprietary funds. They use the accrual basis of accounting.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and the Fund Financial Statements. The Notes to Financial Statements can be found following the Statement of Changes in Net Position - Fiduciary Funds.

Required Supplementary Information

The basic financial statements are followed by a section of required supplementary information, which includes a Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions - Pensions, Schedule of Proportionate Share of the Net OPEB Liability, Schedule of Contributions - OPEB and Notes to Required Supplementary Information.

Other Supplementary Information

Other supplementary information follows the required supplementary information. These combining and other schedules provide information in regard to nonmajor funds and other detailed budgetary information for the general fund.

Government-Wide Financial Analysis

Our analysis below focuses on the net position and changes in net position of the School District's governmental and business-type activities. The School District's total net position for governmental activities decreased by \$4,959,517 from \$37,370,900 to \$32,411,383. This decrease is primarily attributable to the implementation of GASB Statement No. 101 in fiscal year 2025, which required the recognition of a liability for accrued sick leave, resulting in an increase in liabilities and a corresponding reduction in unrestricted net position. The School District's total net position for business-type activities increased by \$38,042, from \$2,137 to \$40,179.

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements - decreased for governmental activities to a deficit balance of \$10,695,060 at the end of this year. Unrestricted net position for business-type activities increased to a balance of \$35,614 at the end of this year.

Table 1
Champlain Valley School District
Net Position
June 30,

	Governmental Activities		Business-type Activities	
	2025	2024	2025	2024
Assets:				
Current Assets	\$ 8,187,622	\$10,126,025	\$ 175,428	\$ 110,861
Noncurrent Assets - Capital Assets	76,977,836	76,122,649	4,565	19,285
Total Assets	85,165,458	86,248,674	179,993	130,146
Deferred Outflows of Resources:				
Deferred Outflows Related to Pensions	3,343,307	3,729,878	-	-
Total Deferred Outflows of Resources	3,343,307	3,729,878	-	-
Liabilities:				
Current Liabilities	6,431,439	7,569,106	110,499	107,079
Noncurrent Liabilities	49,278,375	44,612,231	-	-
Total Liabilities	55,709,814	52,181,337	110,499	107,079
Deferred Inflows of Resources:				
Deferred Revenues	148,156	65,774	29,315	20,930
Deferred Inflows Related to Pensions	239,412	360,541	-	-
Total Deferred Inflows of Resources	387,568	426,315	29,315	20,930
Net Position:				
Net Investment in Capital Assets	40,742,187	40,279,485	4,565	19,285
Restricted	2,364,256	3,163,590	-	-
Unrestricted (deficit)	(10,695,060)	(6,072,175)	35,614	(17,148)
Total Net Position	\$32,411,383	\$37,370,900	\$ 40,179	\$ 2,137

Revenues and Expenses

Revenues for the School District's governmental activities decreased by 2.74% from the prior year while expenses decreased by 0.70%. The largest decrease in revenues was in operating grants and contributions partially offset by an increase in grants and contributions not restricted to specific programs. The largest decrease in expenses was in on-behalf payments and program expenses.

Revenues for the School District's business-type activities increased by 6.53% from the prior year while expenses increased by 6.50%.

Table 2
Champlain Valley School District
Changes in Net Position
For the Years Ended June 30,

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenues				
<i>Program Revenues:</i>				
Charges for services	\$ 295,415	\$ 400,779	\$ 413,962	\$ 412,915
Operating grants and contributions	26,205,161	34,985,274	2,798,058	2,576,780
<i>General Revenues:</i>				
Grants and contributions not restricted to specific programs	94,775,284	89,629,444	-	-
Miscellaneous	2,705,865	2,464,751	328,234	333,520
Total Revenues	<u>123,981,725</u>	<u>127,480,248</u>	<u>3,540,254</u>	<u>3,323,215</u>
Expenses				
Instructional programs	63,303,782	57,521,541	-	-
Instructional support	13,705,880	12,851,980	-	-
Administrative/other support	9,752,270	9,515,808	-	-
Building operations and maintenance	5,807,645	5,355,824	-	-
Fiscal services	1,804,566	1,921,810	-	-
Transportation	4,264,434	4,087,287	-	-
Prior year	291,961	60,700	-	-
On-behalf payments	19,881,314	26,775,651	-	-
Program expenses	4,160,245	5,893,789	4,390,110	4,122,118
Interest on long-term debt	1,088,171	1,036,582	-	-
Unallocated depreciation (Note 5)	3,993,076	3,938,557	-	-
Total Expenses	<u>128,053,344</u>	<u>128,959,529</u>	<u>4,390,110</u>	<u>4,122,118</u>
Transfers	<u>(887,898)</u>	<u>(612,728)</u>	<u>887,898</u>	<u>612,728</u>
Change in Net Position	(4,959,517)	(2,092,009)	38,042	(186,175)
Net Position - July 1	<u>37,370,900</u>	<u>39,462,909</u>	<u>2,137</u>	<u>188,312</u>
Net Position - June 30	<u>\$ 32,411,383</u>	<u>\$ 37,370,900</u>	<u>\$ 40,179</u>	<u>\$ 2,137</u>

Financial Analysis of the School District's Fund Statements

Governmental funds: The financial reporting focus of the School District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information may be useful in assessing the School District's financial requirements. In particular, unassigned fund balance may serve as a useful measure of a government's financial position at the end of the year and the net resources available for spending.

Table 3
Champlain Valley School District
Fund Balances - Governmental Funds
June 30,

	<u>2025</u>	<u>2024</u>	<u>Increase/ (Decrease)</u>
Major Funds:			
General Fund:			
Nonspendable	\$ 191,249	\$ 187,343	\$ 3,906
Committed	1,747,254	3,275,547	(1,528,293)
Unassigned (deficit)	865,232	(537,430)	1,402,662
Total General Fund	<u>\$ 2,803,735</u>	<u>\$ 2,925,460</u>	<u>\$ (121,725)</u>
Medicaid Fund:			
Restricted	\$ 3,682	\$ 108,853	\$ (105,171)
Total Medicaid Fund	<u>\$ 3,682</u>	<u>\$ 108,853</u>	<u>\$ (105,171)</u>
VBB 2024 Bond Fund			
Restricted	\$ 1,196,634	\$ -	\$ 1,196,634
Total VBB 2024 Bond Fund	<u>\$ 1,196,634</u>	<u>\$ -</u>	<u>\$ 1,196,634</u>
Construction Fund:			
Restricted	\$ -	\$ 974	\$ (974)
Unassigned (deficit)	(31,278)	-	(31,278)
Total Construction Fund	<u>\$ (31,278)</u>	<u>\$ 974</u>	<u>\$ (32,252)</u>
2022-2 Bond Fund:			
Restricted	\$ -	\$ 1,858,638	\$ (1,858,638)
Total 2022-2 Bond Fund	<u>\$ -</u>	<u>\$ 1,858,638</u>	<u>\$ (1,858,638)</u>
Nonmajor Funds:			
Special Revenue Funds:			
Restricted	\$ 1,163,807	\$ 888,920	\$ 274,887
Capital Projects Funds:			
Restricted	133	306,205	(306,072)
Total Nonmajor Funds	<u>\$ 1,163,940</u>	<u>\$ 1,195,125</u>	<u>\$ (31,185)</u>

The changes to total fund balances for the general fund, Medicaid fund, IDEA formula, VBB - 2024 bond fund, construction fund, 2022-2 bond fund and nonmajor funds occurred due to the regular activity of operations.

Proprietary funds: The School District’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The food service program had an increase in net position of \$44,168 and the CVU Access program had a decrease in net position of \$6,126 for the year ended June 30, 2025.

Budgetary Highlights

The general fund actual revenues were under budgeted revenues by \$497,369, mainly due to intergovernmental - other and transfers from other funds being less than budgeted.

The general fund actual expenditures were under budgeted amounts by \$1,375,644. This was due to all expense categories being under budgeted amounts except for building operations and maintenance, fiscal services, transportation, prior year adjustments and transfers to other funds

Capital Asset and Long-Term Debt Activity

Capital Assets

As of June 30, 2025, the School District’s total capital assets increased by \$840,467, from \$76,141,934 to \$76,982,401. This net increase resulted from current year net additions of \$4,939,249, less current year disposals of \$5,053, less current year depreciation of \$4,093,729; additional details are provided in Note 5 of the Notes to Financial Statements.

Table 4
Champlain Valley School District
Capital Assets (Net of Depreciation)
June 30,

	2025	2024
Land	\$ 375,000	\$ 375,000
Construction in progress	199,137	10,048,356
Buildings and building improvements	73,532,387	63,196,211
Machinery, equipment and vehicles	2,695,721	2,348,782
Right of use lease assets	180,156	173,585
Total	\$ 76,982,401	\$ 76,141,934

Debt

At June 30, 2025, the School District had \$36,235,649 in bonds payable, notes from direct borrowings payable and lease liabilities versus \$35,843,164 in the prior fiscal year. Refer to Note 7 of the Notes to Financial Statements for detailed information.

Currently Known Facts, Decisions or Conditions

The School District has noted subsequent events as currently known facts. Refer to Note 20 of Notes to Financial Statements for more detailed information.

Economic Factors and Next Year's Budgets and Rates

The 2025-2026 financial performance will be impacted by inflationary pressures in wages as well as goods and services. Legislative changes may also contribute to financial performance.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the School District at 5420 Shelburne Road, Suite 300, Shelburne, Vermont 05482.

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 5,608,929	\$ -	\$ 5,608,929
Accounts receivable (net of allowance for uncollectibles)	150,041	26,466	176,507
Due from other governments	2,201,134	126,344	2,327,478
Inventory	170,336	58,887	229,223
Prepaid items	20,913	-	20,913
Internal balances	36,269	(36,269)	-
Total current assets	<u>8,187,622</u>	<u>175,428</u>	<u>8,363,050</u>
Noncurrent assets:			
Capital assets:			
Land and other assets not being depreciated	574,137	-	574,137
Buildings, building improvements and other assets, net of accumulated depreciation	76,223,543	4,565	76,228,108
Right of use lease assets, net of accumulated depreciation	180,156	-	180,156
Total noncurrent assets	<u>76,977,836</u>	<u>4,565</u>	<u>76,982,401</u>
TOTAL ASSETS	<u>85,165,458</u>	<u>179,993</u>	<u>85,345,451</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	3,343,307	-	3,343,307
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>3,343,307</u>	<u>-</u>	<u>3,343,307</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 88,508,765</u>	<u>\$ 179,993</u>	<u>\$ 88,688,758</u>

STATEMENT A (CONTINUED)
CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF NET POSITION
JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 592,829	\$ 97,431	\$ 690,260
Accrued payroll	2,261,104	13,068	2,274,172
Due to other governments	48,820	-	48,820
Current portion of long-term obligations	3,528,686	-	3,528,686
Total current liabilities	6,431,439	110,499	6,541,938
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Bonds payable	32,348,182	-	32,348,182
Notes from direct borrowings payable	750,503	-	750,503
Lease liabilities	92,677	-	92,677
Accrued compensated absences	3,172,976	-	3,172,976
Accrued severance payable	286,500	-	286,500
Net pension liability	12,627,537	-	12,627,537
Total noncurrent liabilities	49,278,375	-	49,278,375
TOTAL LIABILITIES	55,709,814	110,499	55,820,313
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	148,156	29,315	177,471
Deferred inflows related to pensions	239,412	-	239,412
TOTAL DEFERRED INFLOWS OF RESOURCES	387,568	29,315	416,883
NET POSITION			
Net investment in capital assets	40,742,187	4,565	40,746,752
Restricted	2,364,256	-	2,364,256
Unrestricted (deficit)	(10,695,060)	35,614	(10,659,446)
TOTAL NET POSITION	32,411,383	40,179	32,451,562
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 88,508,765	\$ 179,993	\$ 88,688,758

See accompanying independent auditor's report and notes to financial statements.

STATEMENT B

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business - type Activities	Total
Governmental activities:							
Instructional programs	\$ 63,303,782	\$ 239,230	\$ 1,735,404	\$ -	\$ (61,329,148)	\$ -	\$ (61,329,148)
Instructional support	13,705,880	-	-	-	(13,705,880)	-	(13,705,880)
Administrative/Other support	9,752,270	-	-	-	(9,752,270)	-	(9,752,270)
Building operations and maintenance	5,807,645	-	-	-	(5,807,645)	-	(5,807,645)
Fiscal services	1,804,566	-	-	-	(1,804,566)	-	(1,804,566)
Transportation	4,264,434	51,607	1,546,146	-	(2,666,681)	-	(2,666,681)
Prior year	291,961	-	-	-	(291,961)	-	(291,961)
Program expenses	4,160,245	4,578	3,042,297	-	(1,113,370)	-	(1,113,370)
On-behalf payments	19,881,314	-	19,881,314	-	-	-	-
Interest on long-term debt	1,088,171	-	-	-	(1,088,171)	-	(1,088,171)
Unallocated depreciation (Note 5)*	3,993,076	-	-	-	(3,993,076)	-	(3,993,076)
Total governmental activities	<u>128,053,344</u>	<u>295,415</u>	<u>26,205,161</u>	<u>-</u>	<u>(101,552,768)</u>	<u>-</u>	<u>(101,552,768)</u>
Business-type activities:							
Food service	4,089,646	413,962	2,798,058	-	-	(877,626)	(877,626)
CVU Access	300,464	-	-	-	-	(300,464)	(300,464)
Total business-type activities	<u>4,390,110</u>	<u>413,962</u>	<u>2,798,058</u>	<u>-</u>	<u>-</u>	<u>(1,178,090)</u>	<u>(1,178,090)</u>
Total government	<u>\$132,443,454</u>	<u>\$ 709,377</u>	<u>\$ 29,003,219</u>	<u>\$ -</u>	<u>(101,552,768)</u>	<u>(1,178,090)</u>	<u>(102,730,858)</u>

*This amount excludes the depreciation that is included in the direct expenses of the various programs.

STATEMENT B (CONTINUED)
CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

	Governmental Activities	Business-type Activities	Total
Changes in net position:			
Net (expense) revenue	(101,552,768)	(1,178,090)	(102,730,858)
General revenues:			
Grants and contributions not restricted to specific programs	94,775,284	-	94,775,284
Miscellaneous	2,705,865	328,234	3,034,099
Total general revenues	97,481,149	328,234	97,809,383
Transfers	(887,898)	887,898	-
Change in net position	(4,959,517)	38,042	(4,921,475)
NET POSITION - JULY 1	37,370,900	2,137	37,373,037
NET POSITION - JUNE 30	\$ 32,411,383	\$ 40,179	\$ 32,451,562

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2025

	General Fund	Medicaid	IDEA Formula	VBB 2024 Bond Fund	Construction Fund	2022-2 Bond Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 4,293,472	\$ -	\$ -	1,196,634	\$ 118,823	\$ -	\$ -	\$ 5,608,929
Accounts receivable (net of allowance for uncollectibles)	125,654	-	-	-	9,021	-	15,366	150,041
Due from other governments	851,770	-	780,376	-	-	-	568,988	2,201,134
Inventory	170,336	-	-	-	-	-	-	170,336
Prepaid items	20,913	-	-	-	-	-	-	20,913
Due from other funds	1,500,544	32,341	-	-	-	-	1,317,027	2,849,912
TOTAL ASSETS	\$ 6,962,689	\$ 32,341	\$ 780,376	\$ 1,196,634	\$ 127,844	\$ -	\$ 1,901,381	\$11,001,265
LIABILITIES								
Accounts payable	\$ 515,802	\$ 25,958	\$ 1,400	\$ -	\$ 5,522	\$ -	\$ 44,147	\$ 592,829
Accrued payroll	2,225,716	2,701	20,083	-	-	-	12,604	2,261,104
Due to other governments	48,820	-	-	-	-	-	-	48,820
Due to other funds	1,356,766	-	758,893	-	153,600	-	544,384	2,813,643
TOTAL LIABILITIES	4,147,104	28,659	780,376	-	159,122	-	601,135	5,716,396
DEFERRED INFLOWS OF RESOURCES								
Deferred revenues	11,850	-	-	-	-	-	136,306	148,156
TOTAL DEFERRED INFLOWS OF RESOURCES	11,850	-	-	-	-	-	136,306	148,156
FUND BALANCES								
Nonspendable	191,249	-	-	-	-	-	-	191,249
Restricted	-	3,682	-	1,196,634	-	-	1,163,940	2,364,256
Committed	1,747,254	-	-	-	-	-	-	1,747,254
Assigned	-	-	-	-	-	-	-	-
Unassigned (deficit)	865,232	-	-	-	(31,278)	-	-	833,954
TOTAL FUND BALANCES	2,803,735	3,682	-	1,196,634	(31,278)	-	1,163,940	5,136,713
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 6,962,689	\$ 32,341	\$ 780,376	\$ 1,196,634	\$ 127,844	\$ -	\$ 1,901,381	\$11,001,265

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Total Governmental Funds</u>
Total Fund Balances	\$ 5,136,713
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds, net of accumulated depreciation	76,977,836
Deferred outflows of resources related to pensions are not financial resources and therefore are not reported in the funds	3,343,307
Long-term obligations shown below are not due and payable in the current period and therefore are not reported in the funds shown above:	
Bonds payable	(35,012,635)
Notes from direct borrowings payable	(1,042,863)
Lease liabilities	(180,151)
Accrued compensated absences	(3,339,975)
Accrued severance payable	(603,900)
Net pension liability	(12,627,537)
Deferred inflows of resources related to pensions are not financial resources and therefore are not reported in the funds	<u>(239,412)</u>
Net position of governmental activities	<u><u>\$ 32,411,383</u></u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Medicaid	IDEA Formula	VBB 2024 Bond Fund	Construction Fund	2022-2 Bond Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Intergovernmental revenues	\$ 108,659,580	\$ 471,560	\$ 1,386,320	\$ -	\$ -	\$ -	\$ 1,184,417	\$ 111,701,877
Tuition	239,230	-	-	-	-	-	-	239,230
Charges for services	51,607	-	-	-	-	-	4,578	56,185
Interest income	1,056,289	-	-	83,808	2,154	36,413	3,711	1,182,375
Miscellaneous revenues	235,494	-	-	-	331	-	1,287,665	1,523,490
TOTAL REVENUES	110,242,200	471,560	1,386,320	83,808	2,485	36,413	2,480,371	114,703,157
EXPENDITURES								
Current:								
Instructional programs	58,833,900	-	-	-	-	-	-	58,833,900
Instructional support	13,705,880	-	-	-	-	-	-	13,705,880
Administrative/Other support	9,754,530	-	-	-	-	-	-	9,754,530
Building operations and maintenance	6,251,406	-	-	-	-	-	-	6,251,406
Fiscal services	1,804,566	-	-	-	-	-	-	1,804,566
Transportation	4,344,416	-	-	-	-	-	-	4,344,416
On-behalf payments	10,602,746	-	-	-	-	-	-	10,602,746
Prior year adjustments	291,961	-	-	-	-	-	-	291,961
Program expenses	-	576,731	1,386,320	-	-	-	2,197,194	4,160,245
Debt service:								
Principal	3,462,813	-	-	-	-	-	-	3,462,813
Interest	1,088,171	-	-	-	-	-	-	1,088,171
Capital outlay	-	-	-	2,387,174	34,737	1,895,051	-	4,316,962
TOTAL EXPENDITURES	110,140,389	576,731	1,386,320	2,387,174	34,737	1,895,051	2,197,194	118,617,596
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	101,811	(105,171)	-	(2,303,366)	(32,252)	(1,858,638)	283,177	(3,914,439)
OTHER FINANCING SOURCES (USES)								
Debt proceeds	350,000	-	-	3,500,000	-	-	-	3,850,000
Transfers in	314,362	-	-	-	-	-	-	314,362
Transfers (out)	(887,898)	-	-	-	-	-	(314,362)	(1,202,260)
TOTAL OTHER FINANCING SOURCES (USES)	(223,536)	-	-	3,500,000	-	-	(314,362)	2,962,102
NET CHANGE IN FUND BALANCES	(121,725)	(105,171)	-	1,196,634	(32,252)	(1,858,638)	(31,185)	(952,337)
FUND BALANCES - JULY 1	2,925,460	108,853	-	-	974	1,858,638	1,195,125	6,089,050
FUND BALANCES - JUNE 30	\$ 2,803,735	\$ 3,682	\$ -	\$ 1,196,634	\$ (31,278)	\$ -	\$ 1,163,940	\$ 5,136,713

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2025

Net change in fund balances - total governmental funds (Statement E)	<u>\$ (952,337)</u>
Amounts reported for governmental activities in the Statement of Activities (Statement B) are different because:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense allocated to those expenditures over the life of the assets:	
Capital asset acquisitions	4,939,249
Capital asset disposals	(5,053)
Depreciation expense	<u>(4,079,009)</u>
	<u>855,187</u>
Deferred outflows of resources are a consumption of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds	<u>(386,571)</u>
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term obligations in the Statement of Net Position	<u>(3,943,491)</u>
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the Statement of Net Position	<u>3,551,006</u>
Deferred inflows of resources are an acquisition of net position by the government that are applicable to a future reporting period and therefore are not reported in the funds	<u>121,129</u>
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:	
Accrued compensated absences	(2,758,393)
Accrued severance payable	(555,600)
Net pension liability	<u>(890,447)</u>
	<u>(4,204,440)</u>
Change in net position of governmental activities (Statement B)	<u>\$ (4,959,517)</u>

See accompanying independent auditor's report and notes to financial statements.

STATEMENT G

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2025

	Enterprise Fund		Total
	Food Service	CVU Access	
ASSETS			
Current assets:			
Accounts receivable (net of allowance for uncollectibles)	\$ 26,466	\$ -	\$ 26,466
Due from other governments	126,344	-	126,344
Inventory	58,887	-	58,887
Due from other funds	-	7,398	7,398
Total current assets	<u>211,697</u>	<u>7,398</u>	<u>219,095</u>
Noncurrent assets:			
Capital assets:			
Building improvements	13,894	-	13,894
Furniture and equipment	202,848	-	202,848
Less: accumulated depreciation	(212,177)	-	(212,177)
Total noncurrent assets	<u>4,565</u>	<u>-</u>	<u>4,565</u>
TOTAL ASSETS	<u>\$ 216,262</u>	<u>\$ 7,398</u>	<u>\$ 223,660</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 97,229	\$ 202	\$ 97,431
Accrued expenses	11,914	1,154	13,068
Due to other funds	43,667	-	43,667
Total current liabilities	<u>152,810</u>	<u>1,356</u>	<u>154,166</u>
TOTAL LIABILITIES	<u>152,810</u>	<u>1,356</u>	<u>154,166</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	-	29,315	29,315
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>-</u>	<u>29,315</u>	<u>29,315</u>
NET POSITION (DEFICIT)			
Net investment in capital assets	4,565	-	4,565
Unrestricted	58,887	(23,273)	35,614
TOTAL NET POSITION (DEFICIT)	<u>63,452</u>	<u>(23,273)</u>	<u>40,179</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND NET POSITION (DEFICIT)	<u>\$ 216,262</u>	<u>\$ 7,398</u>	<u>\$ 223,660</u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Enterprise Fund		Total
	Food Service	CVU Access	
OPERATING REVENUES			
Intergovernmental	\$ 2,798,058	\$ -	\$ 2,798,058
Charges for services	413,962	-	413,962
Miscellaneous	95,620	232,614	328,234
TOTAL OPERATING REVENUES	<u>3,307,640</u>	<u>232,614</u>	<u>3,540,254</u>
OPERATING EXPENSES			
Salaries	1,572,511	170,144	1,742,655
Benefits	808,728	90,853	899,581
Repairs and maintenance	17,718	399	18,117
Supplies and food	1,669,496	30,536	1,700,032
Travel	511	-	511
Equipment and maintenance	2,675	-	2,675
Depreciation	14,720	-	14,720
Other	3,287	8,532	11,819
TOTAL OPERATING EXPENSES	<u>4,089,646</u>	<u>300,464</u>	<u>4,390,110</u>
OPERATING INCOME (LOSS)	<u>(782,006)</u>	<u>(67,850)</u>	<u>(849,856)</u>
NONOPERATING REVENUES (EXPENSES)			
Transfers in	826,174	61,724	887,898
Transfers (out)	-	-	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>826,174</u>	<u>61,724</u>	<u>887,898</u>
CHANGES IN NET POSITION	44,168	(6,126)	38,042
NET POSITION (DEFICIT) - JULY 1	<u>19,284</u>	<u>(17,147)</u>	<u>2,137</u>
NET POSITION (DEFICIT) - JUNE 30	<u>\$ 63,452</u>	<u>\$ (23,273)</u>	<u>\$ 40,179</u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Enterprise Funds		Total
	Food Service	CVU Access	
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 497,332	\$ 247,504	\$ 744,836
Intergovernmental receipts	2,799,497	-	2,799,497
Internal activity - receipts (payments) from/to other funds	(70,996)	(4,707)	(75,703)
Payments to suppliers	(4,052,007)	(304,521)	(4,356,528)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(826,174)	(61,724)	(887,898)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in (out)	826,174	61,724	887,898
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	826,174	61,724	887,898
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	-	-
CASH AND CASH EQUIVALENTS - JULY 1	-	-	-
CASH AND CASH EQUIVALENTS - JUNE 30	\$ -	\$ -	\$ -
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	\$ (782,006)	\$ (67,850)	\$ (849,856)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	14,720	-	14,720
Changes in operating assets, liabilities and deferred inflows of resources:			
(Increase) decrease in accounts receivable	(5,745)	-	(5,745)
(Increase) decrease in due from other governments	1,439	-	1,439
(Increase) decrease in inventory	15,442	-	15,442
(Increase) decrease in due from other funds	-	(4,707)	(4,707)
(Decrease) increase in accounts payable	9,394	-	9,394
(Decrease) increase in accrued expenses	(1,917)	(4,057)	(5,974)
(Decrease) increase in deferred revenue	(6,505)	14,890	8,385
(Decrease) increase in due to other funds	(70,996)	-	(70,996)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (826,174)	\$ (61,724)	\$ (887,898)

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2025

	Total Private- Purpose Funds
	<u> </u>
ASSETS	
Cash and cash equivalents	\$ 424,795
Accounts receivable (net of allowance for uncollectibles)	<u>92,938</u>
TOTAL ASSETS	<u>\$ 517,733</u>
LIABILITIES	
Due to other governments	<u>\$ 46,470</u>
TOTAL LIABILITIES	<u>46,470</u>
NET POSITION	
Restricted - held in trust	<u>471,263</u>
TOTAL NET POSITION	<u>471,263</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 517,733</u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	<u>Total Private- Purpose Funds</u>
ADDITIONS	
Contributions	
Donations	<u>\$ 60,475</u>
Total contributions	<u>60,475</u>
Investment earnings:	
Income earned	<u>16,420</u>
Total additions	<u>76,895</u>
DEDUCTIONS	
Other disbursements	<u>37,953</u>
Total deductions	<u>37,953</u>
CHANGE IN NET POSITION	38,942
NET POSITION - JULY 1	<u>432,321</u>
NET POSITION - JUNE 30	<u><u>\$ 471,263</u></u>

See accompanying independent auditor’s report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The School District operates under the authority of the Vermont education laws. The School District provides services to Champlain Valley Union High School and the towns of St George, Williston, Shelburne, Hinesburg and Charlotte.

The School District's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

The School District's combined financial statements include all accounts and all operations of the School District. We have determined that the School District has no component units as described in GASB Statement No. 14 and amended by GASB Statements No. 39 and No. 61.

Implementation of New Accounting Standards

During the year ended June 30, 2025, the following statements of financial accounting standards issued by the Governmental Accounting Standards Board became effective:

Statement No. 101 "Compensated Absences". The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Management has determined the impact of this Statement is material to the financial statements.

Statement No. 102 "Certain Risk Disclosures". The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur or are more likely than not to begin to occur within 12 months of the date

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

the financial statements are issued. A disclosure should be made in the notes to financial statements if a government determines that those criteria for disclosures have been met for a concentration or constraint. Management has determined the impact of this Statement is not material to the financial statements.

Government-Wide and Fund Financial Statements

The School District's basic financial statements include both government-wide (reporting the School District as a whole) and fund financial statements (reporting the School District's major funds).

Both the government-wide and fund financial statements categorize primary activities as governmental or business-type. The School District's food service fund and CVU Access fund is categorized as a business-type activity. All other activities of the School District are categorized as governmental.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column and (b) reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The School District's net position is reported in three parts - net investment in capital assets, restricted net position and unrestricted net position. The School District first utilizes restricted resources to finance qualifying activities.

The government-wide Statement of Activities reports both the gross and net cost of each of the School District's functions (instruction, administration, etc.) excluding fiduciary activities. The functions are also supported by general government revenues (certain intergovernmental revenues, charges for services, miscellaneous revenues, etc.). The Statement of Activities reduces gross expenses by related program revenues, operating and capital grants. Program revenues must be directly associated with the function or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. For the most part, the interfund activity has been eliminated from these government-wide financial statements.

The net costs (by function) are normally covered by general revenue (assessments, certain intergovernmental revenues and interest income, etc.).

The School District does not allocate indirect costs. All costs are charged directly to the corresponding departments.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The government-wide focus is more on the sustainability of the School District as an entity and the change in the School District's net position resulting from the current year's activities.

Measurement Focus - Basic Financial Statements and Fund Financial Statements

The financial transactions of the School District are reported in the individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The following fund types are used by the School District:

1. Governmental Funds:

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position (sources, uses and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the School District:

Major Funds

- a. The General Fund is the general operating fund of the School District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. The Medicaid Fund is used to account for the proceeds of Medicaid revenues that are legally restricted to expenditures for specified purposes. The primary source of revenue is intergovernmental funds
- c. IDEA Formula are federal grants that provide funding to states and school districts to support special education and related services for children with disabilities. The primary source of revenue is intergovernmental funds.
- d. VBB 2024 Bond Fund is used for the purchase of school buses and various school facility improvements. The primary source of revenue is bond proceeds.
- e. The Construction Fund is used to account for the acquisition or construction of major capital facilities that are financed through transfer from the general fund or debt proceeds.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- f. The 2022-2 Bond Fund is used to account for debt proceeds related to certain public school building improvements.

Nonmajor Funds

- e. Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
- f. The Capital Projects Fund is used to account for the acquisition or construction of major capital facilities.

2. Proprietary Funds:

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Operating revenues include charges for services, intergovernmental reimbursements and other miscellaneous fees which are a direct result of the proprietary activity. Nonoperating revenues are any revenues which are generated outside of the general proprietary activity, i.e. interest income. The following is a description of the proprietary funds of the School District:

- a. Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) established fees and charges based on a pricing policy designed to recover similar costs.

3. Fiduciary Funds:

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the School District's programs. The reporting focus is on net position and changes in net position and is reported using accounting principles similar to proprietary funds. Component units that are fiduciary in nature have been excluded from these financial statements.

The School District's fiduciary funds are presented in the fiduciary fund financial statements by type (private-purpose). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements.

The emphasis in fund financial statements is on the major funds in the governmental activity category. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues or expenses of either the fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

1. Accrual

Governmental activities in the government-wide financial statements and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual

The governmental fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Budget

The School District's policy is to adopt an annual budget for operations. The budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In accordance with Governmental Accounting Standards Board Statement No. 24, *Accounting and Reporting for Certain Grants and Other Financial Assistance*, payments made by the State of Vermont to the Vermont State Retirement System for teachers and certain other school employees are reported as offsetting revenues and expenditures of the general fund.

Revenues per budgetary basis	\$ 100,303,816
Add: On-behalf payments	<u>10,602,746</u>
Total GAAP basis	<u>\$ 110,906,562</u>
Expenditures per budgetary basis	\$ 100,425,541
Add: On-behalf payments	<u>10,602,746</u>
Total GAAP basis	<u>\$ 111,028,287</u>

The following procedures are followed in establishing budgetary data reflected in the financial statements:

1. The annual school budget is the planning management tool, which delineates the School District's educational priorities and programs and forms the basis for voter review and approval of the budget according to applicable State of Vermont education finance laws.
2. The Board budget process includes input from school district administration and staff, educational priorities for the next school year, along with public hearings, which include the Board of Directors and general public.
3. The budget document itself is based upon the most current funding information available along with the projection of current revenues and expenditures for the next year. At the conclusion of the budget process, a final budget is approved by the Board of Directors.

Deposits and Investments

The School 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.

It is the School District's policy to value investments at fair value. None of the School District's investments are reported at amortized cost. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be a cash equivalent. The School District Treasurer is authorized by State Statutes to invest all excess funds in the following:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Obligations of the U.S. Government, its agencies and instrumentalities
- Certificates of deposit and other evidence of deposits at banks, savings and loan associations and credit unions
- Repurchase agreements
- Money market mutual funds

The Champlain Valley School District has no formal investment policy but instead follows the State of Vermont Statutes.

Receivables

Receivables include amounts due from governmental agencies and local businesses. All receivables are current and therefore due within one year. Receivables are reported net of an allowance for uncollectible accounts and revenues net of uncollectibles. Allowances are reported when accounts are proven to be uncollectible. The allowance for uncollectible accounts is estimated to be \$0 as of June 30, 2025. Accounts receivable netted with allowances for uncollectible accounts were \$2,503,985 for the year ended June 30, 2025.

Inventories and Prepaid Items

Inventories consist of expendable supplies held for consumption and are valued at cost which approximates market, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when used (consumption method). Inventory of the food service fund consists of supplies and food.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Interfund Receivables and Payables

Transactions 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". While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Any residual balances outstanding between governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances".

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Transactions Between Funds

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both Governmental and Proprietary Funds.

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the estimated useful lives.

The assets are valued at historical cost when available and estimated historical cost where actual invoices or budgetary data was unavailable. Donated capital assets are reported at their estimated fair market value on the date received. All retirements have been recorded by eliminating the net carrying values.

Estimated useful lives are as follows:

Buildings and site improvements	10 - 20 years
Buildings	50 years
Computers, servers and related equipment	3 years
Furniture and other equipment	5 - 10 years
Vehicles	5 - 8 years

Long-term Obligations

The accounting treatment of long-term obligations depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in government-wide statements. The long-term obligations consist of bonds payable, notes from direct borrowings payable, leases, accrued compensated absences, accrued severance payable and net pension liability.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for the proprietary funds is the same in the fund statements as it is in the government-wide statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Vermont State Teachers' Retirement System (VSTRS) and the Vermont Municipal Employees' Retirement System (VMERS) Plans and additions to/deductions from the VSTRS and VMERS Plans' fiduciary net position have been determined on the same basis as they are reported by the VSTRS and VMERS Plans. 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.

OPEB

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, information about the fiduciary net position of the Vermont State Teachers' Retirement System (VSTRS) and additions to/deductions from the VSTRS OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by VSTRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms.

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for those assets and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislations adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Unrestricted net position is the net amount of the assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or restricted net position.

Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purpose for which amounts

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

in the funds can be spent. Fund balance is reported in five components - nonspendable, restricted, committed, assigned and unassigned.

Nonspendable - This includes amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

Restricted - This includes amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed - This includes amounts that can be used only for specific purposes determined by a formal action of the inhabitants of the School District. The inhabitants of the School District through School Board meetings are the highest level of decision-making authority of the School District. Commitments may be established, modified or rescinded only through a School District meeting vote.

Assigned - This includes amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. The authority for assigning fund balance is given through Vermont Statutes Annotated Title 16 §567 and is expressed by the School Board.

Unassigned - This includes all other spendable amounts. The general fund is the only fund that reports a positive unassigned fund balance amount. Other governmental funds besides the general fund can only report a negative unassigned fund balance amount.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, the School District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the School District considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the School Board meeting vote has provided otherwise in its commitment or assignment actions.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position and/or balance sheet will at times report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

of resources (expense/expenditure) until then. The School District currently has one type of this item, deferred outflows related to pensions. This item is reported in the statement of net position.

In addition to liabilities, the statement of financial position and or balance sheet will at times report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Deferred revenues qualify for reporting in this category. This item is reported in the statement of net position. Deferred inflows related to pensions also qualifies for reporting in this category as well. This item is reported only n the statement of net position. All items in this category are deferred and recognized as inflows of resources in the period that the amounts become available.

Program Revenues

Program revenues include all directly related income items applicable to a particular program (charges to customers or applicants for goods, services or privileges provided, operating or capital grants and contributions, including special assessments).

Operating/Nonoperating Proprietary Fund Revenues

Operating revenues consist mainly of direct revenue sources and/or charges for services applicable to that fund's ongoing operations. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Encumbrance Accounting

Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. For budgetary purposes, appropriations lapse at fiscal year-end. The School District does not utilize encumbrance accounting for its general fund.

Use of Estimates

During the preparation of the School District's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent items as of the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results may differ from these estimates.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 - DEPOSITS AND INVESTMENTS

Deposits:

The School District's investment policies, which follow state statutes, authorize the School District to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other States and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. These investment policies apply to all School District funds.

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the School District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The School District does not have a policy covering custodial credit risk.

At June 30, 2025, the School District's cash and cash equivalents balance of \$6,033,724 was comprised of bank deposits and cash equivalents of \$6,331,178. The variance between the bank balances and cash equivalents presented and the cash and cash equivalents balances are reconciling items (i.e., deposits in transit, uncleared checks, etc.). \$4,456,102 was insured by federal depository insurance, \$250,000 was insured by Securities Investor Protection Corporation (SIPC) and the remaining balance of \$1,875,076 was collateralized with securities held by a financial institution in the School District's name and consequently was not exposed to custodial credit risk.

<u>Account Type</u>	<u>Bank Balance</u>
Checking accounts	\$ 1,178,442
Sweep account	3,418,129
ICS accounts	537,973
Money market fund	<u>1,196,634</u>
	<u>\$ 6,331,178</u>

Investments:

Custodial credit risk for investments is that, in the event of failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. Currently, the School District does not have a policy for custodial credit risk for investments.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 2 - DEPOSITS AND INVESTMENTS (CONTINUED)

Interest rate risk - is the risk that changes in interest rates will adversely affect the fair value of an investment. The School District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from fluctuations in interest rates.

The School District did not have any investments at June 30, 2025.

Credit risk - Statutes for the State of Vermont authorize the School District to invest in obligations of the U.S. Treasury, agencies and instrumentalities, other States and Canada, provided such securities are rated within the three highest grades by an approved rating service of the State of Vermont, corporate stocks and bonds within statutory limits, financial institutions, mutual funds and repurchase agreements. The School District does not have an investment policy on credit risk. Generally, the School District invests excess funds in savings accounts and various insured certificates of deposit.

NOTE 3 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2025 consisted of the following individual fund receivables and payables:

	<u>Receivables</u> <u>(Due from)</u>	<u>Payables</u> <u>(Due to)</u>
General Fund	\$ 1,500,544	\$ 1,356,766
Medicaid Fund	32,341	-
Idea Formula		758,893
Construction Fund	-	153,600
Nonmajor Governmental Funds	1,317,027	544,384
Enterprise Funds	7,398	43,667
	<u>\$ 2,857,310</u>	<u>\$ 2,857,310</u>

The result of amounts owed between funds are considered to be in the course of normal operations by the School District. Reconciliation of the amounts owed between funds may or may not be expected to be repaid within one year in their entirety due to the recurring nature of these transactions during operations.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 4 - INTERFUND TRANSFERS

Interfund transfers at June 30, 2025 consisted of the following:

	Transfers Out	Transfers In
General Fund	\$ 887,898	\$ 314,362
Nonmajor Governmental Funds	314,362	-
Enterprise Funds	-	887,898
	<u>\$ 1,202,260</u>	<u>\$ 1,202,260</u>

Interfund transfers are the results of legally authorized activity and are considered to be in the course of normal operations.

NOTE 5 - CAPITAL ASSETS

The following is a summary of changes in capital assets for the year ended June 30, 2025:

	Balance, 7/1/24	Additions	Disposals/ Transfers	Balance, 6/30/25
<u>Governmental activities:</u>				
Non-depreciated assets:				
Land	\$ 375,000	\$ -	\$ -	\$ 375,000
Construction in progress	10,048,356	94,992	(9,944,211)	199,137
	<u>10,423,356</u>	<u>94,992</u>	<u>(9,944,211)</u>	<u>574,137</u>
Depreciated assets:				
Buildings and improvements	108,952,603	14,193,777	(245,699)	122,900,681
Machinery and equipment	9,791,529	501,200	(456,923)	9,835,806
Right of use lease asset	322,039	93,491	(78,360)	337,170
	<u>119,066,171</u>	<u>14,788,468</u>	<u>(780,982)</u>	<u>133,073,657</u>
Less: accumulated depreciation				
Buildings and improvements	(45,756,392)	(3,851,782)	239,880	(49,368,294)
Machinery and equipment	(7,462,032)	(141,294)	458,676	(7,144,650)
Right of use lease asset	(148,454)	(85,933)	77,373	(157,014)
	<u>(53,366,878)</u>	<u>(4,079,009)</u>	<u>775,929</u>	<u>(56,669,958)</u>
Net depreciated assets	<u>65,699,293</u>	<u>10,709,459</u>	<u>(5,053)</u>	<u>76,403,699</u>
Net governmental capital assets	<u>\$ 76,122,649</u>	<u>\$ 10,804,451</u>	<u>\$ (9,949,264)</u>	<u>\$ 76,977,836</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 5 - CAPITAL ASSETS (CONTINUED)

	Balance, 7/1/24	Additions	Disposals/ Transfers	Balance, 6/30/25
<u>Business-type activities:</u>				
<u>Depreciated assets:</u>				
Building improvements	\$ 13,894	\$ -	\$ -	\$ 13,894
Machinery and equipment	215,717	-	(12,869)	202,848
	229,611	-	(12,869)	216,742
Less: accumulated depreciation	(210,326)	(14,720)	12,869	(212,177)
	19,285	(14,720)	-	4,565
Net business-type capital assets	<u>\$ 19,285</u>	<u>\$ (14,720)</u>	<u>\$ -</u>	<u>\$ 4,565</u>
Total capital assets	<u>\$ 76,141,934</u>	<u>\$ 10,789,731</u>	<u>\$ (9,949,264)</u>	<u>\$ 76,982,401</u>

NOTE 6 - SHORT-TERM DEBT

On July 1, 2024, the School District issued a tax/revenue anticipation note to provide liquidity for governmental operations financed by property taxes. The tax/revenue anticipation note allowed principal draws up to \$12,311,000 at a 4.81% fixed interest rate per annum with a maturity date of June 30, 2025. On June 25, 2025, the tax/revenue anticipation note was paid in full. Interest expense for the note was \$581,609.

Short-term debt activity for the year ended June 30, 2025, was as follows:

	Balance, 7/1/24	Additions	Reductions	Balance, 6/30/25
Tax anticipation note	<u>\$ -</u>	<u>\$ 12,311,000</u>	<u>\$ (12,311,000)</u>	<u>\$ -</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 - LONG-TERM DEBT

A summary of long-term debt for the year ended June 30, 2025 is as follows:

	Balance, 7/1/24	Additions	Deletions	Balance, 6/30/25	Current Year Portion
Bonds payable	\$ 34,656,088	\$ 3,500,000	\$ (3,143,453)	\$ 35,012,635	\$ 2,664,453
Notes from direct borrowings payable	1,012,223	350,000	(319,360)	1,042,863	292,360
Lease liabilities	174,853	93,491	(88,193)	180,151	87,474
Total	<u>\$ 35,843,164</u>	<u>\$ 3,943,491</u>	<u>\$ (3,551,006)</u>	<u>\$ 36,235,649</u>	<u>\$ 3,044,287</u>

The following is a description of the outstanding bonds, notes and direct borrowings payable and lease liabilities:

Bonds payable:

\$540,000, 2016 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$36,000 November of 2031. The fixed interest rate ranges from 1.491% to 2.861% per annum.	\$ 252,000
\$2,800,000, 2010 QSCB bond due to Community Bank in full on March 1, 2027. The School District makes annual payments to a sinking fund in the amount of \$159,000. No interest is charged on this bond.	318,000
\$2,500,000, 2010 QSCB bond due to Community Bank in full on March 1, 2027. The School District makes annual payments to a sinking fund in the amount of \$142,000. No interest is charged on this bond.	284,000
\$9,250,000, 2017 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$462,500 through November 2036. The fixed interest rate charged is 2.732% per annum.	5,550,000
\$365,000, 2011 General Obligation bond due to Vermont Municipal Bond Bank in semi-annual installments of \$11,227 through December 2027. The fixed interest rate charged is 0.179% per annum.	56,135

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 - LONG-TERM DEBT (CONTINUED)

\$19,850,000, 2017 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$992,500 through November of 2037. The fixed interest rate ranges from 1.55% to 3.82% per annum.	12,902,500
\$6,000,000, 2021 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$300,000 through November of 2041. The fixed interest rate varies from 0.45% to 2.901% per annum.	5,100,000
\$1,500,000, 2022 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$75,000 through November of 2042. The fixed interest rate is 3.535% per annum.	1,350,000
\$6,000,000, 2023 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$300,000 through November of 2043. The interest rate is 3.82% per annum.	5,700,000
\$3,500,000, 2024 General Obligation bond due to Vermont Municipal Bond Bank in annual principal installments of \$175,000 through November of 2044. The interest rate is 3.968% per annum.	<u>3,500,000</u>
Total bonds payable	<u>\$ 35,012,635</u>
Notes from direct borrowings payable:	
\$370,000, Capital improvement note payable to Community Bank in annual principal installments of \$24,667 through July 2030. Interest is charged at a fixed rate of 2.45% per annum.	\$ 148,000
\$210,000, Capital Equipment Note due to M&T Bank in annual principal installments of \$42,000 through July of 2027. The interest rate charged at a fixed rate of 3.25% per annum.	126,000
\$206,543, 2021 Capital Equipment Note due to M&T Bank in annual principal installments of \$41,309 through December of 2025. Interest is charged at a fixed rate of 1.55% per annum.	41,309

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 - LONG-TERM DEBT (CONTINUED)

\$199,958, 2022 Capital Equipment Note due to M&T Bank in annual principal installments of \$39,992 through June, 2027. Interest is charged at a fixed rate of 2.95% per annum.	79,982
\$371,965. 2-24 Capital Equipment Note due to Union bank in annual principal installments of \$74,393 through July, 2028. The interest rate charged is 4.95% per annum.	297,572
\$350,000 Business note payable to M&T Bank, interest is charged at a fixed rate of 4.72% per annum, annual principal payments of \$70,000 plus interest due through July 2029.	<u>350,000</u>
Total notes from direct borrowings payable	<u><u>\$ 1,042,863</u></u>

Lease liabilities:

The School District leases two copiers under a September 2020 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$16,669 with 60 monthly payments of \$278.	186
The School District leases four copiers under a March 2021 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$13,320 with 60 monthly payments of \$222.	1,998
The School District leases three copiers under a September 2021 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$12,540 with 60 monthly payments of \$209.	3,135
The School District leases one copier under a October 2021 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$12,789 with 60 monthly payments of \$213.	3,197
The School District leases three copiers under a November 2021 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$24,346 with 60 monthly payments of \$404.	6,810
The School District leases six copiers under a April 2022 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$47,880 with 60 monthly payments of \$798.	17,556

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 - LONG-TERM DEBT (CONTINUED)

The School District leases one copier under a January 2023 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$13,494 with 39 monthly payments of \$346.	3,460
The School District leases three copiers under a February 2023 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$35,919 with 39 monthly payments of \$921.	10,131
The School District leases two copiers under a November 2022 non-cancelable lease agreement with Kyocera Document Solutions New England. The contract is for \$12,720 with 60 monthly payments of \$212.	6,148
The School District leases one postage meter under a September 2020 non-cancelable lease agreement with Pitney Bowes. The contract is for \$3,461 with 60 monthly payments of \$58.	647
The School District leases one folding machine under a October 2020 non-cancelable lease agreement with MailFinance Inc. The contract is for \$4,850 with 63 monthly payments of \$77.	539
The School District leases two copiers under a July 2023 non-cancelable lease agreement with Toshiba. The contract is for \$28,177 with 36 monthly payments of \$783.	9,392
The School District leases one copier under an October 2023 non-cancelable lease agreement with Kyocera. The contract is for \$3,300 with 60 monthly payments of \$55.	2,200
The School District leases four copiers under a December 2023 non-cancelable lease agreement with Kyocera. The contract is for \$45,425 with 39 monthly payments of \$1,165.	21,873
The School District leases one postage meter under a December 2023 non-cancelable lease agreement with Pitney Bowes. The contract is for \$9,086 with 60 monthly payments of \$151.	6,360
The School District leases one postage meter under a January 2024 non-cancelable lease agreement with Pitney Bowes. The contract is for \$3,311 with 60 monthly payments of \$55.	2,372

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 - LONG-TERM DEBT (CONTINUED)

The School District leases one copier under an August 2024 noncancelable lease agreement with Kyocera Document Solutions for the Central Office - Admin. The contract is for \$4,410 with 63 monthly payments of \$70.	3,710
The School District leases six copiers under a December 2024 noncancelable lease agreement with Kyocera Document Solutions for multiple CVU locations (Special Services, Nichols/Snelling, Main Office, Direction Center, Chittenden/Fairbanks, and Library). The combined contract value is \$31,440 with 60 monthly payments of \$524 in total (\$87 per copier).	27,771
The School District leases three copiers under a December 2024 noncancelable lease agreement with Kyocera Document Solutions for Hinesburg Community School. The combined contract value is \$18,959 with 60 monthly payments of \$316 in total (\$105 per copier).	16,747
The School District leases three copiers under a March 2025 noncancelable lease agreement with Kyocera Document Solutions for the CVU Print Shop (Contract #100-9730531-003). The combined contract value is \$38,682 with 42 monthly payments of \$921 in total (\$307 per copier).	35,919
Total lease liabilities	<u>\$ 180,151</u>
Total bonds, notes from direct borrowings payable and lease liabilities	<u>\$ 36,235,649</u>

The right of use lease assets associated with these lease liabilities (including amortization/depreciation applicable to the same) are presented as a separate category of Capital Assets and are grouped accordingly on the Statement of Net Position.

The following is a summary of outstanding bonds, notes from direct borrowings payable and lease liabilities principal and interest requirements for the fiscal years ending June 30:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 7 - LONG-TERM DEBT (CONTINUED)

Year Ending June 30,	Governmental Activities					
	Bonds Payable		Notes from Direct Borrowings Payable		Lease Liabilities	Total
	Principal	Interest	Principal	Interest	Principal	
2026	\$ 2,664,453	\$ 928,149	\$ 292,360	\$ 41,647	\$ 87,474	\$ 4,014,083
2027	2,664,453	1,011,628	251,051	30,890	46,760	4,004,782
2028	2,352,227	943,595	211,059	20,754	26,171	3,553,806
2029	2,341,000	878,750	169,059	11,808	15,197	3,415,814
2030	2,341,000	806,954	94,666	4,208	4,549	3,251,377
2031-2035	11,597,000	2,900,207	24,668	300	-	14,522,175
2036-2040	8,152,500	1,070,320	-	-	-	9,222,820
2041-2045	2,900,002	201,650	-	-	-	3,101,652
	<u>\$ 35,012,635</u>	<u>\$ 8,741,253</u>	<u>\$ 1,042,863</u>	<u>\$ 109,607</u>	<u>\$ 180,151</u>	<u>\$ 45,086,509</u>

All bonds payable and notes from direct borrowings payable are direct obligations of the School District, for which its full faith and credit are pledged. The School District is not obligated for any special assessment debt. All debt is payable from taxes levied on all taxable property within the School District.

In 2010, the School District issued two Series 2010 Qualified School Construction Bonds (QSCB) totaling \$5,300,000. Annual principal payments of \$301,000 are deposited into a sinking fund held by the third-party paying agent, Community Bank Trust Services. The deposits and the interest earned on those deposits will be used to make the principal payments in March 2027. The School District is also required to pay its proportionate share of any investment losses incurred on the investment of sinking fund deposits resulting in insufficient funds to pay the bank bonds when due. As of June 30, 2025, the most recent financial information available, the balance in the sinking fund for the School District totaled \$4,867,838.

NOTE 8 - OTHER LONG-TERM OBLIGATIONS

A summary of other long-term obligations for the year ended June 30, 2025 is as follows:

	Balance, 7/1/24	Additions	Deletions	Balance, 6/30/25	Current Year Portion
Accrued compensated absences	\$ 581,582	\$ 2,777,476	\$ (19,083)	\$ 3,339,975	\$ 166,999
Accrued severance payable	48,300	603,900	(48,300)	603,900	317,400
Net pension liability	11,737,090	2,600,523	(1,710,076)	12,627,537	-
	<u>\$ 12,366,972</u>	<u>\$ 5,981,899</u>	<u>\$ (1,777,459)</u>	<u>\$ 16,571,412</u>	<u>\$ 484,399</u>

Refer to Notes 9, 10 and 16 for more detailed information regarding other long-term obligations.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 9 - ACCRUED COMPENSATED ABSENCES

The School District's policies regarding vacation permit employees to accumulate earned but unused vacation. The School District also recognizes a liability for accumulated sick leave in accordance with GASB Statement No. 101, implemented in fiscal year 2025. Under this standard, the liability for compensated absences, including sick leave, is recorded as a long-term obligation in the government-wide financial statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2025, the School District's liability for compensated absences is \$3,339,975, which represents a net increase of \$2,758,393 from the prior year.

NOTE 10 - ACCRUED SEVERANCE PAYABLE

Teachers that have taught a minimum of ten consecutive years and that are on the 14th step of the salary schedule are eligible for severance pay. The liability for accrued severance payable is recorded as a long-term obligation in the government-wide financial statements. In the fund financial statements, governmental funds report only the severance liability payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. As of June 30, 2025, the School District's liability for severance payable is \$603,900.

NOTE 11 - NET INVESTMENT IN CAPITAL ASSETS

The following is the calculation of the net investment in capital assets at June 30, 2025:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Investment in capital assets	\$ 133,647,794	\$ 216,742
Accumulated depreciation	(56,669,958)	(212,177)
Capital related debt	<u>(36,235,649)</u>	<u>-</u>
	<u>\$ 40,742,187</u>	<u>\$ 4,565</u>

NOTE 12 - RESTRICTED NET POSITION AND RESTRICTED FUND BALANCES

At June 30, 2025, the School District had the following restricted net position and restricted fund balances:

Medicaid	\$ 3,682
VBB 2024 Bond fund	1,196,634
Nonmajor special revenue funds (Schedule E):	
CVU student activities fund	575,320
Charlotte student activities fund	30,034

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 12 - RESTRICTED NET POSITION AND RESTRICTED FUND BALANCES
(CONTINUED)

Hinesburg student activities fund	121,161
Shelburne student activities fund	78,313
Williston student activities fund	70,966
CVU sustainability grant	118,967
EPSDT	75,726
Tobacco litigation	46,481
Fiber arts fund Williston	46,839
Nonmajor capital projects funds (Schedule G):	
2022 Bond Fund	133
	<u>\$ 2,364,256</u>

NOTE 13 - NONSPENDABLE FUND BALANCES

At June 30, 2025, the School District had the following nonspendable fund balances:

General fund:	
Inventory	\$ 170,336
Prepaid items	20,913
	<u>\$ 191,249</u>

NOTE 14 - COMMITTED FUND BALANCES

At June 30, 2025, the School District had the following committed fund balances:

General fund:	
Revenue for future budgets	<u>\$ 1,747,254</u>

NOTE 15 - DEFICIT NET POSITION

At June 30, 2025, the School District had the following deficit fund net position:

Construction fund	\$ 31,278
Enterprise fund	
CVU Access	23,273
	<u>\$ 54,551</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS

VERMONT STATE TEACHERS' RETIREMENT SYSTEM

Plan Description

All of the teachers employed by the School District participate in the Vermont State Teachers' Retirement System ("VSTRS"), a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, covering nearly all public day school and nonsectarian private Union teachers and administrators as well as teachers in schools and teacher training institutions within and supported by the State of Vermont that are controlled by the State Board of Education. Membership in the system for those covered classes is a condition of employment. During the year ended June 30, 2023 (the most recent period available), the retirement system consisted of 25,214 participating members.

The plan was established effective July 1, 1947 and is governed by *Title 16, V.S.A. Chapter 55*. Subsequent Vermont state legislation, *Act 74*, which became effective on July 1, 2010, and updated to reflect Act 114 and Act 173, effective on July 1, 2022 and contained numerous changes to the plan benefits available to current and future members, as well as a change in access to health care coverage after retirement, resulting from a multi-party agreement to provide sustainability of quality pension and retiree health benefits for Vermont teachers.

The general administration and responsibility for formulating administrative policy and procedures of the retirement System for its members and their beneficiaries is vested in the Board of Trustees consisting of six members. They are the Secretary of Education (ex-officio), the State Treasurer (ex-officio), the Commissioner of Financial Regulation (ex-officio), two members and one alternate elected by active members of the System under rules adopted by the Board and one retired member and one alternate elected by the board of directors of Association of Retired Teachers of Vermont. The Chair is elected by the Board and acts as executive officer of the Board.

All assets are held in a single trust and are available to pay retirement benefits to all members. Benefits available to each group are based on average final compensation (AFC) and years of creditable service. The Vermont State Agency of Administration issues a publicly available Annual Comprehensive Financial Report that includes financial

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

statements and required supplementary information for the VSTRS. That report may be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](#).

Benefits Provided

The VSTRS provides retirement and disability benefits, annual cost-of-living adjustments, health care and death benefits to plan members and beneficiaries. There are two levels of contributions and benefits in the System: Group A - for public school teachers employed within the State of Vermont prior to July 1, 1981 and elected to remain in Group A and Group C - for public school teachers employed within the State of Vermont on or after July 1, 1990. Group C also includes those teachers hired prior to July 1, 1990 and were in Group B on July 1, 1990. When Act 74 became effective on June 30, 2010, Group C was further bifurcated into Groups #1 and #2. Group #1 contains members who were at least 57 years of age or had at least 25 years of service and Group #2 contains members who were less than 57 years of age and had less than 25 years of service.

Benefits available to each group are based on average final compensation (AFC) and years of creditable service and are summarized below:

VSTRS	Group A	Group C - Group # 1	Group C - Group # 2
Normal service retirement eligibility (no reduction)	Age 60 or 30 years of service	Grandfathered: Age 62 or with 30 years of service	Non-grandfathered: Age 65 or when the sum of age and service equals 90
Average Final Compensation (AFC)	Highest 3 consecutive years, including unused annual leave, sick leave and bonus/incentives	Highest 3 consecutive years, excluding all payments for anything other than service actually performed	Highest 3 consecutive years, excluding all payments for anything other than service actually performed
Benefit formula - normal service retirement	1.67% x creditable service x AFC	1.25% x service prior to 7/1/90 x AFC + 1.67% x service after 7/1/90 x AFC	1.25% x service prior to 7/1/90 x AFC + 1.67% x service after 7/1/90 x AFC, 2.0% after attaining 20 years

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

VSTRS	Group A	Group C - Group # 1	Group C - Group # 2
Maximum Benefit Payable	100% of AFC	53.34% of AFC	60% of AFC
Post-Retirement COLA	Full CPI, up to a maximum of 5% after 12 months of retirement; minimum of 1%	50% CPI, up to a maximum of 5% after 12 months of retirement or with 30 years; minimum of 1%	50% CPI, up to a maximum of 5%, minimum of 1% after 12 months of normal retirement or age 65
Early Retirement Eligibility	Age 55 with 5 years of service	Age 55 with 5 years of service	Age 55 with 5 years of service
Early Retirement Reduction	Actuarial reduction	6% per year from age 62	Actuarial reduction

Other post-employment benefits are available to all plan members include the following:

VSTRS	Group A	Group C – Group # 1	Group C – Group # 2
Medical Benefits	Health subsidy based on member's service credit	Health subsidy based on member's service credit	Health subsidy based on member's service credit
Dental	Members pay full premium	Members pay full premium	Members pay full premium

Contributions

VSTRS is a cost-sharing public employee retirement system with one exception: all risks and costs are not shared by the School District but are the liability of the State of Vermont. VSTRS is funded through State and employee contributions and trust fund investment earnings; and the School District has no legal obligation for paying benefits. Required contributions to the System are made by the State of Vermont based upon a valuation report prepared by the System's actuary, which varies by plan group. The Vermont State Teachers Retirement System estimates the contributions on behalf of the School District's employees included in the teacher's retirement plan which approximates \$10,602,746 or 25.64% of total payroll for employees covered under the plan.

Employee contribution rates by plan group follow:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

VSTRS	Group A	Group C – Group # 1	Group C – Group # 2
Employee Contributions	5.5% of earnable compensation; contributions stop after 25 years of creditable service	5.0% of gross salary	Based on earnable compensation \$0-\$40K is 6.15%, \$40K-\$50K is 6.20%, \$50K-\$60K is 6.30%, \$60K-\$70K is 6.40%, \$70K-\$80K is 6.55%, \$80K-\$90K is 6.80%, \$90K-\$100K is 7.10%, \$100K+ is 7.35%

Employee contributions totaled \$2,899,104 during the year and were paid by the School District to the State of Vermont. The School District has no other liability under the plan. The School District’s total payroll for all employees covered under this plan was \$41,352,363 for the year ended June 30, 2025. Beginning in 2016, School Districts that pay for teachers with federal dollars are required to include costs of pensions in the federal grant, lowering the liability for the State. Federally funded pension costs reimbursed to the State by the School District for the fiscal year ending June 30, 2025 were \$227,564. The School District’s total payroll for all federal funded employees covered under this plan was \$887,535 for the year ended June 30, 2025.

VERMONT MUNICIPAL EMPLOYEES’ RETIREMENT SYSTEM

Plan Description

The Vermont Municipal Employees’ Retirement System (VMERS) is a cost sharing, multi-employer defined benefit pension plan that is administered by the State Treasurer and its Board of Trustees. The plan was established effective July 1, 1975, and is governed by Title 24, V.S.A. Chapter 125. It is designed for persons employed on a regular basis by a school district or by a supervisory union for no fewer than 1,040 hours in a year and for no fewer than 30 hours a week for the school year, as defined in 16 V.S.A. § 1071, or for no fewer than 1,040 hours in a year and for no fewer than 24 hours a week year-round; provided, however, that if a person who was employed on a regular basis by a school district as either a special education or transportation employee and who was transferred to and is working in a supervisory union in the same capacity pursuant to 16 V.S.A. § 261a(a)(6) or (8)(E) and if that person is also employed on a regular basis by a school district within the supervisory union, then the person is an

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

"employee" if these criteria are met by the combined hours worked for the supervisory union and school district. The term shall also mean persons employed on a regular basis by a municipality other than a school district for no fewer than 1,040 hours in a year and for no fewer than 24 hours per week, including persons employed in a library at least one-half of whose operating expenses are met by municipal funding. For the year ended June 30, 2023 (the most recent data available), the retirement system consisted of 18,483 participating members.

The general administration and responsibility for formulating administrative policy and procedures of the Retirement System for its members and their beneficiaries is vested in the Board of Trustees consisting of five members. They are the State Treasurer, two employee representatives elected by the membership of the system and two employer representatives-one elected by the governing bodies of participating employers of the system and one selected by the Governor from a list of four nominees. The list of four nominees is jointly submitted by the Vermont League of Cities and Towns and the Vermont School Boards Association.

All assets are held in a single trust and are available to pay retirement benefits to all members. Benefits available to each group are based on average final compensation (AFC) and years of creditable service. VMERS does not issue stand-alone financial reports, but instead are included as part of the State of Vermont's Annual Comprehensive Financial Report. That report may be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](#).

Benefits Provided

The pension plan is divided into four membership groups:

- Group A - general employees whose legislative bodies have not elected to become a member of Group B or Group C
- Groups B and C - general employees whose legislative bodies have elected to become members of Group B or Group C
- Group D - sworn police officers, firefighters and emergency medical personnel

The School District participates in Groups A, B and C. Benefits available to each group are based on average final compensation (AFC) and years of creditable service and are summarized below:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

VMERS	Group A	Group B	Group C	Group D
Normal service retirement eligibility	Age 65 with 5 years of service, or age 55 with 35 years of service	Age 62 with 5 years of service, or age 55 with 30 years of service	Age 55 with 5 years of service	Age 55 with 5 years of service
Average Final Compensation (AFC)	Highest 5 consecutive years	Highest 3 consecutive years	Highest 3 consecutive years	Highest 2 consecutive years
Benefit formula – Normal Service Retirement (no reduction)	1.4% x creditable service x AFC	1.7% x creditable service x AFC + previous service; 1.4% x Group A service x AFC	2.5% x creditable service x AFC + previous service; 1.4% x Group A service x AFC; 1.7% x Group B x AFC	2.5% x creditable service x AFC + previous service; 1.4% x Group A service x AFC; 1.7% x Group B x AFC; 2.5% x Group C service x AFC
Maximum Benefit Payable	60% of AFC	60% of AFC	50% of AFC	50% of AFC
Post-Retirement COLA	50% of CPI, up to 2% per year	50% of CPI, up to 3% per year	50% of CPI, up to 3% per year	50% of CPI, up to 3% per year
Early Retirement Eligibility	Age 55 with 5 years of service	Age 55 with 5 years of service	N/A	Age 50 with 20 years of service
Early Retirement Reduction	6% per year from age 65 **	6% per year from age 62 **	N/A	No reduction

** - A special early retirement factor of 3% per year only for municipal police officers who have attained age 60

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Members of all groups may qualify for vested deferred allowance, disability allowances and death benefit allowance subject to meeting various eligibility requirements. Benefits are based on AFC and service.

Contributions

Title 24 VSA Chapter 125 of Vermont Statutes grants the authority to the Retirement Board to annually review the amount of municipalities' contributions as recommended by the actuary of the retirement system in order to achieve and preserve the financial integrity of the fund and to certify the rates of contributions payable by employers. The Board of Trustees also certifies the rates of contribution payable by employees. Contribution rates for each group as of July 1, 2024 are as follows:

VMERS	Group A	Group B	Group C	Group D
Employee Contributions	4.00% of gross salary	6.375% of gross salary	11.50% of gross salary	12.85% of gross salary
Employer Contributions	5.50% of gross salary	7.00% of gross salary	8.75% of gross salary	11.35% of gross salary

Employee contributions are withheld pre-income tax by the School District and are remitted to the State of Vermont. Such withholdings for the year ended June 30, 2025 totaled \$1,422,848. The School District contributed \$1,323,505 for the year ended June 30, 2025. The School District's total payroll for the year ended June 30, 2025 for all employees covered under this plan was \$17,466,123.

Pension Liabilities

VSTRS Plan

The State is a nonemployer contributor and is required by statute to make all actuarially determined employer contributions on behalf of member employers. Therefore, these employers are considered to be in a special funding situation as defined in GASB No. 68 and the State is treated as a nonemployer to VSTRS. Since the School District does not contribute directly to VSTRS, no net pension liability was recorded at June 30, 2025. The State's portion of the collective net pension liability that was associated with the School District was as follows:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

School District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net pension liability associated with the School District		<u>87,263,562</u>
Total	\$	<u>87,263,562</u>

The State of Vermont's proportionate share of the net pension liability associated with the School District is equal to the collective net pension liability, actuarially measured as of June 30, 2023, multiplied by the School District's proportionate share percentage. The School District's proportionate share percentage was based on its reported salaries to the total reported salaries for all participating employers. At June 30, 2024, the School District's proportion was 4.97758% which was an increase of 0.0353% from its proportion measured as of June 30, 2023.

VMERS Plan

At June 30, 2025, the School District reported a liability of \$12,627,537 for its proportionate share of the net pension liabilities for each plan. The net pension liabilities were measured as of June 30, 2024 and the total pension liabilities used to calculate the net pension liabilities was determined by an actuarial valuation as of June 30, 2023. The School District's proportion of the net pension liabilities were based on a projection of the School District's long-term share of contributions to each pension plan relative to the projected contributions of all participating towns, actuarially determined.

At June 30, 2024, the School District's proportion was 3.80178% for VMERS, which was an increase of 0.13730% from its proportion measured as of June 30, 2023 for VMERS.

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

For the year ended June 30, 2025, the School District recognized total pension expense of \$10,602,746 and revenue of \$10,602,746 for support provided by the State of Vermont for the VSTRS plan. In the same period, the School District recognized pension expense of \$1,155,889 for the VMERS plan. At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

	VSTRS		VMERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -	\$ 1,367,594	\$ -
Changes of assumptions	-	-	68,051	-
Net difference between projected and actual earnings on pension plan investments	-	-	311,487	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	-	272,670	239,412
Contributions subsequent to the measurement date	-	-	1,323,505	-
Total	\$ -	\$ -	\$ 3,343,307	\$ 239,412

\$1,323,505 reported as deferred outflows of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	VSTRS Plan	VMERS Plan
Plan year ended June 30:		
2025	\$ -	\$ 468,878
2026	-	1,348,315
2027	-	167,501
2028	-	(204,304)
2029	-	-
Thereafter	-	-

Significant Actuarial Assumptions and Methods

The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of June 30, 2023 rolled forward to June 30, 2024 using the actuarial assumptions outlined below.

Investment Rate of Return: For both plans, 7.00%, net of pension plan investment expenses, including inflation.

Inflation: For both plans, 2.30%.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Projected Salary Increases: For the VSTRS plan, increases ranging from 3.30% to 10.50%. For the VMERS plan, varying service-based rates ranging from 4.07% to 6.21%. Salary increases include an assumed inflation rate of 2.30%.

Deaths After Retirement:

The VSTRS plan's mortality rates were based on historical and current demographic data, adjusted to reflect health characteristics of the underlying groups and estimated future experience and professional judgment. The mortality tables were then adjusted to future years using the generational projection to reflect future mortality improvement between the measurement date and those years.

- *Pre-Retirement:* PubT-2010 Teacher Employee Amount-Weighted Table with generational projection using scale MP-2021.
- *Retiree Healthy Post-Retirement:* PubT-2010 Teacher Healthy Retiree Amount-Weighted Table, with credibility adjustments of 103% and 93% for the Male and Female tables, respectively, with generational projection using scale MP-2021.
- *Retiree Healthy Post-Retirement Beneficiaries:* Pub-2010 Contingent Survivor Amount-Weighted Table with generational projection using scale MP-2021.
- *Disabled Post-Retirement:* PubNS-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Table with generational projection using scale MP-2021.

The VMERS plan's mortality rates for pre-retirement, healthy retirees and disabled retirees for Groups A, B, C and D were based on historical and current demographic data, adjusted to reflect health characteristics of the underlying groups and estimated future experience and professional judgment. The mortality tables were then adjusted to future years using the generational projection to reflect future mortality improvement between the measurement date and those years.

Pre-Retirement:

- Groups A/B - 60% PubG-2010 General Employee Amount-Weighted below-median and 40% of PubG-2010 General Employee Amount-Weighted, with generational projection using Scale MP-2021.
- Group C - PubG-2010 General Employee Amount-Weighted above-median, with generational projection using scale MP-2021.
- Group D - PubS-2010 Public Safety Employee Amount-Weighted Below-Median, with generational projection using scale MP-2021.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Healthy Post-Retirement - Retirees:

- Groups A/B - PubG-2010 General Healthy Retiree Amount-Weighted Below Median Table with credibility adjustments of 90% and 87% for the Male and Female tables, respectively, with generational projection using scale MP-2021.
- Group C - PubG-2010 General Healthy Retiree Amount-Weighted Table, with generational projection using scale MP-2021.
- Group D - PubS-2010 Public Safety Retiree Amount-Weighted Below-Median Table, with generational projection using scale MP-2021.

Healthy Post-Retirement - Beneficiaries:

- Pub-2010 Contingent Survivor Amount-Weighted Below-Median Table, with generational projection using scale MP-2021.

Disabled Post-Retirement:

- Group A/B/C - PubNS-2010 Non-Safety Disabled Retiree Amount-Weighted Table with generational projection using Scale MP-2021.
- Group D - PubS-2010 Safety Disabled Retiree Amount-Weighted Table with generational projection using Scale MP-2021.

Inactive Members: Valuation liability equals 100% of accumulated contributions. Valuation liability for those who are vested is based on accrued benefit and members are assumed to retire 10% of the time each year from their Early Retirement Age until their Normal Retirement Age, then 100% of the time at their Normal Retirement age, with a deferred vested benefit.

Future Administrative Expenses: No provisions were made for the VSTRS plan as Systems expenses are paid for by the State. For the VMERS plan, an expense adjustment based on actual expenses for the previous year is reflected in the development of recommended employer contribution levels.

Unknown Data for Participants: For both plans, they are the same as those exhibited by participants with similar known characteristics. If not specified, participants are assumed to be male.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Percent Married: For both plans, 85% of male members are assumed to be married. 35% of female members for the VSTRS plan and 50% of female members for the VMERS plan are assumed to be married.

Spouse's Age: For both plans, husbands are assumed to be three years older than their wives.

Cost-of-Living Adjustments VSTRS:

For active Group C members who are first eligible for normal retirement on or after July 1, 2023:

- Assumed to occur on January 1 following two years of retirement at the rate of 1.20% per annum (beginning two years after the attainment of age 62 for members who elect reduced early retirement). The January 1, 2025, COLA is expected to be 1.90%*. The January 1, 2024, COLA was 1.10%.

*This amount was required to be calculated in 2023 as a result of Act 114 and Act 173; however, it will not be applied to any members in 2023.

For all other members:

- Group A - Assumed to occur on January 1 following one year of retirement at the rate of 1.20% per annum. The January 1, 2023, COLA was 1.35%. The January 1, 2025, COLA is expected to be 3.80%*. The January 1, 2024, COLA was 2.20%.
- Group B/C – Assumed to occur on January 1 following one year of retirement at the rate of 1.20% per annum (beginning one year after the attainment of age 62 or Group C members who elect reduced early retirement). The January 1, 2025, COLA is expected to be 1.90%*. The January 1, 2024, COLA was 1.10%.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Cost-of-Living Adjustments VMERS:

Assumed to occur on January 1 following one year of retirement at the rate of 1.10% per annum for Group A members and 1.20% per annum for Groups B, C and D members (beginning at Normal Retirement eligibility age for members who elect reduced early retirement, at age 62 for members of Groups A, B and D who receive a disability retirement benefit and at age 55 for members of Group C who receive a disability retirement benefit). The January 1, 2025, COLA is expected to be 1.90% for Group A and 1.90% for Groups B, C and D. The January 1, 2024, COLA was 1.10% for Group A and 1.10% for Groups B, C and D.

Amortization method: Amortization payments calculated to fully fund unfunded actuarial accrued liability with annual increases of 3% over a closed period. The amortization of unfunded actuarial accrued liability (UAAL) within the actuarially determined contribution rate calculation is based on the level percentage of pay required to amortize the UAAL over the 30-year closed period that began on July 1, 2008. As of July 1, 2023, the remaining amortization period is 15 years.

Actuarial Cost Method: For both plans is the Entry Age Actuarial Cost Method. Entry age is the age at date of employment, or if date is unknown, current age minus years of service. Normal Cost and Accrued Actuarial Liability are calculated on an individual basis and are allocated by salary, with Normal Cost determined using the plan of benefits applicable to each participant.

Asset Valuation Method VSTRS: The *asset valuation method* used equals the preliminary asset value plus 20% of the difference between the market and preliminary asset values. The preliminary asset value is equal to the previous year's asset value (for valuation purposes) adjusted for contributions less benefit payments and expenses and expected investment income. If necessary, a further adjustment is made to ensure that the valuation assets are within 20% of the market value.

Asset Valuation Method VMERS: The amount of the assets for valuation purposes equals the preliminary asset value plus 20% of the difference between market and preliminary asset values. The preliminary asset value is equal to the previous year's asset value (for valuation purposes) adjusted for contributions less benefit payments and expenses plus expected investment income. If necessary, a further adjustment is made to ensure that the valuation assets are within 20% of the market value.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

The *long-term expected rate of return* on both plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) developed for each major asset class. These best estimate ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in the target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equities	44.00%	5.35%
Private Equity	10.00%	7.50%
Emerging Markets Debt	2.00%	5.00%
Private and Alternative Credit	10.00%	5.50%
Non-Core Real Estate	4.00%	5.50%
Core Fixed Income	19.00%	1.50%
Core Real Estate	4.00%	3.25%
US TIPS	2.00%	1.50%
Infrastructure/Farmland	5.00%	4.25%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% for the VSTRS plan and the VMERS plan. The projection of cash flows used to determine the discount rate assumed that contributions will continue to be made in accordance with the current funding policy which exceeds the actuarially determined contribution rate. Based on these assumptions, the fiduciary net position was projected to be available to make all projected future benefit payments to current System members. The assumed discount rate has been determined in accordance with the method prescribed by GASB 68.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 16 - DEFINED BENEFIT PENSION PLANS (CONTINUED)

Sensitivity of the School District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the School District’s proportionate share of the net pension liability calculated using the discount rate of 7.00% for both the VSTRS and VMERS plans, as well as what the School District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	Decrease	Rate	Increase
<u>VSTRS:</u>			
Discount rate	6.00%	7.00%	8.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -
<u>VMERS:</u>			
Discount rate	6.00%	7.00%	8.00%
School District's proportionate share of the net pension liability	\$ 19,305,651	\$ 12,627,537	\$ 7,146,312

Pension Plan Fiduciary Net Position

The schedule of employer allocations and schedule of pension amounts by employer are prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. The schedules present amounts that are elements of the financial statements of the VSTRS and VMERS or their participating employers. VSTRS and VMERS do not issue stand-alone financial reports, but instead are included as part of the State of Vermont’s Annual Comprehensive Financial Report. That report can be viewed on the State’s Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](https://www.vermont.gov/finance/annual-comprehensive-financial-report).

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

VERMONT STATE TEACHERS’ RETIREMENT SYSTEM

Plan Description

The Vermont State Teachers’ Retirement System provides postemployment benefits to eligible VSTRS employees who retire from the System through a cost-sharing, multiple-employer postemployment benefit (OPEB) plan (the Plan).

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

The plan covers nearly all public day school and nonsectarian private high school teachers and administrators as well as teachers in schools and teacher training institutions within and supported by the State that are controlled by the State Board of Education. Membership in the system for those covered classes is a condition of employment. During the year ended June 30, 2023, the Plan consisted of 7,369 retired members or beneficiaries currently receiving benefits and 10,387 active members.

Vermont Statute Title 16 Chapter 55 assigns the authority to VSTRS to establish and amend the benefits provisions of the Plan and to establish maximum obligations of the Plan members to contribute to the Plan. Management of the Plan is vested in the Vermont State Teachers' Retirement System Board of Trustees, which consists of the Secretary of Education (ex-officio); the State Treasurer (ex-officio); the Commissioner of Financial Regulation (ex-officio); two trustees and one alternate who are members of the system (each elected by the system under rules adopted by the Board) and one trustee and one alternate who are retired members of the system receiving retirement benefits (who are elected by the Association of Retired Teachers of Vermont).

All assets of the Plan are held in a single trust and are available to pay OPEB benefits to all members. The Vermont State Agency of Administration issues a publicly available Annual Comprehensive Financial Report that includes financial statements and required supplementary information for the VSTRS. That report may be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](#).

Benefits Provided

VSTRS retirees and their spouses are eligible for medical, prescription drug and dental benefits on a lifetime basis if the retiree is eligible for pension benefits, as described in the Notes to Financial Statements for Defined Benefit Plan(s).

Contributions

Varying levels of contributions are required from retirees and spouses for medical and prescription drug coverage at the following premium subsidy rates:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

	Retiree Subsidy		Spouse Subsidy*	
Retired before June 30, 2010	At least ten years of service - 80% of premium Less than ten years of service - 0% of premium		0% of premium	
Retired after June 30, 2010	10 years or more of service at June 30, 2010 - 80% of premium		Years of service at June 30, 2010 - 80% of premium if meet the following years of service at retirement requirement:	
	Less than 10 years of service at June 30, 2010:			
	Less than 15 years at retirement	0% of premium	Less than 10 years	25 years at retirement
	15-19.99 years at retirement	60% of premium	10-14.99 years	25 years at retirement
	20-24.99 years at retirement	70% of premium	15-24.99 years	10 additional years from June 30, 2010
	25 years or more at retirement	80% of premium	25-29.99 years	35 years at retirement
			30 or more years	5 additional years from June 30, 2010

* Spouses of retirees who do not meet the requirements for an 80% subsidy can receive unsubsidized coverage.

Premium Reduction Option: Participants retiring on or after January 1, 2007 with a VSTRS premium subsidy have a one-time option to reduce the VSTRS subsidy percentage during the retiree's life so that a surviving spouse may continue to receive the same VSTRS subsidy for the spouse's lifetime. If the retiree elects the joint and survivor pension option but not the Premium Reduction Option, spouses are covered for the spouse's lifetime but pay 100% of the plan premium after the retiree's death.

Retirees pay full cost of dental benefits.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

OPEB Liabilities

The State is a nonemployer contributor and is required by statute to make all actuarially determined employer contributions on behalf of member employers. Therefore, these employers are considered to be in a special funding situation as defined in GASB No. 75 and the State is treated as a nonemployer to VSTRS. Since the School District does not contribute directly to VSTRS, no net OPEB liability was recorded at June 30, 2025. The State's portion of the collective net OPEB liability that was associated with the School District was as follows:

School District's proportionate share of the net OPEB liability	\$	-
State's proportionate share of the net OPEB liability associated with the School District		<u>35,755,015</u>
Total	\$	<u>35,755,015</u>

The State of Vermont's proportionate share of the net OPEB liability associated with the School District is equal to the collective net OPEB liability, actuarially measured as of June 30, 2024, multiplied by the School District's proportionate share percentage. The School District's proportionate share percentage was based on its reported salaries to the total reported salaries for all participating employers. At June 30, 2024, the School District's proportion was 4.15113% which was a decrease of 0.06127% from its proportion measured as of June 30, 2023.

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

For the year ended June 30, 2025, the School District recognized total OPEB expense of \$998,082 and revenue of \$998,082 for support provided by the State of Vermont for the Plan. At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

	<u>VSTRS OPEB Plan</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in proportion and differences between contributions and proportionate share of contributions	-	-
Contributions subsequent to the measurement date	-	-
Total	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

	<u>VSTRS OPEB Plan</u>
Plan year ended June 30:	
2025	\$ -
2026	-
2027	-
2028	-
2029	-
Thereafter	-

Discount Rate

The discount rate is the single rate of return, that when applied to all projected benefit payments, results in an actuarial present value that is the sum of the actuarial present value of projected benefit payments projected to be funded by plan assets using a long term rate of return and the actuarial present value of projected benefit payments that are not included in (1) using a yield or index rate for 20-year tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The sensitivity of net OPEB liability to changes in discount rate are as follows:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

	1% Decrease	Discount Rate	1% Increase
VSTRS OPEB Plan: Discount rate	6.00%	7.00%	8.00%
School District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -

Healthcare Trend Rate

Health care trend measures the anticipated overall rate at which health plan costs are expected to increase in future years. The trend rate assumptions were developed using Segal's internal guidelines, which are established each year using data sources such as the 2024 Segal Health Trend Survey, internal client results, trends from other published surveys prepared by the S&P Dow Jones Indices, consulting firms and brokers and CPI statistics published by the Bureau of Labor Statistics. The sensitivity of net OPEB liability to changes in healthcare trend rates are as follows:

	1% Decrease	Healthcare Trend Rates	1% Increase
School District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -

Actuarial Methods and Assumptions

The total OPEB liability for the Plan was determined by an actuarial valuation as of June 30, 2024, using the following methods and assumptions applied to all periods included in the measurement:

Actuarial Cost Method

The Entry Age Normal Actuarial Cost Method is used to determine costs. Under this funding method, a normal cost rate is determined as a level percent of pay for each active Plan member and then summed to produce the total normal cost for this Plan. The unfunded actuarial liability is the difference between the actuarial liability and the actuarial value of assets.

Amortization

The total OPEB liability of this Plan is amortized on a closed 30-year period. The amortization method is a level percent of payroll method. As of July 1, 2024, there are 24 years remaining on the amortization period.

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

Asset Valuation Method

The Asset Valuation Method used is market value as of the measurement date.

The long-term expected rate of return on OPEB plan investments are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation, long-term expected rates of return for each major asset class and expected inflation, as of June 30, 2024, are summarized below:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Global Equity	43.00%	5.35%
US Aggregate Fixed Income	19.00%	1.50%
Emerging Markets Debt (Hard)	4.00%	5.00%
TIPS	3.00%	1.50%
Private Credit	10.00%	5.50%
Real Estate	11.00%	3.25%
Private Equity	10.00%	7.50%
	100.00%	

Assumptions

The actuarial assumptions used to calculate the actuarially determined contribution rates can be found in the Report on the Actuarial Valuation of Post-Retirement Benefits of the Vermont State Teachers' Retirement System Prepared as of June 30, 2016 completed by Buck Consulting. As of June 30, 2024, they are as follows:

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

Discount Rate	7.00%
Salary Increase Rate	Varies by age
Non-Medicare	8.10% graded to 4.50% over 12 years
Medicare \$300 Comprehensive and JY Plan	8.44% graded to 4.50% over 12 years
Medicare VSTRS 65	5.50%
Retiree Contributions	Equal to health trend
Pre-retirement Mortality	PubT-2010 Teacher Employee Headcount-Weighted Table with generational projection using scale MP-2021
Post-retirement Mortality	Retirees: 103% for males and 93% for females of PubT-2010 Teacher Healthy Retiree Headcount-Weighted Table with generational projection using scale MP-2021 Spouses: Pub-2010 Contingent Survivor Headcount-Weighted Table, both Retirees and Spouses with generational projection using scale MP-2021
Disabled Mortality	PubNS-2010 Non-Safety Disabled Retiree Headcount-Weighted Mortality Table with generational projection using scale MP-2021

Changes in Net OPEB Liability

Changes in net OPEB liability are recognized in OPEB expense for the year ended June 30, 2024 with the following exceptions:

Changes in Assumptions

Differences due to changes in assumptions about future economic, demographic or claim and expense factors or other inputs are recognized in OPEB expense using a straight-line amortization method over a closed period equal to the average expected remaining service lives of active and inactive members in each plan. The first year is recognized as OPEB expense and the remaining years are shown as either deferred outflows of resources or deferred inflows of resources. The amortization period remaining was twenty-four years as of July 1, 2024.

OPEB Plan Fiduciary Net Position

The schedule of employer allocations and schedule of OPEB amounts by employer are prepared on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. The schedules present amounts that are elements of the

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 17 - OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (CONTINUED)

financial statements of VSTRS or their participating employers. VSTRS does not issue stand-alone financial reports, but instead are included as part of the State of Vermont's Annual Comprehensive Financial Report. That report can be viewed on the State's Department of Finance and Management website at: [Annual Comprehensive Financial Report | Department of Finance and Management \(vermont.gov\)](https://www.vermont.gov/finance/annual-comprehensive-financial-report)

NOTE 18 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions and injuries to employees. The School District maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the School District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

In addition, the School District is a member of the Vermont Education Health Initiative (VEHI). VEHI is a nonprofit corporation formed to provide insurance and risk management programs for Vermont School Districts and is owned by the participating districts.

To provide health insurance coverage, VEHI has established a self-funded fully insured program in conjunction with Blue Cross and Blue Shield. A portion of member contributions is used to purchase reinsurance and to fund a reserve required by the reinsurance. The pooling agreement does not permit the pool to make additional assessments to its members.

NOTE 19 - CONTINGENCIES

With regard to pending legal claims or any unasserted claims, it is not feasible at this time to predict or determine their outcome. Management believes, however, that settlement amounts, if any, will not have a material adverse effect on the School District's financial position.

The School District participates in various intergovernmental grant programs which may be subject to future program compliance audits by the grantors or their representatives. Accordingly, the School District's compliance with applicable grant requirement may be established at some future date. The amount, if any, of any liabilities arising from the disallowance of expenditures or ineligibility of grant revenues cannot be determined at this time.

The School District participates in a medical insurance plan negotiated through VEHI. This plan is a high-deductible plan with an HRA (Health Reimbursement

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 19 – CONTINGENCIES (CONTINUED)

Arrangement) funded by the School District. The organization contracted to coordinate the processing of claims on behalf of the School District with HRA funds has not processed all claims as of June 30, 2025 and through the date of this report. Additionally, they were unable to provide management with the outstanding amount to be expensed by the School District through June 30, 2025. Therefore, the amount, if any, of any liabilities arising from the unprocessed claims cannot be determined at this time.

NOTE 20 - SUBSEQUENT EVENTS

On July 1, 2025, the School District issued a tax/revenue anticipation note in anticipation of tax revenues to meet its operating obligations during the fiscal year. The note allows principal draws up to \$12,617,000 at a fixed interest rate of 3.56% per annum and a maturity date of June 30, 2026.

Required Supplementary Information

Required supplementary information includes financial information and disclosures that are required by the Governmental Accounting Standards Board but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund
- Schedule of Proportionate Share of the Net Pension Liability
- Schedule of Contributions - Pensions
- Schedule of Proportionate Share of the Net OPEB Liability
- Schedule of Contributions - OPEB
- Notes to Required Supplementary Information

CHAMPLAIN VALLEY SCHOOL DISTRICT

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 BUDGET AND ACTUAL - GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual Amounts	Variance Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 2,925,460	\$ 2,925,460	\$ 2,925,460	\$ -
Resources (Inflows):				
Intergovernmental:				
State/Town support	86,112,815	86,112,815	86,112,815	-
Other	12,560,655	12,560,655	11,944,019	(616,636)
Tuition	90,000	90,000	239,230	149,230
Charges for services	-	-	51,607	51,607
Interest income	600,000	600,000	1,056,289	456,289
Miscellaneous	304,000	304,000	235,494	(68,506)
Bond proceeds	-	-	350,000	350,000
Transfers from other funds	1,133,715	1,133,715	314,362	(819,353)
Amounts Available for Appropriation	<u>103,726,645</u>	<u>103,726,645</u>	<u>103,229,276</u>	<u>(497,369)</u>
Charges to Appropriations (Outflows):				
Instructional programs	60,470,471	60,470,471	58,833,900	1,636,571
Instructional support	14,316,879	14,316,879	13,705,880	610,999
Administrative/Other support	9,891,873	9,891,873	9,754,530	137,343
Building operations and maintenance	6,192,704	6,192,704	6,251,406	(58,702)
Fiscal services	1,695,283	1,695,283	1,804,566	(109,283)
Transportation	4,114,682	4,114,682	4,344,416	(229,734)
Debt service:				
Principal	3,462,813	3,462,813	3,462,813	-
Interest	1,100,018	1,100,018	1,088,171	11,847
Prior year adjustments	-	-	291,961	(291,961)
Transfers to other funds	556,462	556,462	887,898	(331,436)
Total Charges to Appropriations	<u>101,801,185</u>	<u>101,801,185</u>	<u>100,425,541</u>	<u>1,375,644</u>
Budgetary Fund Balance, June 30	<u>\$ 1,925,460</u>	<u>\$ 1,925,460</u>	<u>\$ 2,803,735</u>	<u>\$ 878,275</u>
Utilization of committed fund balance	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ -</u>	<u>\$ (1,000,000)</u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
LAST 10 FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<u>VSTRS:</u>										
Proportion of the net pension liability	4.98%	4.94%	4.93%	4.97%	4.77%	4.77%	4.76%	4.74%	4.69%	4.93%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	87,263,562	92,424,435	95,051,777	84,204,804	93,124,348	74,451,932	71,972,257	70,271,804	61,384,462	58,376,467
Total	<u>\$ 87,263,562</u>	<u>\$ 92,424,435</u>	<u>\$ 95,051,777</u>	<u>\$ 84,204,804</u>	<u>\$ 93,124,348</u>	<u>\$ 74,451,932</u>	<u>\$ 71,972,257</u>	<u>\$ 70,271,804</u>	<u>\$ 61,384,462</u>	<u>\$ 58,376,467</u>
Covered payroll	\$ 41,416,810	\$ 39,092,901	\$ 37,238,413	\$ 36,064,087	\$ 34,065,655	\$ 32,764,674	\$ 32,278,448	\$ 31,262,756	\$ 29,715,990	\$ 29,016,707
Proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	61.65%	57.48%	54.81%	58.83%	50.00%	54.96%	54.81%	53.98%	55.31%	58.22%
<u>VMERS:</u>										
Proportion of the net pension liability	3.80%	3.66%	3.82%	3.92%	3.88%	3.89%	3.94%	4.03%	4.32%	4.24%
Proportionate share of the net pension liability	\$ 12,627,537	\$ 11,737,090	\$ 11,583,798	\$ 5,767,302	\$ 9,826,297	\$ 6,748,112	\$ 5,538,962	\$ 4,879,427	\$ 5,563,450	\$ 3,271,737
Covered payroll	\$ 17,055,428	\$ 14,693,021	\$ 13,996,795	\$ 13,347,240	\$ 12,926,796	\$ 12,266,618	\$ 11,585,010	\$ 11,694,713	\$ 11,784,678	\$ 10,986,178
Proportionate share of the net pension liability as a percentage of its covered payroll	74.04%	79.88%	82.76%	43.21%	76.01%	55.01%	47.81%	41.72%	47.21%	29.78%
Plan fiduciary net position as a percentage of the total pension liability	75.22%	74.01%	73.60%	89.29%	74.52%	80.35%	82.60%	83.64%	80.95%	87.42%

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF CONTRIBUTIONS - PENSIONS
LAST 10 FISCAL YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
VSTRS:										
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$41,352,363	\$41,416,810	\$39,092,901	\$37,238,413	\$36,064,087	\$34,065,655	\$32,764,674	\$32,278,448	\$31,262,756	\$29,715,990
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
VMERS:										
Contractually required contribution	\$1,323,505	\$1,252,303	\$1,043,242	\$949,821	\$869,871	\$807,915	\$747,451	\$689,398	\$657,709	\$657,019
Contributions in relation to the contractually required contribution	(1,323,505)	(1,252,303)	(1,043,242)	(949,821)	(869,871)	(807,915)	(747,451)	(689,398)	(657,709)	(657,019)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$17,466,123	\$17,055,428	\$14,693,021	\$13,996,795	\$13,347,240	\$12,926,796	\$12,266,618	\$11,585,010	\$11,694,713	\$11,784,678
Contributions as a percentage of covered payroll	7.58%	7.34%	7.10%	6.79%	6.52%	6.25%	6.09%	5.95%	5.62%	5.58%

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
LAST 10 FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018
<u>VSTRS OPEB Plan:</u>								
Proportion of the net OPEB liability	4.21%	4.21%	4.16%	4.23%	3.97%	3.93%	3.93%	3.84%
School District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the School District	<u>35,755,015</u>	<u>32,837,135</u>	<u>29,845,079</u>	<u>54,005,878</u>	<u>49,971,760</u>	<u>40,928,482</u>	<u>37,546,495</u>	<u>35,763,784</u>
Total	<u>\$35,755,015</u>	<u>\$32,837,135</u>	<u>\$29,845,079</u>	<u>\$54,005,878</u>	<u>\$49,971,760</u>	<u>\$40,928,482</u>	<u>\$37,546,495</u>	<u>\$35,763,784</u>
Covered payroll	\$ 41,416,810	\$ 39,092,901	\$ 37,238,413	\$ 36,064,087	\$ 34,065,655	\$ 32,764,674	\$ 32,278,448	\$ 31,262,756
Proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	8.48%	8.48%	5.34%	1.13%	0.69%	0.03%	-2.85%	-2.94%

* The amounts presented for each fiscal year were determined as of June 30 and are for those years for which information is available.

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF CONTRIBUTIONS - OPEB
LAST 10 FISCAL YEARS*

	2025	2024	2023	2022	2021	2020	2019	2018	2017
<u>VSTRS OPEB Plan:</u>									
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 41,352,363	\$ 41,416,810	\$ 39,092,901	\$ 37,238,413	\$ 36,064,087	\$ 34,065,655	\$ 32,764,674	\$ 32,278,448	\$ 31,262,756
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

* The amounts presented for each fiscal year are for those years for which information is available.

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SUPERVISORY UNION

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2025

Changes of Assumptions

VSTRS Pension Plan:

- No changes in actuarial assumptions/methods effective for the June 30, 2024, actuarial valuation that impact GASB.

VMERS Pension Plan:

- No changes in actuarial assumptions/methods effective for the June 30, 2024, actuarial valuation that impact GASB.

VSTRS OPEB Plan:

- The per capita valuation-year claims and retiree contribution rates were updated.
- The assumed health trend rates were modified.

See accompanying independent auditor's report and notes to financial statements.

Other Supplementary Information

Other supplementary information includes financial statements and schedules not required by the Governmental Accounting Standards Board, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

- Budgetary Comparison Schedule - Budgetary Basis - Budget and Actual - General Fund Revenues
- Schedule of Departmental Operations - General Fund
- Combining Balance Sheet - Nonmajor Governmental Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
- Combining Balance Sheet - Nonmajor Special Revenue Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds
- Combining Balance Sheet - Major Capital Projects Funds
- Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Major Capital Projects Funds
- Combining Schedule of Net Position - Fiduciary Funds - Private-Purpose Funds
- Combining Schedule of Changes in Net Position - Fiduciary Funds - Private-Purpose Funds

SCHEDULE A

CHAMPLAIN VALLEY SCHOOL DISTRICT

BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
 BUDGET AND ACTUAL - GENERAL FUND REVENUES
 FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual Amounts	Variance Positive (Negative)
Resources (Inflows):				
Intergovernmental revenues:				
Education spending grant	\$ 85,426,596	\$ 85,426,596	\$ 85,426,596	\$ -
Supplemental assistance grant	686,219	686,219	686,219	-
State aid transportation	1,571,430	1,571,430	1,546,146	(25,284)
Driver education reimbursement	10,000	10,000	7,170	(2,830)
High school completion reimbursement	10,000	10,000	4,743	(5,257)
Census block grant	8,576,183	8,576,183	8,575,508	(675)
Extraordinary reimbursement	1,652,472	1,652,472	1,298,229	(354,243)
State-placed special education	146,060	146,060	4,778	(141,282)
Special education EEE	432,397	432,397	432,397	-
Program grants	64,113	64,113	-	(64,113)
Vocational transportation	98,000	98,000	70,729	(27,271)
Unenrolled resident reimbursement	-	-	4,319	4,319
Charges for services:				
Tuition	90,000	90,000	239,230	149,230
Transportation	-	-	51,607	51,607
Interest income	600,000	600,000	1,056,289	456,289
Miscellaneous:				
Prior year adjustments/other	-	-	18,762	18,762
Miscellaneous	144,000	144,000	55,241	(88,759)
Rentals	160,000	160,000	156,614	(3,386)
Gain/loss on sale of fixed assets	-	-	4,877	4,877
Bond proceeds	-	-	350,000	350,000
Transfers in	1,133,715	1,133,715	314,362	(819,353)
Amounts Available for Appropriation	<u>\$ 100,801,185</u>	<u>\$100,801,185</u>	<u>\$ 100,303,816</u>	<u>\$ (497,369)</u>

See accompanying independent auditor's report and notes to financial statements.

SCHEDULE B

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Instructional programs -				
Instructional programs	\$ 39,241,970	\$ 39,241,970	\$ 39,047,702	\$ 194,268
Special education				
Instructional programs	17,412,233	17,412,233	15,843,905	1,568,328
Summer	289,753	289,753	178,066	111,687
504	414,422	414,422	454,779	(40,357)
Vocational/tech ed	1,297,079	1,297,079	1,350,660	(53,581)
Athletics	1,287,281	1,287,281	1,449,188	(161,907)
Cocurriculars	458,315	458,315	445,714	12,601
Summer school	69,418	69,418	63,886	5,532
	<u>60,470,471</u>	<u>60,470,471</u>	<u>58,833,900</u>	<u>1,636,571</u>
Instructional support -				
Guidance	4,906,887	4,906,887	4,887,287	19,600
Health	1,183,200	1,183,200	1,157,245	25,955
Psychology	643,981	643,981	597,208	46,773
Speech and language	2,062,456	2,062,456	1,936,377	126,079
Occupational therapy	333,948	333,948	326,094	7,854
Physical therapy	206,659	206,659	211,559	(4,900)
Other student support services	82,028	82,028	106,937	(24,909)
Instructional and curricular development	1,277,438	1,277,438	1,189,921	87,517
Instructional staff training	769,170	769,170	570,175	198,995
Library/media	1,241,505	1,241,505	1,242,235	(730)
Instructional technology	699,524	699,524	630,733	68,791
Instructional other	910,083	910,083	850,109	59,974
	<u>14,316,879</u>	<u>14,316,879</u>	<u>13,705,880</u>	<u>610,999</u>
Administrative/Other support -				
School board	352,674	352,674	465,774	(113,100)
Executive administration	1,065,380	1,065,380	1,110,836	(45,456)
Other executive administration	40,214	40,214	31,381	8,833
Campus administration	4,377,910	4,377,910	4,342,698	35,212
Special education administration	919,976	919,976	926,694	(6,718)
Other administrative support services	259,478	259,478	180,596	78,882
Personnel services	694,233	694,233	780,756	(86,523)
Technology services	2,182,008	2,182,008	1,915,795	266,213
	<u>9,891,873</u>	<u>9,891,873</u>	<u>9,754,530</u>	<u>137,343</u>

SCHEDULE B (CONTINUED)
CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF DEPARTMENTAL OPERATIONS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Building operations and maintenance	6,192,704	6,192,704	6,251,406	(58,702)
Fiscal service	1,695,283	1,695,283	1,804,566	(109,283)
Transportation	4,114,682	4,114,682	4,344,416	(229,734)
Debt service				
Principal	3,462,813	3,462,813	3,462,813	-
Interest	1,100,018	1,100,018	1,088,171	11,847
	<u>4,562,831</u>	<u>4,562,831</u>	<u>4,550,984</u>	<u>11,847</u>
Prior year adjustments	-	-	291,961	(291,961)
Transfer to other funds				
CVU access fund	-	-	61,724	(61,724)
Food service fund	556,462	556,462	826,174	(269,712)
	<u>556,462</u>	<u>556,462</u>	<u>887,898</u>	<u>(331,436)</u>
TOTAL DEPARTMENTAL OPERATIONS	<u>\$ 101,801,185</u>	<u>\$ 101,801,185</u>	<u>\$ 100,425,541</u>	<u>\$ 1,375,644</u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2025

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Accounts receivable (net of allowance for uncollectibles)	\$ 15,366	\$ -	\$ 15,366
Due from other governments	568,988	-	568,988
Due from other funds	1,316,894	133	1,317,027
TOTAL ASSETS	\$ 1,901,248	\$ 133	\$ 1,901,381
LIABILITIES			
Accounts payable	\$ 44,147	\$ -	\$ 44,147
Accrued payroll	12,604	-	12,604
Due to other funds	544,384	-	544,384
TOTAL LIABILITIES	601,135	-	601,135
DEFERRED INFLOWS OF RESOURCES			
Deferred revenues	136,306	-	136,306
TOTAL DEFERRED INFLOWS OF RESOURCES	136,306	-	136,306
FUND BALANCES			
Nonspendable	-	-	-
Restricted	1,163,807	133	1,163,940
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
TOTAL FUND BALANCES	1,163,807	133	1,163,940
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 1,901,248	\$ 133	\$ 1,901,381

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES			
Intergovernmental	\$ 1,184,417	\$ -	\$ 1,184,417
Interest income	-	3,711	3,711
Charges for services/fees	-	4,578	4,578
Other	1,287,665	-	1,287,665
TOTAL REVENUES	<u>2,472,082</u>	<u>8,289</u>	<u>2,480,371</u>
EXPENDITURES			
Other	2,197,194	-	2,197,194
TOTAL EXPENDITURES	<u>2,197,194</u>	<u>-</u>	<u>2,197,194</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>274,888</u>	<u>8,289</u>	<u>283,177</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	-	(314,362)	(314,362)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>(314,362)</u>	<u>(314,362)</u>
NET CHANGE IN FUND BALANCES	274,888	(306,073)	(31,185)
FUND BALANCES - JULY 1	<u>888,919</u>	<u>306,206</u>	<u>1,195,125</u>
FUND BALANCES - JUNE 30	<u>\$ 1,163,807</u>	<u>\$ 133</u>	<u>\$ 1,163,940</u>

See accompanying independent auditor's report and notes to financial statements.

Special Revenue Funds

Special revenue funds are established to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditures for specific purposes.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2025

	CVU Student Activities	Charlotte Student Activities	Hinesburg Student Activities	Shelburne Student Activities	Williston Student Activities	Licensing Fees	Rowland Foundation
ASSETS							
Accounts receivable (net of allowance for uncollectibles)	\$ 15,300	\$ -	\$ -	\$ -	\$ 66	\$ -	\$ -
Due from other governments	-	-	-	-	-	1,167	-
Due from other funds	587,819	30,511	122,483	81,471	82,688	-	28,384
TOTAL ASSETS	\$ 603,119	\$ 30,511	\$ 122,483	\$ 81,471	\$ 82,754	\$ 1,167	\$ 28,384
LIABILITIES							
Accounts payable	\$ 16,167	\$ 477	\$ 1,322	\$ 3,158	\$ 11,731	\$ -	\$ 213
Accrued payroll	11,632	-	-	-	57	-	148
Due to other funds	-	-	-	-	-	101	-
TOTAL LIABILITIES	27,799	477	1,322	3,158	11,788	101	361
DEFERRED INFLOWS OF RESOURCES							
Deferred revenues	-	-	-	-	-	1,066	28,023
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	1,066	28,023
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	575,320	30,034	121,161	78,313	70,966	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	575,320	30,034	121,161	78,313	70,966	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 603,119	\$ 30,511	\$ 122,483	\$ 81,471	\$ 82,754	\$ 1,167	\$ 28,384

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	NVRRRC	Hinesburg Misc Grants	Charlotte Misc Grants	CVU Sustainability Grant	VHP	FTSEC Capacity Building	Mentors Grant
ASSETS							
Accounts receivable (net of allowance for uncollectibles)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other governments	-	-	-	-	-	-	-
Due from other funds	-	8,808	2,606	119,317	6,133	7,867	-
TOTAL ASSETS	\$ -	\$ 8,808	\$ 2,606	\$ 119,317	\$ 6,133	\$ 7,867	\$ -
LIABILITIES							
Accounts payable	\$ -	\$ 2,392	\$ -	\$ 6	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	344	-	-	-
Due to other funds	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	2,392	-	350	-	-	-
DEFERRED INFLOWS OF RESOURCES							
Deferred revenues	-	6,416	2,606	-	6,133	7,867	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	6,416	2,606	-	6,133	7,867	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	118,967	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	-	-	-	118,967	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ -	\$ 8,808	\$ 2,606	\$ 119,317	\$ 6,133	\$ 7,867	\$ -

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	ARP IDEA	ARP Homeless II	Wellness Initiative	Williston Miscellaneous Grants	Parentin	Stars	WCSS
ASSETS							
Accounts receivable (net of allowance for uncollectibles)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other governments	-	-	-	-	-	-	-
Due from other funds	-	-	2,037	4,971	-	488	1,103
TOTAL ASSETS	\$ -	\$ -	\$ 2,037	\$ 4,971	\$ -	\$ 488	\$ 1,103
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES							
Deferred revenues	-	-	2,037	4,971	-	488	1,103
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	2,037	4,971	-	488	1,103
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	-	-	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ -	\$ -	\$ 2,037	\$ 4,971	\$ -	\$ 488	\$ 1,103

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	Youth Vaping Prevention	BEST/ ACT 230	BEST	EPSDT	Vermont Ed Equity Collective	ESSER III Afterschool	ARP ESSER
ASSETS							
Accounts receivable (net of allowance for uncollectibles)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other governments	6,002	3,280	-	-	-	-	-
Due from other funds	-	-	-	75,726	-	-	-
TOTAL ASSETS	\$ 6,002	\$ 3,280	\$ -	\$ 75,726	\$ -	\$ -	\$ -
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-	-
Due to other funds	6,002	3,280	-	-	-	-	-
TOTAL LIABILITIES	6,002	3,280	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES							
Deferred revenues	-	-	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	-	-
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	75,726	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
TOTAL FUND BALANCES	-	-	-	75,726	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 6,002	\$ 3,280	\$ -	\$ 75,726	\$ -	\$ -	\$ -

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	Tobacco Litigation	School Vaccine Incentive	ESSER III Summer	SMPEIS	VEHI Path Forward	IDEA Preschool
ASSETS						
Accounts receivable (net of allowance for uncollectibles)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other governments	-	-	-	43,334	-	13,173
Due from other funds	46,481	17,809	-	-	-	-
TOTAL ASSETS	\$ 46,481	\$ 17,809	\$ -	\$ 43,334	\$ -	\$ 13,173
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-
Due to other funds	-	-	-	43,334	-	13,173
TOTAL LIABILITIES	-	-	-	43,334	-	13,173
DEFERRED INFLOWS OF RESOURCES						
Deferred revenues	-	17,809	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	17,809	-	-	-	-
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	46,481	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	46,481	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 46,481	\$ 17,809	\$ -	\$ 43,334	\$ -	\$ 13,173

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	FOAC Grant	Rural School Design Hinesburg	Care Coordination Management	Pre-school Development Grant	CVSD Misc Grants	Pathways 2 Partnerships	Fiber Arts Fund Williston	Shelburne Misc Grants
ASSETS								
Accounts receivable (net of allowance for uncollectibles)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due from other governments	13,621	-	-	-	-	18,300	-	-
Due from other funds	-	5,821	-	-	13	33,653	46,839	3,866
TOTAL ASSETS	\$ 13,621	\$ 5,821	\$ -	\$ -	\$ 13	\$ 51,953	\$ 46,839	\$ 3,866
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,866
Accrued payroll	-	-	-	-	-	-	-	-
Due to other funds	13,621	-	-	-	-	-	-	-
TOTAL LIABILITIES	13,621	-	-	-	-	-	-	3,866
DEFERRED INFLOWS OF RESOURCES								
Deferred revenues	-	5,821	-	-	13	51,953	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	5,821	-	-	13	51,953	-	-
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	46,839	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
TOTAL FUND BALANCES	-	-	-	-	-	-	46,839	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 13,621	\$ 5,821	\$ -	\$ -	\$ 13	\$ 51,953	\$ 46,839	\$ 3,866

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2025

	Title IV	Title III	Title II	Title I	Act 112	Total
ASSETS						
Accounts receivable (net of allowance for uncollectibles)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,366
Due from other governments	15,415	12,889	185,173	234,974	21,660	568,988
Due from other funds	-	-	-	-	-	1,316,894
TOTAL ASSETS	\$ 15,415	\$ 12,889	\$ 185,173	\$ 234,974	\$ 21,660	\$ 1,901,248
LIABILITIES						
Accounts payable	\$ -	\$ 325	\$ 4,490	\$ -	\$ -	\$ 44,147
Accrued payroll	-	423	-	-	-	12,604
Due to other funds	15,415	12,141	180,683	234,974	21,660	544,384
TOTAL LIABILITIES	15,415	12,889	185,173	234,974	21,660	601,135
DEFERRED INFLOWS OF RESOURCES						
Deferred revenues	-	-	-	-	-	136,306
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-	136,306
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	1,163,807
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
TOTAL FUND BALANCES	-	-	-	-	-	1,163,807
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 15,415	\$ 12,889	\$ 185,173	\$ 234,974	\$ 21,660	\$ 1,901,248

See accompanying independent auditor’s report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	CVU Student Activities	Charlotte Student Activities	Hinesburg Student Activities	Shelburne Student Activities	Williston Student Activities	Licensing Fees	Rowland Foundation
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	687,381	37,470	55,139	100,036	110,286	1,167	110,610
TOTAL REVENUES	687,381	37,470	55,139	100,036	110,286	1,167	110,610
EXPENDITURES							
Other	556,754	22,472	34,641	91,335	86,450	1,167	110,610
TOTAL EXPENDITURES	556,754	22,472	34,641	91,335	86,450	1,167	110,610
NET CHANGE IN FUND BALANCES	130,627	14,998	20,498	8,701	23,836	-	-
FUND BALANCES - JULY 1	444,693	15,036	100,663	69,612	47,130	-	-
FUND BALANCES - JUNE 30	\$ 575,320	\$ 30,034	\$ 121,161	\$ 78,313	\$ 70,966	\$ -	\$ -

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	<u>NVRRC</u>	<u>Hinesburg Misc Grants</u>	<u>Charlotte Misc Grants</u>	<u>CVU Sustainability Grant</u>	<u>VHP</u>	<u>FTSEC Capacity Building</u>	<u>Mentors Grant</u>
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,348	\$ -
Other	609	4,471	-	36,400	6,163	-	40,600
TOTAL REVENUES	<u>609</u>	<u>4,471</u>	<u>-</u>	<u>36,400</u>	<u>6,163</u>	<u>8,348</u>	<u>40,600</u>
EXPENDITURES							
Other	609	4,471	-	20,075	6,163	8,348	40,600
TOTAL EXPENDITURES	<u>609</u>	<u>4,471</u>	<u>-</u>	<u>20,075</u>	<u>6,163</u>	<u>8,348</u>	<u>40,600</u>
NET CHANGE IN FUND BALANCES	-	-	-	16,325	-	-	-
FUND BALANCES - JULY 1	-	-	-	102,642	-	-	-
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 118,967</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	ARP IDEA	ARP Homeless II	Wellness Initiative	Williston Miscellaneous Grants	Parentin	Stars	WCSS
REVENUES							
Intergovernmental	\$ -	\$ 416	\$ -	\$ -	\$ 4,586	\$ 367	\$ -
Other	-	-	-	2,069	-	-	-
TOTAL REVENUES	-	416	-	2,069	4,586	367	-
EXPENDITURES							
Other	-	416	-	2,069	4,586	367	-
TOTAL EXPENDITURES	-	416	-	2,069	4,586	367	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-
FUND BALANCES - JULY 1	-	-	-	-	-	-	-
FUND BALANCES - JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	Youth Vaping Prevention	BEST/ ACT 230	BEST	EPSDT	Vermont Ed Equity Collective	ESSER III Afterschool	ARP ESSER
REVENUES							
Intergovernmental	\$ 17,897	\$ 6,380	\$ 420	\$ 49,174	\$ -	\$ -	\$ 45,486
Other	-	-	-	-	-	-	-
TOTAL REVENUES	<u>17,897</u>	<u>6,380</u>	<u>420</u>	<u>49,174</u>	<u>-</u>	<u>-</u>	<u>45,486</u>
EXPENDITURES							
Other	<u>17,897</u>	<u>6,380</u>	<u>420</u>	<u>55,591</u>	<u>2,000</u>	<u>-</u>	<u>45,486</u>
TOTAL EXPENDITURES	<u>17,897</u>	<u>6,380</u>	<u>420</u>	<u>55,591</u>	<u>2,000</u>	<u>-</u>	<u>45,486</u>
NET CHANGE IN FUND BALANCES	-	-	-	(6,417)	(2,000)	-	-
FUND BALANCES - JULY 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,143</u>	<u>2,000</u>	<u>-</u>	<u>-</u>
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 75,726</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	<u>Tobacco Litigation</u>	<u>School Vaccine Incentive</u>	<u>ESSER III Summer</u>	<u>SMPEIS</u>	<u>VEHI Path Forward</u>	<u>IDEA Preschool</u>
REVENUES						
Intergovernmental	\$ 46,481	\$ -	\$ 58,221	\$ 70,000	\$ -	\$ 26,545
Other	-	-	-	-	28,541	-
TOTAL REVENUES	<u>46,481</u>	<u>-</u>	<u>58,221</u>	<u>70,000</u>	<u>28,541</u>	<u>26,545</u>
EXPENDITURES						
Other	-	-	58,221	70,000	28,541	26,545
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>58,221</u>	<u>70,000</u>	<u>28,541</u>	<u>26,545</u>
NET CHANGE IN FUND BALANCES	46,481	-	-	-	-	-
FUND BALANCES - JULY 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES - JUNE 30	<u>\$ 46,481</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	FOAC Grant	Rural School Design Hinesburg	Care Coordination Management	Pre-school Development Grant	CVSD Misc Grants	Pathways 2 Partnerships	Fiber Arts Fund Williston	Shelburne Misc Grants
REVENUES								
Intergovernmental	\$ -	\$ -	\$ -	\$ 714	\$ -	\$ 1,898	\$ -	\$ 3,866
Other	39,305	183	-	-	5,000	-	22,235	-
TOTAL REVENUES	<u>39,305</u>	<u>183</u>	<u>-</u>	<u>714</u>	<u>5,000</u>	<u>1,898</u>	<u>22,235</u>	<u>3,866</u>
EXPENDITURES								
Other	39,305	183	-	714	5,000	1,898	396	3,866
TOTAL EXPENDITURES	<u>39,305</u>	<u>183</u>	<u>-</u>	<u>714</u>	<u>5,000</u>	<u>1,898</u>	<u>396</u>	<u>3,866</u>
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	21,839	-
FUND BALANCES - JULY 1	-	-	-	-	-	-	25,000	-
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 46,839</u>	<u>\$ -</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025

	<u>Title IV</u>	<u>Title III</u>	<u>Title II</u>	<u>Title I</u>	<u>Act 112</u>	<u>Total</u>
REVENUES						
Intergovernmental	\$ 49,815	\$ 19,615	\$ 307,516	\$ 393,231	\$ 73,441	\$ 1,184,417
Other	-	-	-	-	-	1,287,665
TOTAL REVENUES	<u>49,815</u>	<u>19,615</u>	<u>307,516</u>	<u>393,231</u>	<u>73,441</u>	<u>2,472,082</u>
EXPENDITURES						
Other	<u>49,815</u>	<u>19,615</u>	<u>307,516</u>	<u>393,231</u>	<u>73,441</u>	<u>2,197,194</u>
TOTAL EXPENDITURES	<u>49,815</u>	<u>19,615</u>	<u>307,516</u>	<u>393,231</u>	<u>73,441</u>	<u>2,197,194</u>
NET CHANGE IN FUND BALANCES	-	-	-	-	-	274,888
FUND BALANCES - JULY 1	-	-	-	-	-	888,919
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,163,807</u>

See accompanying independent auditor’s report and notes to financial statements.

Capital Projects Fund

The capital projects funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUND
JUNE 30, 2025

	Capital Projects Fund	2022 Bond Fund	Total
ASSETS			
Due from other funds	\$ -	\$ 133	\$ 133
TOTAL ASSETS	<u>\$ -</u>	<u>\$ 133</u>	<u>\$ 133</u>
LIABILITIES			
Due to other funds	\$ -	\$ -	\$ -
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable	-	-	-
Restricted	-	133	133
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
FUND BALANCES	<u>-</u>	<u>133</u>	<u>133</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ -</u>	<u>\$ 133</u>	<u>\$ 133</u>

See accompanying independent auditor’s report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED JUNE 30, 2025

	Capital Projects Fund	2022 Bond Fund	Total
REVENUES			
Interest income	\$ 3,711	\$ -	\$ 3,711
Charges for services/fees	4,578	-	4,578
TOTAL REVENUES	<u>8,289</u>	<u>-</u>	<u>8,289</u>
EXPENDITURES			
Other	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>8,289</u>	<u>-</u>	<u>8,289</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers (out)	(314,362)	-	(314,362)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(314,362)</u>	<u>-</u>	<u>(314,362)</u>
NET CHANGE IN FUND BALANCES	(306,073)	-	(306,073)
FUND BALANCES - JULY 1	<u>306,073</u>	<u>133</u>	<u>306,206</u>
FUND BALANCES - JUNE 30	<u>\$ -</u>	<u>\$ 133</u>	<u>\$ 133</u>

See accompanying independent auditor's report and notes to financial statements.

Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support the School District's programs.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF NET POSITION - FIDUCIARY FUNDS - PRIVATE-PURPOSE FUNDS
 JUNE 30, 2025

	<u>Charlotte</u>	<u>Hinesburg</u>	<u>Shelburne</u>	<u>Williston</u>	<u>CVU</u>	<u>CVSD</u>	<u>Total</u>
ASSETS							
Cash and cash equivalents	\$ 6,171	\$ 81,839	\$ 58,062	\$ 3,851	\$ 272,941	\$ 1,931	\$ 424,795
Accounts receivable (net of allowance for uncollectibles)	-	92,938	-	-	-	-	92,938
TOTAL ASSETS	<u>\$ 6,171</u>	<u>\$ 174,777</u>	<u>\$ 58,062</u>	<u>\$ 3,851</u>	<u>\$ 272,941</u>	<u>\$ 1,931</u>	<u>\$ 517,733</u>
LIABILITIES							
Due to other governments	\$ -	\$ 46,470	\$ -	\$ -	\$ -	\$ -	\$ 46,470
TOTAL LIABILITIES	<u>-</u>	<u>46,470</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,470</u>
NET POSITION							
Restricted - held in trust	6,171	128,307	58,062	3,851	272,941	1,931	471,263
TOTAL NET POSITION	<u>6,171</u>	<u>128,307</u>	<u>58,062</u>	<u>3,851</u>	<u>272,941</u>	<u>1,931</u>	<u>471,263</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 6,171</u>	<u>\$ 174,777</u>	<u>\$ 58,062</u>	<u>\$ 3,851</u>	<u>\$ 272,941</u>	<u>\$ 1,931</u>	<u>\$ 517,733</u>

See accompanying independent auditor's report and notes to financial statements.

CHAMPLAIN VALLEY SCHOOL DISTRICT

COMBINING SCHEDULE OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
PRIVATE-PURPOSE FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Charlotte</u>	<u>Hinesburg</u>	<u>Shelburne</u>	<u>Williston</u>	<u>CVU</u>	<u>CVSD</u>	<u>Total</u>
ADDITIONS							
Contributions							
Donations	\$ -	\$ 50,750	\$ 3,150	\$ -	\$ 6,575	\$ -	\$ 60,475
Total contributions	<u>-</u>	<u>50,750</u>	<u>3,150</u>	<u>-</u>	<u>6,575</u>	<u>-</u>	<u>60,475</u>
Investment earnings:							
Income earned	248	3,171	2,312	163	10,448	78	16,420
Total additions	<u>248</u>	<u>53,921</u>	<u>5,462</u>	<u>163</u>	<u>17,023</u>	<u>78</u>	<u>76,895</u>
DEDUCTIONS							
Other disbursements	-	25,344	3,262	397	8,950	-	37,953
Total deductions	<u>-</u>	<u>25,344</u>	<u>3,262</u>	<u>397</u>	<u>8,950</u>	<u>-</u>	<u>37,953</u>
CHANGE IN NET POSITION	248	28,577	2,200	(234)	8,073	78	38,942
NET POSITION - JULY 1	<u>5,923</u>	<u>99,730</u>	<u>55,862</u>	<u>4,085</u>	<u>264,868</u>	<u>1,853</u>	<u>432,321</u>
NET POSITION - JUNE 30	<u>\$ 6,171</u>	<u>\$ 128,307</u>	<u>\$ 58,062</u>	<u>\$ 3,851</u>	<u>\$ 272,941</u>	<u>\$ 1,931</u>	<u>\$ 471,263</u>

See accompanying independent auditor's report and notes to financial statements.

Federal Compliance Description

Federal compliance includes financial information and reports that are required in accordance with *Government Auditing Standards* and/or the Uniform Guidance in accordance with 2 CFR § 515. Such financial information and reports include:

- Schedule of Expenditures of Federal Awards
- Notes to Schedule of Expenditures of Federal Awards
- 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
- Independent Auditor's Report on Compliance or Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance
- Schedule of Findings and Questioned Costs

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor Pass-through Grantor Program or Cluster Title	Federal AL Number	Pass-through Grantor Number	Federal Expenditures	Expenditures to Subrecipients
U.S. Department of Agriculture				
Pass-through State of Vermont Agency of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	4452U0562500	\$ 186,731	\$ -
National School Lunch Program	10.555	4456U0562500	199,653	-
National School Lunch Program	10.555	4450U0562500	524,106	-
Summer Food Service Program for Children	10.559	4455U0562500	220,962	-
Subtotal Child Nutrition Cluster			<u>1,131,452</u>	<u>-</u>
Total U.S. Department of Agriculture			<u>1,131,452</u>	<u>-</u>
U.S. Department of Education				
Pass-through State of Vermont of Health and Human Services				
Disability Innovation Fund (DIF)	84.421	03460-3-2642	<u>1,898</u>	<u>-</u>
Pass-through State of Vermont Agency of Education:				
Title I Grants to Local Educational Agencies	84.010A	4250U0562501	<u>393,231</u>	<u>-</u>
Special Education Cluster:				
Special Education-Grants to States (IDEA, Part B)	84.027A	4226U0562501	1,327,203	-
Special Education-Grants to States (IDEA, Part B)	84.027A	4226U0562501	59,117	-
Special Education-Preschool Grants (IDEA Preschool)	84.173A	4228U0562501	<u>26,545</u>	<u>-</u>
Subtotal Special Education Cluster			<u>1,412,865</u>	<u>-</u>
English Language Acquisition State Grants	84.365	4375U0562501	<u>19,615</u>	<u>-</u>
Supporting Effective Instruction State Grants	84.367A	4651U0562501	<u>307,516</u>	<u>-</u>
Student Support and Academic Enrichment Program	84.424	4570U0562501	<u>49,815</u>	<u>-</u>
Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act	84.425U	4621U0562301	73,441	-
Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act ARP Homeless II	84.425U	4599U0562101	45,486	-
Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act ARP	84.425U	4623U0562302	58,221	-
Education Stabilization Fund Under the Coronavirus Aid, Relief and Economic Security Act ARP	84.425U	4604U0562201	416	-
			<u>177,564</u>	<u>-</u>
Total U.S. Department of Education			<u>2,362,504</u>	<u>-</u>
U.S. Department of Health and Human Services Centers for Disease Control and Prevention				
Pass-through State of Vermont Agency of Health and Human Services:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	5H79SP081658-05	<u>4,586</u>	<u>-</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	03420-10148	<u>60,000</u>	<u>-</u>
Total U.S. Department of Health and Human Services Centers for Disease Control and Prevention			<u>64,586</u>	<u>-</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 3,558,542</u>	<u>\$ -</u>

CHAMPLAIN VALLEY SCHOOL DISTRICT

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Champlain Valley 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 the Champlain Valley School District, it is not intended to and does not present the financial position, changes in net position or cash flows of the Champlain Valley School District.

2. Summary of Significant Accounting Policies

- a. Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and/or OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- b. The U.S. Department of Education (USED) has delegated to the State of Vermont Agency of Education the authority to issue indirect cost rates to all Local Education Agencies (LEAs) based on a plan approved by the USED. Therefore, the Champlain Valley School District does not use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.



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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

Board of School Directors
Champlain Valley School District
Shelburne, Vermont

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, business-type activities, each major fund and the aggregate remaining fund information of the Champlain Valley School District, as of and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the Champlain Valley School District's basic financial statements and have issued our report thereon dated April 2, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Champlain Valley 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Champlain Valley School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Champlain Valley 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Champlain Valley School District's financial statements are free of 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*.

Additionally, as part of obtaining reasonable assurance about whether the Champlain Valley School District's financial statements are free of material misstatement, we considered the Champlain Valley School District's internal controls. We did this for the purpose of determining our auditing procedures but not for the purpose of expressing an opinion on the effectiveness of the Champlain Valley School District's internal control over financial reporting or compliance. We provided a separate letter reporting the results of our consideration of internal control to the management of the Champlain Valley School District dated April 2, 2026.

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 organization's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RHR Smith & Company

Buxton, Maine
Vermont Registration No. 092.0000697
April 2, 2026



Proven Expertise & Integrity

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

Board of School Directors
Champlain Valley School District
Shelburne, Vermont

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Champlain Valley School District's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the Champlain Valley School District's major federal programs for the year ended June 30, 2025. The Champlain Valley School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Champlain Valley 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 (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 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 Responsibility section of our report.

We are required to be independent of the Champlain Valley 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 the Champlain Valley 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 the Champlain Valley 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 the Champlain Valley 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 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 the Champlain Valley School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 the Champlain Valley 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 the Champlain Valley 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 the Champlain Valley 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.

Report on Internal Control Over Compliance

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

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

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

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

RHR Smith & Company

Buxton, Maine
Vermont Registration No. 092.0000697
April 2, 2026

CHAMPLAIN VALLEY SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes no
- Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes no

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

Any audit findings disclosed that are required to be reported
In accordance with 2 CFR 200.516(a)? yes no

Identification of major programs:

<u>AL Numbers</u>	<u>Name of Federal Program or Cluster</u>
84.010A	Title I Grants
84.027A & 84.173A	Special Education Cluster (IDEA)

Dollar threshold used to distinguish between type A and B: \$750,000

Auditee qualified as low-risk auditee? yes no

Section II - Financial Statement Findings

None

Section III - Federal Awards Findings and Questioned Costs

None