

BRENTWOOD SCHOOL DISTRICT
ST. LOUIS COUNTY, MISSOURI
AUDITED FINANCIAL STATEMENTS
JUNE 30, 2025

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FINANCIAL SECTION



**Mueller Oberkfell
& Jones, LLC**
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

INDEPENDENT AUDITOR'S REPORT

To the Members of the Board of Education
Brentwood School District

Report on the Audit of Financial Statements

Opinions

We have audited the modified cash basis financial statements of the governmental activities and each major fund of Brentwood School District ("District"), Missouri, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Emphasis of Matter - Basis of Accounting

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Mueller Oberkfell & Jones, LLC".

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

December 8, 2025

BASIC FINANCIAL STATEMENTS

Brentwood School District
Statement of Net Position - Modified Cash Basis
June 30, 2025

	<u>Governmental Activities</u>
Assets	
Cash and Investments	\$ 25,790,719.39
Restricted Cash and Investments	4,886,418.13
Total Assets	<u>\$ 30,677,137.52</u>
Liabilities	
Payroll Liabilities	\$ 206,143.01
Net Position	
Restricted for:	
Student Scholarships	24,387.99
Debt Service	4,862,030.08
Capital Projects	0.06
Unrestricted	<u>25,584,576.38</u>
Total Net Position	<u>30,470,994.51</u>
Total Liabilities and Net Position	<u>\$ 30,677,137.52</u>

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

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

					Net (Expense) Revenue and Changes in Net Position
Functions/Programs	Expenses	Program Revenues			Governmental Activities
		Charges for Services	Operating Grants and Contributions and Debt Proceeds	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 8,880,988.32	\$ -	\$ 519,054.44	\$ -	\$ (8,361,933.88)
Attendance	93,582.05	-	-	-	(93,582.05)
Guidance	624,893.71	-	-	-	(624,893.71)
Health, Psych Speech and Audio	229,733.68	-	-	-	(229,733.68)
Improvement of Instruction	316,172.10	-	15,321.88	-	(300,850.22)
Professional Development	1,347.03	-	-	-	(1,347.03)
Media Services (Library)	229,274.01	-	-	-	(229,274.01)
Board of Education Services	79,111.51	-	-	-	(79,111.51)
Executive Administration	1,898,304.82	-	-	-	(1,898,304.82)
Building Level Administration	1,478,462.19	-	-	-	(1,478,462.19)
Business Central Service	328,301.38	-	-	-	(328,301.38)
Operation of Plant	2,635,959.12	-	-	-	(2,635,959.12)
Security Services	76,483.67	-	-	-	(76,483.67)
Pupil Transportation	138,846.27	3,207.55	-	-	(135,638.72)
Food Services	668,550.50	256,110.94	102,646.38	25,000.00	(284,793.18)
Service Area Direction	129,290.05	-	-	-	(129,290.05)
Other Supporting Services	3,937.20	-	-	-	(3,937.20)
Community Services	1,167,856.37	755,080.29	-	-	(412,776.08)
Capital Outlay	6,698,061.57	-	-	-	(6,698,061.57)
Debt Service:					
Principal Retirement	1,700,000.00	-	-	-	(1,700,000.00)
Interest and Fiscal Charges	1,675,922.00	-	-	-	(1,675,922.00)
Total Governmental Activities	<u>\$ 29,055,077.55</u>	<u>\$ 1,014,398.78</u>	<u>\$ 637,022.70</u>	<u>\$ 25,000.00</u>	<u>(27,378,656.07)</u>
General Revenues:					
Property Taxes, Levied for General Purposes					17,733,118.59
Property Taxes, Levied for Debt Service					4,040,200.05
Other Taxes					2,808,273.09
Prop C - Sales Tax					973,379.26
Federal, State and County Aid Not Restricted to Specific Purposes					106,345.33
Interest and Investment Earnings					1,680,052.42
Miscellaneous					132,430.60
Subtotal, General Revenues					<u>27,473,799.34</u>
Change in Net Position					95,143.27
Net Position July 1, 2024					<u>30,375,851.24</u>
Net Position June 30, 2025					<u>\$ 30,470,994.51</u>

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

Brentwood School District
Balance Sheet - Modified Cash Basis -
All Governmental Funds
June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
ASSETS					
Cash and Investments	\$ 9,086,244.11	\$ 4,687,168.32	\$ -	\$ 12,017,306.96	\$ 25,790,719.39
Restricted Cash and Investments	24,387.99	-	4,862,030.08	0.06	4,886,418.13
Total Assets	<u>\$ 9,110,632.10</u>	<u>\$ 4,687,168.32</u>	<u>\$ 4,862,030.08</u>	<u>\$ 12,017,307.02</u>	<u>\$ 30,677,137.52</u>
LIABILITIES					
Payroll Liabilities	\$ 35,914.87	\$ 170,228.14	\$ -	\$ -	\$ 206,143.01
FUND BALANCES					
Restricted For:					
Debt Service	-	-	4,862,030.08	-	4,862,030.08
Student Scholarships	24,387.99	-	-	-	24,387.99
Capital Projects	-	-	-	0.06	0.06
Committed for:					
Assigned to:					
Capital Projects	-	-	-	12,017,306.96	12,017,306.96
Unassigned	9,050,329.24	4,516,940.18	-	-	13,567,269.42
Total Fund Balances	<u>9,074,717.23</u>	<u>4,516,940.18</u>	<u>4,862,030.08</u>	<u>12,017,307.02</u>	<u>30,470,994.51</u>
Total Liabilities and Fund Balances	<u>\$ 9,110,632.10</u>	<u>\$ 4,687,168.32</u>	<u>\$ 4,862,030.08</u>	<u>\$ 12,017,307.02</u>	<u>\$ 30,677,137.52</u>

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

BRENTWOOD SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis -
All Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Revenues					
Local Sources					
Property Taxes	\$ 15,095,710.15	\$ -	\$ 4,040,200.05	\$ 1,123,537.88	\$ 20,259,448.08
Sales Taxes	608,362.03	365,017.23	-	-	973,379.26
Other Taxes	-	-	-	3,314,250.04	3,314,250.04
Investment Income	656,162.17	-	260,498.73	763,391.52	1,680,052.42
Food Sales	256,110.94	-	-	-	256,110.94
Pupil Activities Income	132,430.60	-	-	-	132,430.60
Community Service	755,080.29	-	-	-	755,080.29
Other Local	548,652.51	-	-	255,431.32	804,083.83
Total Local	18,052,508.69	365,017.23	4,300,698.78	5,456,610.76	28,174,835.46
County Sources					
Fines, Escheats, Etc.	-	11,655.23	-	-	11,655.23
State Assessed Utilities	99,261.38	-	79,426.32	13,466.85	192,154.55
Total County	99,261.38	11,655.23	79,426.32	13,466.85	203,809.78
State Sources					
Basic Formula	-	106,345.33	-	-	106,345.33
State Grants and Contributions	144,218.90	327,967.37	-	-	472,186.27
Total State	144,218.90	434,312.70	-	-	578,531.60
Federal Sources	126,845.43	37,991.00	-	25,000.00	189,836.43
Total Revenues	18,422,834.40	848,976.16	4,380,125.10	5,495,077.61	29,147,013.27
Expenditures					
Current:					
Regular Instruction	953,245.54	7,927,742.78	-	-	8,880,988.32
Attendance	93,582.05	-	-	-	93,582.05
Guidance	183,015.65	441,878.06	-	-	624,893.71
Health, Psych Speech & Audio	229,733.68	-	-	-	229,733.68
Improvement of Instruction	279,392.20	36,779.90	-	-	316,172.10
Professional Development	1,347.03	-	-	-	1,347.03
Media Services	22,598.47	206,675.54	-	-	229,274.01
Board of Education Services	79,111.51	-	-	-	79,111.51
Executive Administration	740,509.15	419,871.76	-	737,923.91	1,898,304.82
Building Level Administration	521,047.84	954,636.70	-	2,777.65	1,478,462.19
Business Central Services	328,301.38	-	-	-	328,301.38
Operation of Plant	2,635,959.12	-	-	-	2,635,959.12
Security Services	76,483.67	-	-	-	76,483.67
Pupil Transportation	138,846.27	-	-	-	138,846.27
Food Service	456,111.42	185,262.77	-	27,176.31	668,550.50
Service Area Direction	129,290.05	-	-	-	129,290.05
Other Supporting Services	3,937.20	-	-	-	3,937.20
Community Services	392,755.56	775,100.81	-	-	1,167,856.37
Capital Outlay	-	-	-	6,698,061.57	6,698,061.57
Debt Service:					
Principal	-	-	1,700,000.00	-	1,700,000.00
Interest and Charges	-	-	1,675,922.00	-	1,675,922.00
Total Expenditures	7,265,267.79	10,947,948.32	3,375,922.00	7,465,939.44	29,055,077.55
Excess (Deficiency) of Revenues Over Expenditures	11,157,566.61	(10,098,972.16)	1,004,203.10	(1,970,861.83)	91,935.72
Other Financing Sources (Uses):					
Transfers	(10,894,156.46)	10,590,344.46	-	303,812.00	-
Trans From Other LEAS Non-Handi	3,207.55	-	-	-	3,207.55
Total Other Financing Sources (Uses)	(10,890,948.91)	10,590,344.46	-	303,812.00	3,207.55
NET CHANGE IN FUND BALANCES	266,617.70	491,372.30	1,004,203.10	(1,667,049.83)	95,143.27
Fund Balances July 1, 2024	8,808,099.53	4,025,567.88	3,857,826.98	13,684,356.85	30,375,851.24
Fund Balances June 30, 2025	\$ 9,074,717.23	\$ 4,516,940.18	\$ 4,862,030.08	\$ 12,017,307.02	\$ 30,470,994.51

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

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Brentwood School District ("District") operates under the regulations pursuant to Section 162.092 RSMo of the Public School Laws of Missouri, which designates a Board of Education to act as the governing authority. The District provides educational services.

As discussed further in Note I, these financial statements are presented on the modified cash basis of accounting. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Principles Determining the Scope of Reporting Entity

The financial statements of the District consist only of the District's funds. The District has no financial accountability for any other governmental entity, since no other entities are considered to be controlled by or dependent on the District. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective board. In addition, the District is not aware of any entity that would exercise such oversight, which would result in the District being considered a component unit of the entity.

Additionally, while the parent-teacher organizations of the District's schools are organizations that provide financial support exclusively to the District, they are not required to be included as a component unit because the amount of financial support provided is of a de minimis nature.

A reporting entity comprises the primary government, component units, and other organizations that are included to ensure that the District's financial statements are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the District. This includes the District's general operations, food service, and student-related activities.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if it appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent of the District in that it approves the budget, the issuance of debt or the levying of taxes.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Accounting

The District's accounts are organized on the basis of legally established funds, each of which is considered a separate accounting entity. Each fund's operations are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses on the modified cash basis of accounting. District resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund types are used by the District:

Governmental Fund

Governmental Funds are those through which most functions of the District are financed. The District's expendable financial resources are accounted for through Governmental Funds. The measurement focus is determined upon changes in the financial position rather than upon net income determination. The following are the District's governmental fund types, each of which the District considers to be a major fund.

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

Special Revenue Fund: The Special Revenue Fund accounts for revenues derived from specific taxes or other earmarked revenue sources. It accounts for expenditures for certified employees involved in administration and instruction, and includes revenues restricted by the State and local tax levy allocations for teacher salaries and certain benefits.

Debt Service Fund: This fund is used to account for the accumulation of resources for and the payment of principal, interest and fiscal charges on long-term debt.

Capital Projects Fund: This fund is used to account for the proceeds of long-term debt, taxes and other revenues restricted for acquisition or construction of major capital assets and all other capital outlay.

Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities present financial information about the District as a whole. These statements include the financial activities of the primary government. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Fiduciary funds are not included in the government-wide financial statements.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Concluded)

Government-Wide Financial Statements (Concluded)

The Statement of Net Position presents the financial condition of the District's governmental activities at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Amounts reported as *program revenues* include (a) charges paid by the students for tuition, fees, or goods and services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as *program revenues* are presented as general revenues and include all property taxes. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or drawing from the District's general revenues.

Fund Financial Statements

The fund financial statements provide information about the District's funds. A balance sheet and statement of revenues, expenditures, and changes in fund balances are presented. The fund financial statements emphasize major governmental funds each displayed in a separate column, and the District considers each of its funds to be major.

Basis of Accounting

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board. This basis of accounting involves modifications to the cash basis of accounting to report in the Statement of Net Position or Balance Sheet cash transactions or events that provide a benefit or result in an obligation, which covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, inventories, receivables, capital assets, deferred outflows, short-term liabilities, long-term liabilities, and deferred inflows arising from cash transactions or events.

This modified cash basis of accounting differs from GAAP primarily because certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected, and other accrued revenue and receivables) and certain liabilities and their related expenses or expenditures (such as accounts payable and expenses for goods or services but not yet paid, and other accrued expenses and liabilities) are not recorded in these financial statements. In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event (such as donated assets and post-employment benefit obligations) are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

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

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pooled Cash and Temporary Investments

Cash resources are combined to form a pool of cash and temporary investments that are managed by the District Treasurer, except resources from the Debt Service Fund, as state law requires these deposits to be separately maintained.

The District may invest in United States Treasury bills, notes, bonds, government agency and instrumental obligations, repurchase agreements collateralized by government securities, time certificates of deposit, bankers' acceptances issued by domestic commercial banks, and commercial paper issued by domestic corporations.

Interest income earned is allocated to contributing funds based on each fund's proportionate share of funds invested. In addition, see Note II, Cash and Investments.

Restricted Cash

Restricted cash represents amounts with limited use by legal requirements that consist of values escrowed for future general obligation bond principal and interest payments in conjunction with the Missouri School District Direct Deposit Program as discussed in Note II.

Fund Balance Reserves

The District reserves those portions of fund balance legally segregated for a specific future use or those portions that do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods.

Fund Balance Classification

Net Position represents the difference between assets and liabilities. Net Position is reported as restricted when there are limitations imposed on its use, either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, laws or regulations of other governments. All other Net Position is reported as unrestricted. The District applies restricted resources first when an expense is incurred for purposes when both restricted and unrestricted Net Position are available.

- Nonspendable Fund Balance consists of funds that cannot be spent due to their form (e.g., inventories and prepaids) or funds that legally or contractually must remain intact. The District did not have any nonspendable resources as of June 30, 2025.
- Restricted Fund Balance consists of funds that are mandated for a specific purpose by external parties, constitutional provisions or enabling legislation. Debt service resources are to be used for future servicing of the District-held bonds and are restricted through debt covenants.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Classification (Concluded)

- Committed Fund Balance consists of funds that are set aside for a specific purpose by the District's highest level of decision-making authority, the Board of Education. Formal action, such as a vote from the Board of Education, must be taken prior to the end of the fiscal year. The same formal action must be taken to remove or change the limitations placed on the funds.
- Assigned Fund Balance consists of funds that are set for a specific purpose by the District's highest level of decision-making authority, the Board of Education or a body or official, such as the Superintendent, who has been given the authority to assign funds. Assigned funds cannot cause a deficit in unassigned fund balance. This classification includes the remaining positive fund balance of all governmental funds except for the General Fund.
- Unassigned Fund Balance consists of excess funds that have not been classified in the previous four categories. All funds in this category are considered spendable resources. This category also provides the resources necessary to meet unexpected expenditures and revenue shortfalls.

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

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

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund	\$ -	\$ 24,387.99	\$ -	\$ -
Special Revenue (Teachers) Fund	-	-	-	-
Debt Service Fund	-	4,862,030.08	-	-
Capital Projects Fund	-	.06	-	12,017,306.96
Total	\$ -	\$ 4,886,418.13	\$ -	\$ 12,017,306.96

Interfund Activity

Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and are either unusual in nature or infrequent in occurrence.

Inventories

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

Compensated Absences

Vacation time is considered an expenditure in the year paid. Amounts that are unpaid and vested in the employee are paid at termination. Vacation time is lost if unused at June 30. If personal time is unused at June 30, it is rolled over to sick leave. Total unpaid personal and sick leave at June 30, 2025, amounted to \$2,193,669.94. These estimates have not been subjected to auditing procedures.

Teachers' Salaries

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

II. CASH AND INVESTMENTS

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

The District participates in the Missouri Securities Investment Program (MOSIP). MOSIP is an external investment pool in which the District's monies are pooled with other school districts' monies to purchase investments that are permitted by state statutes. The District's monies purchase a pro-rata share of the pool. A board of directors composed of Missouri school administrators, school board members, and school business officials provides governance and oversight of MOSIP's operations. The board seeks to maintain a stable net asset value of \$1 per share. At June 30, 2025, the District had \$28,183,294.07 invested through MOSIP.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

II. CASH AND INVESTMENTS (CONTINUED)

SUMMARY OF CARRYING VALUES

The carrying values of deposits and investments shown above are included in the financial statements at June 30, 2025, and reported at cost, are as follows:

TYPE	MATURITIES	FMV
Deposits:		
Cash and Demand Deposits	N/A	\$ 2,493,843.45
Investments:		
External Investment Pool	Less than 1 year	28,183,294.07
Total Deposits and Investments		\$ <u>30,677,137.52</u>

Custodial Credit Risk – Deposits

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

Custodial Credit Risk – Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the District or its agent but not in the government's name. The District has no formal investment policy for custodial credit risk. All investments, evidenced by individual securities, are registered in the name of the District or are of a type not exposed to custodial credit risk.

Investment Interest Rate Risk

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

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

II. CASH AND INVESTMENTS (CONCLUDED)

Investment Credit Risk

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

Description	Financial Institution	Amount	Rating
External Investment Pool	MOSIP	\$ 28,183,294.07	AAAm

Concentration of Investment Credit Risk

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

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

III. TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and are payable by December 31. The county collects the property tax and remits it to the District. The District also receives sales tax collected by the State and remitted based on a prior year weighted average attendance. The District is required to reduce its property tax levy by one half the amount of sales tax estimated to be received in the subsequent calendar year.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

III. TAXES (CONCLUDED)

The assessed valuation of the tangible taxable property for the calendar year 2024, for purposes of local taxation, was \$ 465,428,730.

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

	Unadjusted	Adjusted
General (Incidental) Fund	\$ 3.4509	\$ 3.3589
Special Revenue Fund	0.0000	0.0000
Debt Service Fund	0.8990	0.8990
Capital Projects Fund	0.2500	0.2500
Total	<u>\$ 4.5999</u>	<u>\$ 4.5079</u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2025, aggregated approximately 96.56% of the current assessment computed on the basis of the levy as shown above.

IV. LONG-TERM LIABILITIES

Long-term liability balances and activity of the District's Governmental Activities for the year ended June 30, 2025, were as follows:

	Balance July 1, 2024	Additions	Reductions	Balance June 30, 2025	Amounts Due Within One Year
General Obligation Bonds	\$ 44,525,000.00	\$ -	\$ (1,700,000.00)	\$ 42,825,000.00	\$ 1,674,650.00
Total Long-Term Liabilities	<u>\$ 44,525,000.00</u>	<u>\$ -</u>	<u>\$ (1,700,000.00)</u>	<u>\$ 42,825,000.00</u>	<u>\$ 1,674,650.00</u>

General Obligation Bonds

General obligation bonds payable at June 30, 2025, consist of:

\$29,000,000.00 Original Principal Brentwood School District General Obligations Bonds Series 2020 due in varying annual principal installments ranging from \$575,000 to \$4,105,000 through March 1, 2040. Interest rate varies between 3.00% and 4.00% and is due semiannually on September 1 and March 1 each year. \$ 26,255,000.00

\$6,575,000.00 Original Principal Brentwood School District General Obligations Bonds Series 2019 due in varying annual principal installments ranging from \$375,000 to \$1,500,000 through March 1, 2039. Interest rate varies between 2.00% and 4.00% and is due semiannually on September 1 and March 1 each year. \$ 5,025,000.00

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

IV. LONG-TERM LIABILITIES (CONCLUDED)

\$9,425,000.00 Original Principal Brentwood School District General Obligations Bonds Series 2018 due in varying annual principal installments ranging from \$750,000 to \$1,250,000 through March 1, 2038. Interest rate is 4.00% and is due semiannually on September 1 and March 1 each year.

\$ 9,425,000.00

On December 7, 2016, Brentwood School District refunded a portion of its 2007 General Obligation Bond Refunding Bonds and a portion of the 2009 General Obligation Improvement and Refunding Bonds with details as follows: \$6,228,332.50 for Brentwood School District General Obligation Refunding Bond Series 2016, due in annual principal installments through March 1, 2029. Interest rate is 3.000% and is due semiannually on September 1 and March 1 each year.

\$ 2,120,000.00

\$ 42,825,000.00

Debt service requirements to maturity are:

Fiscal Year Ending June 30,	Principal	Interest	Total
2026	\$ 1,810,000.00	\$ 1,615,600.00	\$ 3,425,600.00
2027	1,925,000.00	1,552,300.00	3,477,300.00
2028	2,050,000.00	1,480,550.00	3,530,550.00
2029	2,185,000.00	1,403,950.00	3,588,950.00
2030	1,575,000.00	1,322,000.00	2,897,000.00
2031-2035	13,610,000.00	5,308,000.00	18,918,000.00
2036-2040	19,670,000.00	2,193,350.00	21,863,350.00
Totals	<u>\$ 42,825,000.00</u>	<u>\$ 14,875,750.00</u>	<u>\$ 57,700,750.00</u>

All of the bond principal and interest payments are paid out of the Debt Service Fund.

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized General Obligation Bonds of a district to 15% of the assessed valuation of the district (including state-assessed railroad and utilities). The District did not exceed the legal debt margin at June 30, 2025. The bond payments are made from the Debt Service Fund.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

V. OPERATING LEASES

On June 8, 2020, the District entered into an operating lease with Sumner One for copier equipment for the District. The lease payments total \$2,838.54 per month for a period of 60 months. These payments are made from the General Fund. This lease elapsed in 2025.

On December 30, 2024, the District entered into an operating lease with Quadient Leasing USA for postage meter equipment. The lease payments total \$126.86 per month for a period of 60 months. These payments are made from the General Fund.

The following is a schedule of the future minimum lease payments under the lease (assuming non - cancellation):

Fiscal Year Ending June 30,	Postage Meter
2026	\$ 1,522.32
2027	1,522.32
2028	1,522.32
2029	1,522.32
2030	380.58
TOTAL	\$ 6,469.86

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

VI. RETIREMENT PLAN

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

General Information about the Pension Plan - PSRS

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

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

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

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

The District's contributions to PSRS were \$1,325,029.10 for the year ended June 30, 2025.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

VI. RETIREMENT PLAN (CONTINUED)

General Information about the Pension Plan - PEERS

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

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

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

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

The District's contributions to PEERS were \$212,437.73 for the year ended June 30, 2025.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

VI. RETIREMENT PLAN (CONCLUDED)

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

- If the June-to-June change in the Consumer Price Index for All Urban Consumers (CPI-U) is less than 2% for one or more consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2%, at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2% cost-of-living increase is granted.
- If the June-to-June change in the CPI-U is greater than or equal to 2%, but less than 5%, a cost-of-living increase of 2% will be granted.
- If the June-to-June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted.
- If the CPI decreases, no COLA is provided.

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

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

The District is exposed to various risks of loss to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District was unable to obtain general liability insurance at a cost it considered to be economically justifiable, and therefore, it joined together with approximately 494 other Missouri Public School Districts and Junior College Districts to form the Missouri United School Insurance Council (MUSIC).

MUSIC is a public entity risk pool currently operating as a common risk management and insurance policy but it pays an assessment to be a member of the self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole. The annual assessment for the District is \$330,264.

The pooling agreement requires the pool to be self-sustaining. The District believes that it is not possible to estimate the range of contingent losses to be borne by the District.

VIII. LITIGATION

At this time, the District is not involved in any litigation.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

IX. INTERFUND TRANSFERS

Transfers between funds for the year ended June 30, 2025, are as follows:

	Transfers In	Transfers Out
General Fund	\$ -	\$ 10,894,156.46
Special Revenue Fund	10,590,344.46	-
Capital Projects Fund	303,812.00	-
Total	<u>\$ 10,894,156.46</u>	<u>\$ 10,894,156.46</u>

Funds were transferred out of the General Fund to pay for teachers' salaries in the Special Revenue Fund and \$162,326 or 7% x SATxWADA transfer to Capital Projects Fund for the year ended June 30, 2025.

X. ST. LOUIS DESEGREGATION PROGRAM

The District was a party to, and bound by, the terms of the Settlement Agreement negotiated in 1983 regarding the St. Louis desegregation case. On October 1, 1991, the District filed a motion for final judgment notifying the Court that it met the required plan ration in September 1991. On November 4, 1991, the District received a final judgment from the U.S. District Court stating that the District had satisfied its inter-district pupil desegregation obligations. The District remains under a voluntary obligation to comply with all terms of the new settlement agreement negotiated in 1999. The Voluntary Inter-District Choice Corporation currently administers the St. Louis Voluntary Inter-district transfer plan. Desegregation aid received for the year ended June 30, 2025, was approximately \$294,635.40.

XI. COLLABORATIVE SCHOOL

The Brentwood Public School District is the Fiscal Agent for the Collaborative School. The Collaborative School is a consortium school consisting of Brentwood School District, The City of Ladue School District and the School District of Clayton to provide an alternative learning school for children within the three districts. All revenue and expenses are run through Brentwood's general ledger as a sub ledger of the General Fund and fund balances are shown as restricted.

XII. POST-EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note VI, the District allows employees who retire from the District to participate in the District's health, dental and vision insurance plans. Upon meeting the retirement requirements per PSRS and PEERS, the employees can elect to participate in the District's plans. The retirees must pay for 100% of their coverage for each plan in which they elect to participate. The premiums are based on a single-blended rate used for both active employees and retirees. The difference between the amount the retiree is required to pay and the actual cost to the District is considered to be a post-employment benefit. The District has not established an irrevocable trust fund for the accumulation of resources for the future payment of benefits under the plan; benefits are paid on a pay-as-you-go basis. A stand-alone financial report is not available for the plan. During the year, approximately 64 retirees participated in the District's insurance plans and paid premiums totaling approximately \$215,311. The District had no former employees that participated in Cobra during the fiscal year ended June 30, 2025.

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

XIII. SUBSEQUENT EVENTS

The District has evaluated events and transactions for potential recognition or disclosure through December 8, 2025, the date the financial statements were available to be issued.

XIV. TAX ABATEMENT

The District is involved, through St. Louis County, in a tax abatement agreement with local businesses under the Urban Redevelopment Corporations under Ch. 353 of the RSMos. Under this program, localities may grant property tax abatements of up to 50% of a business' property tax bill for the purpose of providing Urban Redevelopment Corporations real property tax abatements.

For the year ended June 30, 2025, the District had abated property taxes totaling \$706,547.73 under this program, including the following tax abatement that made up for the entire abatement amount.

- A 51 percent property tax abatement to the Drury Inn Brentwood and Marriott TownePlace Suites under the program described above in the amounts of \$257,667.07 and \$66,892.42, respectively. The abatement amounted to \$324,559.49.
- A property tax abatement to the Evo Apartments in the City of Richmond Heights under the program described above. The abatement amounted to \$381,388.24.

The District is involved, through the State of Missouri, in property tax surcharge receipts. The property tax surcharge was established in 1985 under the Missouri Constitution Article X, Section 6. This is a replacement for revenues lost when tangible personal property merchants' and manufacturers' inventory was exempted from property assessment. These receipts are put into a "Surcharge Pool" and are allocated to each taxing entity within a County. When certain entities enter into tax abatement agreements, these surcharge amounts become abated as well.

For the year ended June 30, 2025, the District had abated surcharge taxes totaling \$1,279.44 under this program, under several surcharge abatements throughout St. Louis County.

OTHER INFORMATION

Brentwood School District
Budgetary Comparison Schedule - Modified Cash Basis - General Fund - Unaudited
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Over (Under)
	Original	Final		Final Budget
Revenues				
Local Sources	\$ 17,787,224.40	\$ 18,052,508.69	\$ 18,052,508.69	\$ -
County Sources	103,000.00	99,261.38	99,261.38	-
State Sources	36,000.00	144,218.90	144,218.90	-
Federal Sources	130,000.00	126,845.43	126,845.43	-
Total Revenues	18,056,224.40	18,422,834.40	18,422,834.40	-
Expenditures				
Current:				
Instruction	847,702.00	953,245.54	953,245.54	-
Attendance	93,000.00	93,582.05	93,582.05	-
Guidance	180,252.00	183,015.65	183,015.65	-
Health, Psych Speech & Audio	227,226.00	229,733.68	229,733.68	-
Improvement of Instruction	353,248.00	279,392.20	279,392.20	-
Professional Development	10,000.00	1,347.03	1,347.03	-
Media Services	25,000.00	22,598.47	22,598.47	-
Board of Education Services	123,400.00	79,111.51	79,111.51	-
Executive Administration	775,837.00	740,509.15	740,509.15	-
Building Level Administration	526,708.00	521,047.84	521,047.84	-
Business Central Services	328,178.00	328,301.38	328,301.38	-
Operation of Plant	2,646,130.00	2,635,959.12	2,635,959.12	-
Security Services	104,500.00	76,483.67	76,483.67	-
Pupil Transportation	147,160.00	138,846.27	138,846.27	-
Food Service	585,800.00	456,111.42	456,111.42	-
Service Area Direction	121,446.00	129,290.05	129,290.05	-
Other Supporting Services	47,113.00	3,937.20	3,937.20	-
Community Services	406,161.00	392,755.56	392,755.56	-
Total Expenditures	7,548,861.00	7,265,267.79	7,265,267.79	-
Revenues Collected Over (Under)				
Expenditures	10,507,363.40	11,157,566.61	11,157,566.61	-
Other Financing Sources (Uses):				
Transfers	(10,004,469.77)	(10,894,156.46)	(10,894,156.46)	-
Trans From Other LEAS Non-Handi	-	3,207.55	3,207.55	-
Total Other Financing				
Sources (Uses)	(10,004,469.77)	(10,890,948.91)	(10,890,948.91)	-
NET CHANGE IN FUND BALANCE	502,893.63	266,617.70	266,617.70	-
Fund Balances July 1, 2024	8,808,099.53	8,808,099.53	8,808,099.53	-
Fund Balances June 30, 2025	\$ 9,310,993.16	\$ 9,074,717.23	\$ 9,074,717.23	\$ -

Brentwood School District
Budgetary Comparison Schedule - Modified Cash Basis - Special Revenue Fund - Unaudited
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Over (Under)
	Original	Final		Final Budget
Revenues				
Local Sources	\$ 353,244.00	\$ 365,017.23	\$ 365,017.23	\$ -
County Sources	7,000.00	11,655.23	11,655.23	-
State Sources	578,896.00	434,312.70	434,312.70	-
Federal Sources	42,000.00	37,991.00	37,991.00	-
Total Revenues	981,140.00	848,976.16	848,976.16	-
Expenditures				
Current:				
Instruction	8,019,268.96	7,927,742.78	7,927,742.78	-
Guidance	441,735.44	441,878.06	441,878.06	-
Improvement of Instruction	49,978.17	36,779.90	36,779.90	-
Media Services	206,060.01	206,675.54	206,675.54	-
Executive Administration	421,401.70	419,871.76	419,871.76	-
Building Level Administration	962,293.84	954,636.70	954,636.70	-
Food Service	184,482.00	185,262.77	185,262.77	-
Community Services	753,821.32	775,100.81	775,100.81	-
Total Expenditures	11,039,041.44	10,947,948.32	10,947,948.32	-
Revenues Collected Over (Under)				
Expenditures	(10,057,901.44)	(10,098,972.16)	(10,098,972.16)	-
Other Financing Sources (Uses):				
Transfers	10,004,469.77	10,590,344.46	10,590,344.46	-
Total Other Financing Sources (Uses)	10,004,469.77	10,590,344.46	10,590,344.46	-
NET CHANGE IN FUND BALANCE	(53,431.67)	491,372.30	491,372.30	-
Fund Balances July 1, 2024	4,025,567.88	4,025,567.88	4,025,567.88	-
Fund Balances June 30, 2025	\$ 3,972,136.21	\$ 4,516,940.18	\$ 4,516,940.18	\$ -

Brentwood School District
Budgetary Comparison Schedule - Modified Cash Basis - Debt Service Fund - Unaudited
For the Year Ended June 30, 2025

	Budgeted Amounts			Over (Under)
	Original	Final	Actual	Final Budget
Revenues				
Local Sources	\$ 4,009,953.96	\$ 4,300,698.78	\$ 4,300,698.78	\$ -
County Sources	78,000.00	79,426.32	79,426.32	-
Total Revenues	4,087,953.96	4,380,125.10	4,380,125.10	-
Expenditures				
Current:				
Debt Service:				
Principal	1,700,000.00	1,700,000.00	1,700,000.00	-
Interest and Charges	1,676,650.00	1,675,922.00	1,675,922.00	-
Total Expenditures	3,376,650.00	3,375,922.00	3,375,922.00	-
Revenues Collected Over (Under)				
Expenditures	711,303.96	1,004,203.10	1,004,203.10	-
Other Financing Sources (Uses):				
Total Other Financing				
Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCE	711,303.96	1,004,203.10	1,004,203.10	-
Fund Balances July 1, 2024	3,857,826.98	3,857,826.98	3,857,826.98	-
Fund Balance June 30, 2025	<u>\$ 4,569,130.94</u>	<u>\$ 4,862,030.08</u>	<u>\$ 4,862,030.08</u>	<u>\$ -</u>

Brentwood School District
Budgetary Comparison Schedule - Modified Cash Basis - Capital Projects Fund - Unaudited
For the Year Ended June 30, 2025

	Budgeted Amounts		Actual	Over (Under)
	Original	Final		Final Budget
Revenues				
Local Sources	\$ 2,013,350.92	\$ 5,456,610.76	\$ 5,456,610.76	\$ -
County Sources	25,000.00	13,466.85	13,466.85	-
Federal Sources	-	25,000.00	25,000.00	-
Total Revenues	2,038,350.92	5,495,077.61	5,495,077.61	-
Expenditures				
Current:				
Executive Administration	798,900.00	737,923.91	737,923.91	-
Building Level Administration	15,000.00	2,777.65	2,777.65	-
Operation of Plant	95,000.00	-	-	-
Food Service	12,000.00	27,176.31	27,176.31	-
Capital Outlay	6,057,604.18	6,698,061.57	6,698,061.57	-
Total Expenditures	6,978,504.18	7,465,939.44	7,465,939.44	-
Revenues Collected Over (Under)				
Expenditures	(4,940,153.26)	(1,970,861.83)	(1,970,861.83)	-
Other Financing Sources (Uses):				
Transfers	-	303,812.00	303,812.00	-
Total Other Financing Sources (Uses)	-	303,812.00	303,812.00	-
NET CHANGE IN FUND BALANCE	(4,940,153.26)	(1,667,049.83)	(1,667,049.83)	-
Fund Balances July 1, 2024	13,684,356.85	13,684,356.85	13,684,356.85	-
Fund Balances June 30, 2025	\$ 8,744,203.59	\$ 12,017,307.02	\$ 12,017,307.02	\$ -

BRENTWOOD SCHOOL DISTRICT
NOTES TO THE BUDGETARY COMPARISON SCHEDULES
YEAR ENDED JUNE 30, 2025

Budgets and Budgetary Accounting

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

1. In accordance with Chapter 67 RSMo, the District adopts a budget for each fund.
2. Prior to June 30, the Superintendent, who serves as the budget officer, submits to the Board of Education a proposed budget for the fiscal year beginning July 1. The proposed budget includes estimated revenues and proposed expenditures for all District funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year.
3. A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Board of Education, the budget document is available for public inspection.
4. Prior to July 1, the budget is legally enacted by a vote of the Board of Education.
5. Subsequent to its formal approval of the budget, the Board of Education has the authority to make necessary adjustments to the budget by formal vote of the Board. Adjustments made during the year are reflected in the budget information included in the financial statements.

Budgeted amounts are as originally adopted on June 18, 2024, and are as finally amended by the Board of Education on June 10, 2025.

6. Budgets are adopted on the modified cash basis of accounting for all governmental funds.

STATE COMPLIANCE SECTION



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

To the Members of the Board of Education
Brentwood School District

Report on Compliance with State Requirements

We have examined management's assertions that the Brentwood School District ("District") complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's records of pupil attendance and other statutory requirements as listed in the Schedule of Selected Statistics for the year ended June 30, 2025.

Management's Responsibility

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

Auditor's Responsibility

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

Opinion on Compliance with State Requirements

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

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

Mueller Oberkfell & Jones, LLC

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

December 8, 2025

BRENTWOOD SCHOOL DISTRICT
COUNTY DISTRICT NUMBER 096-101
SCHEDULE OF SELECTED STATISTICS
YEAR ENDED JUNE 30, 2025

1. CALENDAR (SECTIONS 160.041, 171.029, 171.031, AND 171.033 RSMo)

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
7500	PK	PK	-	7.0000	169	1,158.0000
4040	K	5	-	6.4667	169	1,101.6723
4060	K	5	-	6.4667	169	1,101.6723
3000	6	8	-	6.4667	169	1,067.3723
1050	9	12	-	6.4667	169	1,064.2723

2. ATTENDANCE HOURS

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
7500	PK	2,153.6500	-	-	-	-	2,153.6500
4040	K-5	169,731.7004	45.0000	-	9,962.5501	-	179,739.2505
4060	K-5	238,456.5001	98.0000	-	3,101.2000	4,818.0999	246,473.8000
3000	6-8	146,763.8025	862.0480	-	10,137.7001	1,023.7500	158,787.3006
1050	9-12	156,058.6910	11,079.0251	-	13,636.7530	122.8500	180,897.3191
	Total	713,164.3440	12,084.0731	-	36,838.2032	5,964.6999	768,051.3202

SUMMER SCHOOL HOURS' COLUMN INCLUDES DESEG IN SUMMER HOURS.

See accompanying independent auditor's report.

BRENTWOOD SCHOOL DISTRICT
COUNTY DISTRICT NUMBER 096-101
SCHEDULE OF SELECTED STATISTICS
YEAR ENDED JUNE 30, 2025

3. SEPTEMBER MEMBERSHIP

School Code	Grade Level	Full-Time	Part-Time	Other	Total
7500	PK	2.00	-	-	2.00
4040	K-5	162.00	0.08	10.00	172.08
4060	K-5	231.00	0.12	3.00	234.12
3000	6-8	148.00	0.15	11.00	159.15
1050	9-12	157.00	14.27	14.57	185.84
	Grand Total	700.00	14.62	38.57	753.19

4. JANUARY MEMBERSHIP

School Code	Grade Level	Full-Time	Part-Time	Other	Total
7500	PK	2.00	-	-	2.00
4040	K-5	163.00	0.08	10.00	173.08
4060	K-5	230.00	0.12	3.00	233.12
3000	6-8	147.00	0.15	10.00	157.15
1050	9-12	156.00	11.67	14.57	182.24
	Grand Total	698.00	12.02	37.57	747.59

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

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
1050	21.57	12.71	7.57	2.00	43.85
3000	16.00	4.00	8.00	1.00	29.00
4040	14.00	11.00	9.00	-	34.00
4060	24.00	2.00	3.00	-	29.00
Total	75.57	29.71	27.57	3.00	135.85

See accompanying independent auditor's report.

BRENTWOOD SCHOOL DISTRICT
COUNTY DISTRICT NUMBER 096-101
SCHEDULE OF SELECTED STATISTICS
YEAR ENDED JUNE 30, 2025

6. FINANCE

6.1	The district maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	TRUE
6.2	The district maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	
	Academic Programs Off-Campus	TRUE
	Career Exploration Program – Off Campus	N/A
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	N/A
	Dual enrollment	TRUE
	Homebound instruction	N/A
	Missouri Options	N/A
	Prekindergarten eligible to be claimed for state aid	TRUE
	Remediation	TRUE
	Sheltered Workshop participation	N/A
	Students participating in the school flex program	TRUE
	Traditional instruction (full and part-time students)	TRUE
	Virtual instruction (MOCAP or other option)	TRUE
	Work Experience for Students with Disabilities	N/A
6.3	The district maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	TRUE
6.4	The district maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	TRUE
6.5	As required by Section 162.401, RSMo, a bond was purchased for the District's treasurer in the total amount of	\$ 50,000
6.6	The District's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo and the Missouri Financial Accounting Manual.	TRUE
6.7	The District maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo.	TRUE

See accompanying independent auditor's report.

BRENTWOOD SCHOOL DISTRICT
COUNTY DISTRICT NUMBER 096-101
SCHEDULE OF SELECTED STATISTICS
YEAR ENDED JUNE 30, 2025

6. FINANCE (CONCLUDED)

6.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.	TRUE
6.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the Board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken.	N/A
6.10	The district published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	TRUE
6.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. (Not applicable to charter schools.)	TRUE
6.12	The amount spent for approved professional development committee plan activities was:	\$1,347.03
6.13	The district has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	TRUE

7. TRANSPORTATION (SECTION 163.161, RSMO)

7.1	The District does not operate a transportation system due to its coverage area.	TRUE
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See accompanying independent auditor's report.

BRENTWOOD SCHOOL DISTRICT
SCHEDULE OF STATE FINDINGS
YEAR ENDED JUNE 30, 2025

I. CHAPTER 67 RSMO (BUDGET STATUTE)

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

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

See accompanying independent auditor's report.

INTERNAL CONTROL AND COMPLIANCE SECTION



**Mueller Oberkfell
& Jones, LLC**
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPAS
AMERICAN INSTITUTE OF CPAS

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

To the Members of the Board of Education
Brentwood School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities and each major fund of Brentwood School District ("District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 8, 2025. Our report on the basic financial statements disclosed that, as described in Note I to the financial statements, the District prepares its financial statements on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

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

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

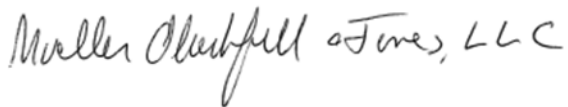
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in dark ink that reads "Mueller Oberkfell & Jones, LLC". The signature is written in a cursive, flowing style.

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

December 8, 2025

BRENTWOOD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2025

I. SUMMARY OF AUDITOR'S RESULTS

A. Financial Statements

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

II. FINANCIAL STATEMENT FINDINGS

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

BRENTWOOD SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

I. FINANCIAL STATEMENT FINDINGS – PRIOR YEAR

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