

# Aberdeen School District No. 58

Year Ended June 30, 2025

## Audited Financial Statements



**ABERDEEN SCHOOL DISTRICT NO. 58**

Table of Contents

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**Financial Section**

Independent Auditor's Report..... 1

**Basic Financial Statements**

*Government-Wide Financial Statements*

Statement of Net Position ..... 5

Statement of Activities ..... 6

*Fund Financial Statements*

Balance Sheet – Governmental Funds..... 7

Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds..... 10

Statement of Fiduciary Net Position..... 13

Statement of Changes in Fiduciary Net Position ..... 14

Notes to Financial Statements ..... 15

**Required Supplementary Information**

Budgetary Comparison Schedule – General and Major Special Revenue Funds..... 28

Schedule of Employer’s Share of Net Pension Asset and Liability and Schedule of Employer Contributions ..... 30

**Supplementary Information**

Combining Balance Sheet – Nonmajor Governmental Funds..... 31

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds..... 37

Schedule of Expenditures of Federal Awards..... 43

**Other Reports and Schedules**

Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*..... 44

Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance ..... 46

**ABERDEEN SCHOOL DISTRICT NO. 58**

Table of Contents

---

Schedule of Findings and Questioned Costs .....	49
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## Independent Auditor's Report

Board of Trustees  
Aberdeen School District No. 58

### Report on the Audit of the Financial Statements

#### *Qualified and Unmodified Opinions*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Aberdeen School District No. 58 (the School) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

#### *Qualified Opinion on the Governmental Activities*

In our opinion, except for the effects of the matter described in the Matter Giving Rise to the Qualified Opinion on the Governmental Activities section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2025, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

#### *Unmodified Opinions on All Other Opinion Units Described Below*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Qualified and Unmodified Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School 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.

### ***Matter Giving Rise to the Qualified Opinion on the Governmental Activities***

Management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accounting principles generally accepted in the United States of America require recognition and measurement of an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses related to the other postemployment benefits as well as note disclosures and required supplementary information. The amount by which the departure would affect net position, assets, liabilities, deferred outflows of resources, deferred inflows of resources, expenses, note disclosures, and required supplementary information has not been determined.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 School'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 Responsibility for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School'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 School's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules and schedule of employer's share of net pension asset and liability and schedule of employer contributions listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not 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, and historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has not included the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not 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, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, 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*, are presented for purposes of additional analysis and are 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 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 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 September 17, 2025, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 School'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 School's internal control over financial reporting and compliance.

### ***Quest CPAs PLLC***

Meridian, Idaho  
September 17 , 2025

**ABERDEEN SCHOOL DISTRICT NO. 58**

## Statement of Net Position

June 30, 2025

	<b>Governmental Activities</b>
<b>Assets</b>	
Current Assets	
Cash & Investments	\$6,424,859
Receivables:	
Local Sources	68,690
State Sources	79,678
Federal Sources	365,278
Total Current Assets	<u>6,938,505</u>
Noncurrent Assets	
Nondepreciable Capital Assets	36,474
Depreciable Net Capital Assets	17,481,217
Total Noncurrent Assets	<u>17,517,691</u>
<b>Total Assets</b>	<u>24,456,196</u>
<b>Deferred Outflows of Resources</b>	
Pension Items	1,415,005
<b>Total Deferred Outflows of Resources</b>	<u>1,415,005</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>\$25,871,201</u>
<b>Liabilities</b>	
Current Liabilities	
Accounts Payable	\$72,297
Salaries & Benefits Payable	944,711
Unspent Grant Allocation	80,176
Accrued Interest	63,050
Long-Term Liabilities, Current	605,605
Total Current Liabilities	<u>1,765,839</u>
Noncurrent Liabilities	
Long-Term Liabilities, Noncurrent	11,787,187
Total Noncurrent Liabilities	<u>11,787,187</u>
<b>Total Liabilities</b>	<u>13,553,026</u>
<b>Deferred Inflows of Resources</b>	
Pension Items	70,983
<b>Total Deferred Inflows of Resources</b>	<u>70,983</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>13,624,009</u>
<b>Net Position</b>	
Net Investment in Capital Assets	8,972,384
Restricted:	
Special Programs	442,444
Debt Service	953,762
Capital Projects	2,888,620
Unrestricted	(1,010,018)
<b>Total Net Position</b>	<u>12,247,192</u>
<b>Total Liabilities and Deferred Inflows of Resources and Net Position</b>	<u>\$25,871,201</u>

See Accompanying Notes

**ABERDEEN SCHOOL DISTRICT NO. 58**

Statement of Activities  
Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Revenue And Changes in Net Position
					Governmental Activities
<b>Governmental Activities</b>					
Instructional Programs					
Elementary School	\$1,415,458		\$187,746		(\$1,227,712)
Secondary School	2,140,751	\$7,578	147,280		(1,985,893)
Vocational-Technical	83,064		83,064		0
Special Education	532,496		192,093		(340,403)
Special Education Preschool	40,813		5,564		(35,249)
Interscholastic	206,172				(206,172)
School Activity	0				0
Summer School	37,904		29,980		(7,924)
Detention Center	242				(242)
Support Service Programs					
Attendance - Guidance - Health	157,714				(157,714)
Special Education Support Services	193,595		31,880		(161,715)
Instruction Improvement	102,665		62,398		(40,267)
Educational Media	130,442				(130,442)
Instruction-Related Technology	300,756		97,186		(203,570)
Board of Education	19,681				(19,681)
District Administration	481,505				(481,505)
School Administration	479,583		11,998		(467,585)
Business Operation	64,522				(64,522)
Administrative Technology	0				0
Buildings - Care	675,454				(675,454)
Maintenance - Buildings & Equipment	241,695				(241,695)
Maintenance - Grounds	41,033				(41,033)
Security	0				0
Pupil-To-School Transportation	396,677				(396,677)
Pupil-Activity Transportation	38,316				(38,316)
General Transportation	13,928				(13,928)
Other Support Services	0				0
Non-Instructional Programs					
Child Nutrition	440,071	3,846	308,952		(127,273)
Community Services	133		133		0
Student Activity	259,292	241,172			(18,120)
Capital Assets	783,202				(783,202)
Capital Assets - Non-Student Occupied	0				0
Debt Service - Principal	0				0
Debt Service - Interest	178,229				(178,229)
<b>Total</b>	<u>\$9,455,393</u>	<u>\$252,596</u>	<u>\$1,158,274</u>	<u>\$0</u>	<u>(8,044,523)</u>
<b>General Revenues</b>					
					1,349,716
Local Taxes					355,570
Other Local Revenues					9,220,727
State Revenues					0
Federal Revenues					(1,159,229)
Pension Revenue (Expense)					<u>9,766,784</u>
<b>Total</b>					
<b>Change in Net Position</b>					
					1,722,261
<b>Net Position - Beginning</b>					
					<u>10,524,931</u>
<b>Net Position - Ending</b>					
					<u>\$12,247,192</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**

Balance Sheet - Governmental Funds

June 30, 2025

	<u>General Fund</u>	<u>Child Nutrition Fund</u>	<u>Bond R &amp; I Fund</u>	<u>School District Modernization Facilities Fund</u>
<b>Assets</b>				
Cash & Investments	\$2,100,058	\$37,593	\$952,802	\$2,630,192
Receivables:				
Local Sources	45,824		19,203	
State Sources	75,908			
Federal Sources				
Due From Other Funds	185,267			
<b>Total Assets</b>	<u>\$2,407,057</u>	<u>\$37,593</u>	<u>\$972,005</u>	<u>\$2,630,192</u>
<b>Liabilities</b>				
Accounts Payable	\$71,002	\$4		
Due To Other Funds				
Salaries & Benefits Payable	797,803	37,589		
Unspent Grant Allocation				
<b>Total Liabilities</b>	<u>868,805</u>	<u>37,593</u>	<u>\$0</u>	<u>\$0</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues	44,267		18,243	
<b>Total Deferred Inflows of Resources</b>	<u>44,267</u>	<u>0</u>	<u>18,243</u>	<u>0</u>
<b>Fund Balances</b>				
Nonspendable				
Restricted:				
Special Programs				
Debt Service			953,762	
Capital Projects				2,630,192
Unassigned	1,493,985			
<b>Total Fund Balances</b>	<u>1,493,985</u>	<u>0</u>	<u>953,762</u>	<u>2,630,192</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$2,407,057</u>	<u>\$37,593</u>	<u>\$972,005</u>	<u>\$2,630,192</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**

Balance Sheet - Governmental Funds

June 30, 2025

	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
	<u>                    </u>	<u>                    </u>
<b>Assets</b>		
Cash & Investments	\$704,214	\$6,424,859
Receivables:		
Local Sources	3,663	68,690
State Sources	3,770	79,678
Federal Sources	365,278	365,278
Due From Other Funds	0	185,267
<b>Total Assets</b>	<u>\$1,076,925</u>	<u>\$7,123,772</u>
 <b>Liabilities</b>		
Accounts Payable	\$1,291	\$72,297
Due To Other Funds	185,267	185,267
Salaries & Benefits Payable	109,319	944,711
Unspent Grant Allocation	80,176	80,176
<b>Total Liabilities</b>	<u>376,053</u>	<u>1,282,451</u>
 <b>Deferred Inflows of Resources</b>		
Unavailable Tax Revenues	0	62,510
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>62,510</u>
 <b>Fund Balances</b>		
Nonspendable	0	0
Restricted:		
Special Programs	442,444	442,444
Debt Service	0	953,762
Capital Projects	258,428	2,888,620
Unassigned	0	1,493,985
<b>Total Fund Balances</b>	<u>700,872</u>	<u>5,778,811</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$1,076,925</u>	<u>\$7,123,772</u>

**Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities**

<b>Total Governmental Fund Balances</b>	\$5,778,811
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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.	17,517,691
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	62,510
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(12,455,842)
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Pension deferred outflows/inflows are not due and payable in the current period and therefore are not reported in the funds.	1,344,022
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<b>Net Position of Governmental Activities</b>	<u><u>\$12,247,192</u></u>
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**ABERDEEN SCHOOL DISTRICT NO. 58**  
Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Governmental Funds  
Year Ended June 30, 2025

	<u>General Fund</u>	<u>Child Nutrition Fund</u>	<u>Bond R &amp; I Fund</u>	<u>School District Modernization Facilities Fund</u>
<b>Revenues</b>				
Local Taxes	\$978,569		\$381,512	
Other Local Revenue	229,822	\$3,846	40,870	\$59,144
State Revenue	6,107,691		333,178	2,779,858
Federal Revenue	5,000	308,952		
<b>Total Revenues</b>	<u>7,321,082</u>	<u>312,798</u>	<u>755,560</u>	<u>2,839,002</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School	1,481,451			
Secondary School	2,375,811			
Vocational-Technical				
Special Education	340,403			
Special Education Preschool	35,249			
Interscholastic	206,172			
School Activity				
Summer School	7,924			
Detention Center	242			
Support Service Programs				
Attendance - Guidance - Health	157,714			
Special Education Support Services	161,715			
Instruction Improvement	41,490			
Educational Media	130,442			
Instruction-Related Technology	225,266			
Board of Education	19,681			
District Administration	481,505			
School Administration	467,585			
Business Operation	64,522			
Administrative Technology				
Buildings - Care	675,454			
Maintenance - Buildings & Equipment	126,446			149,666
Maintenance - Grounds	41,033			
Security				
Pupil-To-School Transportation	396,677			
Pupil-Activity Transportation	38,316			
General Transportation	13,928			
Other Support Services				
Non-Instructional Programs				
Child Nutrition	26,465	413,606		
Community Services				
Student Activity				
Capital Assets				
Capital Assets - Non-Student Occupied				
Debt Service - Principal			545,000	
Debt Service - Interest			225,192	
<b>Total Expenditures</b>	<u>7,515,491</u>	<u>413,606</u>	<u>770,192</u>	<u>149,666</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(194,409)	(100,808)	(14,632)	2,689,336
<b>Other Financing Sources (Uses)</b>				
Transfers In	59,144	9,800		
Transfers Out	(90,168)			(59,144)
<b>Total Other Financing Sources (Uses)</b>	<u>(31,024)</u>	<u>9,800</u>	<u>0</u>	<u>(59,144)</u>
<b>Net Change in Fund Balances</b>	(225,433)	(91,008)	(14,632)	2,630,192
<b>Fund Balances - Beginning</b>	1,719,418	91,008	968,394	0
<b>Fund Balances - Ending</b>	<u>\$1,493,985</u>	<u>\$0</u>	<u>\$953,762</u>	<u>\$2,630,192</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Governmental Funds  
Year Ended June 30, 2025

	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues</b>		
Local Taxes	\$0	\$1,360,081
Other Local Revenue	279,484	613,166
State Revenue	184,862	9,405,589
Federal Revenue	654,460	968,412
<b>Total Revenues</b>	<b>1,118,806</b>	<b>12,347,248</b>
<b>Expenditures</b>		
<b>Instructional Programs</b>		
Elementary School	187,746	1,669,197
Secondary School	148,698	2,524,509
Vocational-Technical	83,064	83,064
Special Education	192,093	532,496
Special Education Preschool	5,564	40,813
Interscholastic	0	206,172
School Activity	0	0
Summer School	29,980	37,904
Detention Center	0	242
<b>Support Service Programs</b>		
Attendance - Guidance - Health	0	157,714
Special Education Support Services	31,880	193,595
Instruction Improvement	61,175	102,665
Educational Media	0	130,442
Instruction-Related Technology	75,490	300,756
Board of Education	0	19,681
District Administration	0	481,505
School Administration	11,998	479,583
Business Operation	0	64,522
Administrative Technology	0	0
Buildings - Care	0	675,454
Maintenance - Buildings & Equipment	115,249	391,361
Maintenance - Grounds	0	41,033
Security	0	0
Pupil-To-School Transportation	0	396,677
Pupil-Activity Transportation	0	38,316
General Transportation	0	13,928
Other Support Services	0	0
<b>Non-Instructional Programs</b>		
Child Nutrition	0	440,071
Community Services	133	133
Student Activity	259,292	259,292
Capital Assets	126,477	126,477
Capital Assets - Non-Student Occupied	0	0
Debt Service - Principal	0	545,000
Debt Service - Interest	0	225,192
<b>Total Expenditures</b>	<b>1,328,839</b>	<b>10,177,794</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(210,033)</b>	<b>2,169,454</b>
<b>Other Financing Sources (Uses)</b>		
Transfers In	80,368	149,312
Transfers Out	0	(149,312)
<b>Total Other Financing Sources (Uses)</b>	<b>80,368</b>	<b>0</b>
<b>Net Change in Fund Balances</b>	<b>(129,665)</b>	<b>2,169,454</b>
<b>Fund Balances - Beginning</b>	<b>830,537</b>	<b>3,609,357</b>
<b>Fund Balances - Ending</b>	<b>\$700,872</b>	<b>\$5,778,811</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Governmental Funds  
Year Ended June 30, 2025

Page 3 of 3

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

**Net Change in Fund Balances - Total Governmental Funds** \$2,169,454

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

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense or allocated over the appropriate term as amortization expense. This is the excess of capital outlays over (under) depreciation/amortization expense in the current period. (507,059)

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. (10,365)

Repayment of long-term liability principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 585,605

In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds. 6,358

Changes in net pension asset/liability and related pension deferred outflows/inflows do not provide or require current financial resources and therefore are not reflected in the funds. (521,732)

**Change in Net Position of Governmental Activities** \$1,722,261

**ABERDEEN SCHOOL DISTRICT NO. 58**

Statement of Fiduciary Net Position

June 30, 2025

	<b>Private Purpose Trust Funds</b>
<b>Assets</b>	
Cash & Investments	\$11,894
<b>Total Assets</b>	<u>\$11,894</u>
<b>Net Position</b>	
Restricted:	
Held in Trust	\$11,894
<b>Total Net Position</b>	<u>\$11,894</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Statement of Changes in Fiduciary Net Position  
Year Ended June 30, 2025

	<b>Private Purpose Trust Funds</b>
<b>Additions</b>	
Contributions	
Investment Income	\$547
<b>Total Additions</b>	547
<b>Deductions</b>	
Scholarships & Supplies	
<b>Total Deductions</b>	0
<b>Change in Net Position</b>	547
<b>Net Position - Beginning</b>	11,347
<b>Net Position - Ending</b>	\$11,894

## ABERDEEN SCHOOL DISTRICT NO. 58

### Notes to Financial Statements

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#### A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Reporting Entity** – Aberdeen School District No. 58 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Bingham County.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to school districts. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

**Basic Financial Statements - Government-Wide Statements** – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**Basic Financial Statements - Fund Financial Statements** – The financial transactions of the School are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

## ABERDEEN SCHOOL DISTRICT NO. 58

### Notes to Financial Statements

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

*General Fund* – The general fund is the School's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

*Special Revenue Funds* – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

*Debt Service Funds* – Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on long term debt. Major debt service funds include the bond redemption and interest fund, which accounts for accumulation of funds for the periodic payment of principal and interest on long term debt.

*Capital Projects Funds* – Capital projects funds are used to account for the acquisition of capital assets. Major capital projects funds include the school district modernization facilities fund, used to account for school facility construction, renovation, and maintenance needs.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support School programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds. Fiduciary funds of the School include:

*Private Purpose Trust Funds* – Private purpose trust funds are used to account for the assets and related income producing and disbursement activities, for which the School acts as a trustee.

**Basis of Accounting** – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

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

The governmental funds 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 (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

**Cash and Investments** – Nearly all the cash and investment balances of the School's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is paid to the general fund unless Idaho Code specifies otherwise. Investments include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent

## ABERDEEN SCHOOL DISTRICT NO. 58

### Notes to Financial Statements

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measurement of investment value amongst pool participants. Investments also include mutual funds in the deferred compensation plan and are stated at fair using quoted market prices (Level 1).

**Receivables** – Receivables are reported net of any estimated uncollectible amounts.

**Inventories** – Material supplies on hand at year end are stated at the lower of cost or net realizable value using the first-in, first-out method.

**Capital Assets and Depreciation** – Capital assets purchased or acquired with an original cost of \$10,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. 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 over the estimated useful lives of all depreciable assets is recorded using the straight line method.

**Leases/SBITAs and Amortization** – Material long-term leases and subscription-based information technology arrangements (SBITAs) are reported in accordance with the provisions of GASB 87 *Leases* and GASB 96 *SBITAs*. When incurred, amortization over the appropriate lease or SBITA term is recorded using the straight-line method.

**Compensated Absences** – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded. Compensated absences will be paid by the fund in which the employee works.

**Other Post-Employment Benefits** – The School does not provide benefits to retired employees other than retirement benefits funded through the Public Employees Retirement System of Idaho. However, certain retired employees can remain on the School insurance policy after retirement if the retired employee pays the average monthly cost. The difference between the age-adjusted monthly cost and the average monthly cost is referred to as an “implicit subsidy” since the medical insurance rate of a retired employee is generally higher than the medical insurance rate of a younger employee. GASB 75 requires that employers have actuarial calculations performed for these other post-employment benefits so that an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses can be recorded in the government-wide financial statements and related notes and required supplementary information can be prepared. Management believes the costs of implementing GASB 75 cannot be justified at this time. Accordingly, the School accounts for the other-post employment benefits for retirees on the pay-as-you-go basis. Other post-employment benefits will be paid by the fund in which the employee works.

**Pensions** – For purposes of measuring the net pension asset/liability and pension revenue/expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the Base Plan’s fiduciary net position have been determined on the same basis as they are reported by the Base Plan. 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. Pension obligations will be paid by the fund in which the employee works.

**Deferred Outflows/Inflows of Resources** – The School’s financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a

## ABERDEEN SCHOOL DISTRICT NO. 58

### Notes to Financial Statements

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future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

**Net Position** – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

**Fund Balance Classifications** – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

**Property Taxes** – The School is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20<sup>th</sup> and June 20<sup>th</sup>. A lien is filed on real property three years from the date of delinquency.

**Contingent Liabilities** – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School expects such amounts, if any, to be immaterial.

**Interfund Activity** – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Custodial Credit Risk** – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning custodial credit risk.

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

**Risk Management** – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

**Nonmonetary Transactions** – Items received via food commodities programs are recognized at their stated fair market value.

**Subsequent Events** – Subsequent events were evaluated through the date of the auditor’s report, which is the date the financial statements were available to be issued.

**B. CASH AND INVESTMENTS**

Cash and investments consist of the following at year end:

	<b>Governmental Funds</b>	<b>Fiduciary Funds</b>	<b>Total</b>
Cash - Deposits	\$385,474	\$11,802	\$397,276
Investments - Local Gov't Investment Pool	6,039,385	92	6,039,477
<b>Total</b>	<b>\$6,424,859</b>	<b>\$11,894</b>	<b>\$6,436,753</b>

**Deposits** – At year end, the carrying amounts of the School's deposits were \$397,276 and the bank balances were \$497,213. Of the bank balances, \$335,726 was insured and the remainder was uninsured and uncollateralized.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

**Interest rate risk:**

<u>Investment Type</u>	<b>Investment Maturity Schedule (In Years)</b>	
	<u>Less Than 1</u>	<u>Total</u>
Local Gov't Invest Pool	\$6,039,477	\$6,039,477
<b>Total</b>	<b>\$6,039,477</b>	<b>\$6,039,477</b>

**Credit rate risk:**

<u>Investment Type</u>	<b>Investment Rating Schedule</b>	
	<u>Not Rated</u>	<u>Total</u>
Local Gov't Invest Pool	\$6,039,477	\$6,039,477
<b>Total</b>	<b>\$6,039,477</b>	<b>\$6,039,477</b>

**Investments** – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer's office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to \$10 million. Withdrawals of \$10 million or more require three business days' notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at [www.sto.idaho.gov](http://www.sto.idaho.gov).

**C. RECEIVABLES**

Receivables consist of the following at year end:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Total</u>
Local Sources				
Other Local Sources		\$3,663		\$3,663
Local Taxes	\$45,824		\$19,203	65,027
<b>Total</b>	<u>\$45,824</u>	<u>\$3,663</u>	<u>\$19,203</u>	<u>\$68,690</u>
State Sources				
Foundation Program	\$75,908			\$75,908
Special Programs		\$3,770		3,770
<b>Total</b>	<u>\$75,908</u>	<u>\$3,770</u>		<u>\$79,678</u>
Federal Sources				
Special Programs		\$365,278		\$365,278
<b>Total</b>		<u>\$365,278</u>		<u>\$365,278</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

**D. CAPITAL ASSETS**

A summary of capital assets for the year is as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
<b>Nondepreciable Capital Assets</b>				
Land	\$36,474			\$36,474
<b>Total</b>	<u>36,474</u>	<u>\$0</u>	<u>\$0</u>	<u>36,474</u>
<b>Depreciable Capital Assets</b>				
Buildings	23,646,087	149,666		23,795,753
Equipment	1,094,666			1,094,666
Transportation	1,371,551	126,477		1,498,028
Subtotal	<u>26,112,304</u>	<u>276,143</u>	<u>0</u>	<u>26,388,447</u>
<b>Accumulated Depreciation</b>				
Buildings	6,262,031	626,587		6,888,618
Equipment	920,346	47,742		968,088
Transportation	941,651	108,873		1,050,524
Subtotal	<u>8,124,028</u>	<u>783,202</u>	<u>0</u>	<u>8,907,230</u>
<b>Total</b>	<u>17,988,276</u>	<u>(507,059)</u>	<u>0</u>	<u>17,481,217</u>
<b>Net Capital Assets</b>	<u>\$18,024,750</u>	<u>(\$507,059)</u>	<u>\$0</u>	<u>\$17,517,691</u>

Depreciation expense of \$783,202 was charged to the capital assets – student occupied program.

**E. LONG-TERM LIABILITIES**

At year end, the School’s bonded debt was as follows:

2016 - \$11,425,000 - general obligation bonds for capital improvements due in annual principal installments and semiannual interest payments, with interest at 2.00% - 4.00% through 2036/37, secured by future taxes, paid through the bond redemption and interest fund	<b><u>Outstanding</u></b>
	<u>\$7,995,000</u>
<b>Total</b>	<u>\$7,995,000</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

Maturities on the bonds are estimated as follows:

<b>Year Ended</b>	<b>Principal</b>	<b>Interest</b>
6/30/26	\$565,000	\$204,870
6/30/27	585,000	181,870
6/30/28	610,000	157,970
6/30/29	635,000	139,420
6/30/30	645,000	126,620
6/30/31-35	3,455,000	408,115
6/30/36-37	1,500,000	39,360
<b>Total</b>	<b>\$7,995,000</b>	<b>\$1,258,225</b>

Changes in long-term liabilities are as follows:

<b>Description</b>	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
2016 G.O. Bonds	\$8,540,000		\$545,000	\$7,995,000	\$565,000
Bond Premium	527,862		40,605	487,257	40,605
Net Pension Liability	4,132,701		222,166	3,910,535	-
<b>Total</b>	<b>\$13,200,563</b>	<b>\$0</b>	<b>\$807,771</b>	<b>\$12,392,792</b>	<b>\$605,605</b>

Interest and related costs during the year amounted to \$178,229 and were charged to the debt service – interest program in the statement of activities.

**F. PENSION PLAN**

*Plan description*

The School contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at [www.persi.idaho.gov](http://www.persi.idaho.gov).

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

*Pension benefits*

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members

## ABERDEEN SCHOOL DISTRICT NO. 58

### Notes to Financial Statements

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become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

#### *Member and employer contributions*

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 74% for public safety. As of June 30, 2024 it was 6.71% for general employees and 9.83% for public safety. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.18% for general employees and 13.26% for public safety. The School's contributions were \$637,497 for the year ended June 30, 2025.

#### *Pension asset/liabilities, pension revenue (expense), and deferred outflows/inflows of resources related to pensions*

At June 30, 2025, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2024, the School's proportion was 0.10454172%.

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

For the year ended June 30, 2025, the School recognized pension revenue (expense) of (\$1,159,229). At June 30, 2025, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$622,593	
Changes in assumptions or other inputs	154,915	
Net difference between projected and actual earnings on pension plan investments		\$70,983
Employer contributions subsequent to the measurement date	637,497	
<b>Total</b>	<u>\$1,415,005</u>	<u>\$70,983</u>

\$637,497 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) in the year ending June 30, 2026.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2023 the beginning of the measurement period ended June 30, 2024 is 4.6 and 4.6 for the measurement period June 30, 2024.

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

<b>Year Ended</b>	
6/30/26	(\$193,008)
6/30/27	(729,129)
6/30/28	125,737
6/30/29	89,875
<b>Total</b>	<u><u>(\$706,525)</u></u>

*Actuarial assumptions*

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

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The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return, net of investment expenses	6.35%
Cost-of-living (COLA) adjustments	1.00%

*Contributing members, service retirement members, and beneficiaries*

General Employees and All Beneficiaries - Males	Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries - Females	Pub-2010 General Tables, increased 21%
Teachers - Males	Pub-2010 Teacher Tables, increased 12%
Teachers - Females	Pub-2010 Teacher Tables, increased 21%
Fire & Police - Males	Pub-2010 Safety Tables, increased 21%
Fire & Police - Females	Pub-2010 Safety Tables, increased 26%
	5% of Fire & Police active member deaths are assumed to be duty related. This assumption was adopted July 1, 2021.
Disabled Members - Males	Pub-2010 Disabled Tables, increased 38%
Disabled Members - Females	Pub-2010 Disabled Tables, increased 36%

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions other than mortality. The total pension liability as of June 30, 2024 is based on the results of an actuarial valuation date of July 1, 2024.

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

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2024.

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	-0.25%
TIPS	10%	-0.30%
Real Estate	8%	3.75%
Private Equity	8%	6.00%

*Discount rate*

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

*Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate.*

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 6.35 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<b>1% Decrease</b>	<b>Current</b>	<b>1% Increase</b>
	<b>(5.35%)</b>	<b>(6.35%)</b>	<b>(7.35%)</b>
School's proportionate share of the net pension liability	<u>\$7,431,234</u>	<u>\$3,910,535</u>	<u>\$1,035,021</u>

*Pension plan fiduciary net position*

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at [www.persi.idaho.gov](http://www.persi.idaho.gov).

*Impact on the School's net position*

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net

**ABERDEEN SCHOOL DISTRICT NO. 58**

Notes to Financial Statements

pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan when deemed necessary), such deficits are not deemed to be of substantial concern.

**G. INTERFUND BALANCES AND TRANSFERS**

Interfund balances at year end consist of the following:

<u>Due To Fund</u>	<u>Due From Fund</u>	
	<u>Nonmajor Governmental</u>	<u>Total</u>
General	\$185,267	\$185,267
<b>Total</b>	<u>\$185,267</u>	<u>\$185,267</u>

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

Interfund transfers during the year consist of the following:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>	<u>Purpose</u>
General	\$59,144	\$90,168	Depreciation, Reimbursement, Support
Child Nutrition	9,800		Support
School District Modernization Facilities		59,144	Reimbursement
Nonmajor Governmental	80,368		Depreciation
<b>Total</b>	<u>\$149,312</u>	<u>\$149,312</u>	

**H. TAX ABATEMENTS**

Idaho counties are authorized by state statute to transact certain property tax activity with property owners in their respective taxing districts. The counties collect the property taxes, then allocate and remit those collections among the taxing districts within the counties. The counties are authorized to cancel or reduce property taxes due to various reasons, including the circuit breaker program, agricultural and other exemptions, and section 63-602NN exemptions under Idaho code for real property improvements.

**ABERDEEN SCHOOL DISTRICT NO. 58**

Budgetary Comparison Schedule -  
General and Major Special Revenue Funds  
Year Ended June 30, 2025

<b>General Fund</b>	<b>Budgeted Amounts (GAAP Basis)</b>		<b>Actual Amounts</b>	<b>Final Budget Variance</b>
	<b>Original</b>	<b>Final</b>		<b>Positive (Negative)</b>
<b>Revenues</b>				
Local Taxes	\$955,000	\$955,000	\$978,569	\$23,569
Other Local Revenue	176,475	176,475	229,822	53,347
State Revenue	6,313,430	6,313,430	6,107,691	(205,739)
Federal Revenue	0	0	5,000	5,000
<b>Total Revenues</b>	<b>7,444,905</b>	<b>7,444,905</b>	<b>7,321,082</b>	<b>(123,823)</b>
<b>Expenditures</b>				
<b>Instructional Programs</b>				
Elementary School	1,566,597	1,566,597	1,481,451	85,146
Secondary School	2,041,947	2,041,947	2,375,811	(333,864)
Vocational-Technical	0	0	0	0
Special Education	403,031	403,031	340,403	62,628
Special Education Preschool	36,591	36,591	35,249	1,342
Interscholastic	184,977	184,977	206,172	(21,195)
School Activity	0	0	0	0
Summer School	3,600	3,600	7,924	(4,324)
Detention Center	735	735	242	493
<b>Support Service Programs</b>				
Attendance - Guidance - Health	160,313	160,313	157,714	2,599
Special Education Support Services	147,718	147,718	161,715	(13,997)
Instruction Improvement	29,600	29,600	41,490	(11,890)
Educational Media	117,817	117,817	130,442	(12,625)
Instruction-Related Technology	116,510	116,510	225,266	(108,756)
Board of Education	28,700	28,700	19,681	9,019
District Administration	1,096,790	1,096,790	481,505	615,285
School Administration	467,641	467,641	467,585	56
Business Operation	105,700	105,700	64,522	41,178
Administrative Technology	2,000	2,000	0	2,000
Buildings - Care	714,297	714,297	675,454	38,843
Maintenance - Buildings & Equipment	270,991	270,991	126,446	144,545
Maintenance - Grounds	56,650	56,650	41,033	15,617
Security	8,000	8,000	0	8,000
Pupil-To-School Transportation	462,667	462,667	396,677	65,990
Pupil-Activity Transportation	36,315	36,315	38,316	(2,001)
General Transportation	21,000	21,000	13,928	7,072
Other Support Services	0	0	0	0
<b>Non-Instructional Programs</b>				
Child Nutrition	1,500	1,500	26,465	(24,965)
Community Services	0	0	0	0
Student Activity	0	0	0	0
Capital Assets	0	0	0	0
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	0	0	0	0
Debt Service - Interest	0	0	0	0
<b>Total Expenditures</b>	<b>8,081,687</b>	<b>8,081,687</b>	<b>7,515,491</b>	<b>566,196 *</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(636,782)</b>	<b>(636,782)</b>	<b>(194,409)</b>	<b>442,373</b>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	59,144	59,144
Transfers Out	(137,800)	(137,800)	(90,168)	47,632 *
<b>Total Other Financing Sources (Uses)</b>	<b>(137,800)</b>	<b>(137,800)</b>	<b>(31,024)</b>	<b>106,776</b>
<b>Net Change in Fund Balances</b>	<b>(774,582)</b>	<b>(774,582)</b>	<b>(225,433)</b>	<b>549,149</b>
<b>Fund Balances - Beginning</b>	<b>1,700,000</b>	<b>1,700,000</b>	<b>1,719,418</b>	<b>19,418</b>
<b>Fund Balances - Ending</b>	<b>\$925,418</b>	<b>\$925,418</b>	<b>\$1,493,985</b>	<b>\$568,567</b>

\*Total expenditures (over) under appropriations are: \$613,828

Budgetary Comparison Schedule -  
 General and Major Special Revenue Funds  
 Year Ended June 30, 2025

	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
<b>Child Nutrition Fund</b>				
<b>Revenues</b>				
Other Local Revenue	\$7,700	\$7,700	\$3,846	(\$3,854)
Federal Revenue	300,000	300,000	308,952	8,952
<b>Total Revenues</b>	<u>307,700</u>	<u>307,700</u>	<u>312,798</u>	<u>5,098</u>
<b>Expenditures</b>				
Non-Instructional Programs				
Child Nutrition	422,486	422,486	413,606	8,880
<b>Total Expenditures</b>	<u>422,486</u>	<u>422,486</u>	<u>413,606</u>	<u>8,880 *</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(114,786)	(114,786)	(100,808)	13,978
<b>Other Financing Sources (Uses)</b>				
Transfers In	7,800	7,800	9,800	2,000
Transfers Out	0	0	0	0 *
<b>Total Other Financing Sources (Uses)</b>	<u>7,800</u>	<u>7,800</u>	<u>9,800</u>	<u>2,000</u>
<b>Net Change in Fund Balances</b>	<u>(106,986)</u>	<u>(106,986)</u>	<u>(91,008)</u>	<u>15,978</u>
<b>Fund Balances - Beginning</b>	<u>106,986</u>	<u>106,986</u>	<u>91,008</u>	<u>(15,978)</u>
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
				<u>\$8,880</u>

*\*Total expenditures (over) under appropriations are:*

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Schedule of Employer's Share of Net Pension Asset and Liability  
and Schedule of Employer Contributions  
PERSI - Base Plan

**Schedule of Employer's Share of Net Pension Asset and Liability\***

<b>Fiscal Year Ended June 30</b>	<b>Employer's Portion of the Net Pension (Asset) Liability</b>	<b>Employer's Proportionate Share of the Net Pension (Asset) Liability</b>	<b>Covered Payroll</b>	<b>Employer's Proportional Share of the Net Pension (Asset) Liability as a Percentage of Covered Payroll</b>	<b>Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset) Liability</b>
2016	0.11256100%	\$1,482,251	\$3,353,363	44.20%	91.38%
2017	0.11456700%	\$2,322,457	\$3,410,117	68.10%	87.26%
2018	0.10979400%	\$1,725,767	\$3,475,890	49.65%	90.68%
2019	0.10670800%	\$1,573,968	\$3,719,194	42.32%	91.69%
2020	0.10950400%	\$1,249,956	\$4,021,215	31.08%	93.79%
2021	0.11292800%	\$2,622,326	\$4,254,270	61.64%	88.22%
2022	0.11399900%	(\$90,034)	\$4,464,542	-2.02%	100.36%
2023	0.11310100%	\$4,454,784	\$4,485,903	99.31%	83.09%
2024	0.10355906%	\$4,132,701	\$4,460,084	92.66%	83.83%
2025	0.10454172%	\$3,910,535	\$4,589,480	85.21%	85.54%

\*As of the measurement date of the net pension (asset) liability.

**Schedule of Employer Contributions**

<b>Fiscal Year Ended June 30</b>	<b>Actuarially Determined Contribution</b>	<b>Contributions in Relation to Actuarially Determined Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Contributions as a Percentage of Covered Payroll</b>
2016	\$340,566	\$340,566	\$0	\$3,008,534	11.32%
2017	\$370,237	\$370,237	\$0	\$3,270,645	11.32%
2018	\$414,393	\$414,393	\$0	\$3,660,716	11.32%
2019	\$419,006	\$419,006	\$0	\$3,701,466	11.32%
2020	\$443,061	\$443,061	\$0	\$3,710,729	11.94%
2021	\$450,099	\$450,099	\$0	\$3,769,673	11.94%
2022	\$523,734	\$523,734	\$0	\$4,386,382	11.94%
2023	\$532,534	\$532,534	\$0	\$4,460,084	11.94%
2024	\$582,405	\$582,405	\$0	\$4,589,480	12.69%
2025	\$637,497	\$637,497	\$0	\$4,729,206	13.48%

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Combining Balance Sheet - Nonmajor Governmental Funds  
June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Blue Cross Foundation</b>	<b>Student Activity</b>	<b>Driver Education</b>	<b>Stem Grant</b>
<b>Assets</b>				
Cash & Investments	\$13	\$272,137	\$13,563	\$3,533
Receivables:				
Local Sources			3,663	
State Sources			3,770	
Federal Sources				
Due From Other Funds				
<b>Total Assets</b>	<b>\$13</b>	<b>\$272,137</b>	<b>\$20,996</b>	<b>\$3,533</b>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable				\$380
Unspent Grant Allocation				
<b>Total Liabilities</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>380</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances</b>				
Nonspendable				
Restricted:				
Special Programs	13	272,137	20,996	3,153
Debt Service				
Capital Projects				
Unassigned				
<b>Total Fund Balances</b>	<b>13</b>	<b>272,137</b>	<b>20,996</b>	<b>3,153</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$13</b>	<b>\$272,137</b>	<b>\$20,996</b>	<b>\$3,533</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Professional Technical</b>	<b>Technology</b>	<b>Substance Abuse</b>	<b>Title I-A ESSA IBP</b>
<b>Assets</b>				
Cash & Investments	\$4,802	\$134,879	\$11,266	
Receivables:				
Local Sources				
State Sources				
Federal Sources				\$129,606
Due From Other Funds				
<b>Total Assets</b>	<b>\$4,802</b>	<b>\$134,879</b>	<b>\$11,266</b>	<b>\$129,606</b>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds				\$66,376
Salaries & Benefits Payable	\$4,802			27,984
Unspent Grant Allocation				35,246
<b>Total Liabilities</b>	<b>4,802</b>	<b>\$0</b>	<b>\$0</b>	<b>129,606</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances</b>				
Nonspendable				
Restricted:				
Special Programs		134,879	11,266	
Debt Service				
Capital Projects				
Unassigned				
<b>Total Fund Balances</b>	<b>0</b>	<b>134,879</b>	<b>11,266</b>	<b>0</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$4,802</b>	<b>\$134,879</b>	<b>\$11,266</b>	<b>\$129,606</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Title I-C ESSA EMC</b>	<b>IDEA Part B 611 School Age 3-21</b>	<b>IDEA Part B 619 Pre-School Age 3-5</b>	<b>School Based Medicaid</b>
<b>Assets</b>				
Cash & Investments				\$5,593
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$15,720	\$102,001	\$3,206	
Due From Other Funds				
<b>Total Assets</b>	<b>\$15,720</b>	<b>\$102,001</b>	<b>\$3,206</b>	<b>\$5,593</b>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds	\$667	\$47,279	\$1,417	
Salaries & Benefits Payable	15,053	35,346	1,586	\$5,593
Unspent Grant Allocation		19,376	203	
<b>Total Liabilities</b>	<b>15,720</b>	<b>102,001</b>	<b>3,206</b>	<b>5,593</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances</b>				
Nonspendable				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Unassigned				
<b>Total Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$15,720</b>	<b>\$102,001</b>	<b>\$3,206</b>	<b>\$5,593</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Title IV-A ESSA SS&amp;AE</b>	<b>Perkins III Professional Technical Act</b>	<b>Title III ESSA ELA</b>	<b>Title II-A ESSA SEI</b>
<b>Assets</b>				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$19,833	\$8,205	\$7,430	\$40,844
Due From Other Funds				
<b>Total Assets</b>	<b>\$19,833</b>	<b>\$8,205</b>	<b>\$7,430</b>	<b>\$40,844</b>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds	\$12,096	\$8,205	\$2,196	\$24,451
Salaries & Benefits Payable	2,268		4,496	8,091
Unspent Grant Allocation	5,469		738	8,302
<b>Total Liabilities</b>	<b>19,833</b>	<b>8,205</b>	<b>7,430</b>	<b>40,844</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances</b>				
Nonspendable				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Unassigned				
<b>Total Fund Balances</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$19,833</b>	<b>\$8,205</b>	<b>\$7,430</b>	<b>\$40,844</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Combining Balance Sheet - Nonmajor Governmental Funds  
June 30, 2025

	Special Revenue Funds		Capital Projects Funds	
	Gear Up	ODP Grant	Bus Depreciation	Plant Facilities Lottery
<b>Assets</b>				
Cash & Investments			\$258,428	
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$38,433			
Due From Other Funds				
<b>Total Assets</b>	\$38,433	\$0	\$258,428	\$0
<b>Liabilities</b>				
Accounts Payable	\$1,291			
Due To Other Funds	22,580			
Salaries & Benefits Payable	3,720			
Unspent Grant Allocation	10,842			
<b>Total Liabilities</b>	38,433	\$0	\$0	\$0
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	0	0	0	0
<b>Fund Balances</b>				
Nonspendable				
Restricted:				
Special Programs				
Debt Service				
Capital Projects			258,428	
Unassigned				
<b>Total Fund Balances</b>	0	0	258,428	0
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	\$38,433	\$0	\$258,428	\$0

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Combining Balance Sheet - Nonmajor Governmental Funds  
June 30, 2025

	<b>Total</b>
<b>Assets</b>	
Cash & Investments	\$704,214
Receivables:	
Local Sources	3,663
State Sources	3,770
Federal Sources	365,278
Due From Other Funds	0
<b>Total Assets</b>	<b>\$1,076,925</b>
 <b>Liabilities</b>	
Accounts Payable	\$1,291
Due To Other Funds	185,267
Salaries & Benefits Payable	109,319
Unspent Grant Allocation	80,176
<b>Total Liabilities</b>	<b>376,053</b>
 <b>Deferred Inflows of Resources</b>	
Unavailable Tax Revenues	0
<b>Total Deferred Inflows of Resources</b>	<b>0</b>
 <b>Fund Balances</b>	
Nonspendable	0
Restricted:	
Special Programs	442,444
Debt Service	0
Capital Projects	258,428
Unassigned	0
<b>Total Fund Balances</b>	<b>700,872</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$1,076,925</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Nonmajor Governmental Funds  
 Year Ended June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Blue Cross Foundation</b>	<b>Student Activity</b>	<b>Driver Education</b>	<b>Stem Grant</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue		\$241,172	\$7,578	\$5,000
State Revenue			7,417	
Federal Revenue				
<b>Total Revenues</b>	<u>\$0</u>	<u>241,172</u>	<u>14,995</u>	<u>5,000</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School				1,448
Secondary School			11,708	5,679
Vocational-Technical				
Special Education				
Special Education Preschool				
Interscholastic				
School Activity				
Summer School				
Detention Center				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity		259,292		
Capital Assets				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>0</u>	<u>259,292</u>	<u>11,708</u>	<u>7,127</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over Expenditures</b>	0	(18,120)	3,287	(2,127)
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	0	(18,120)	3,287	(2,127)
<b>Fund Balances - Beginning</b>	13	290,257	17,709	5,280
<b>Fund Balances - Ending</b>	<u>\$13</u>	<u>\$272,137</u>	<u>\$20,996</u>	<u>\$3,153</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Nonmajor Governmental Funds  
 Year Ended June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Professional Technical</b>	<b>Technology</b>	<b>Substance Abuse</b>	<b>Title I-A ESSA IBP</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue				
State Revenue	\$70,258	\$97,186	\$10,001	
Federal Revenue				\$228,394
<b>Total Revenues</b>	<u>70,258</u>	<u>97,186</u>	<u>10,001</u>	<u>228,394</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School				137,590
Secondary School				77,988
Vocational-Technical	70,258			
Special Education				
Special Education Preschool				
Interscholastic				
School Activity				
Summer School				12,683
Detention Center				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement			8,778	
Educational Media				
Instruction-Related Technology		75,490		
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				133
Student Activity				
Capital Assets				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>70,258</u>	<u>75,490</u>	<u>8,778</u>	<u>228,394</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	0	21,696	1,223	0
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	0	21,696	1,223	0
<b>Fund Balances - Beginning</b>	0	113,183	10,043	0
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$134,879</u>	<u>\$11,266</u>	<u>\$0</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Nonmajor Governmental Funds  
 Year Ended June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Title I-C ESSA EMC</b>	<b>IDEA Part B 611 School Age 3-21</b>	<b>IDEA Part B 619 Pre-School Age 3-5</b>	<b>School Based Medicaid</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$61,628	\$196,249	\$6,253	\$31,734
<b>Total Revenues</b>	<u>61,628</u>	<u>196,249</u>	<u>6,253</u>	<u>31,734</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School	2,607			
Secondary School	20,215			
Vocational-Technical				
Special Education		192,093		
Special Education Preschool			5,564	
Interscholastic				
School Activity				
Summer School	9,696	4,010	689	
Detention Center				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services		146		31,734
Instruction Improvement	25,144			
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration	3,966			
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>61,628</u>	<u>196,249</u>	<u>6,253</u>	<u>31,734</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over Expenditures</b>	0	0	0	0
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	0	0	0	0
<b>Fund Balances - Beginning</b>	0	0	0	0
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Nonmajor Governmental Funds  
 Year Ended June 30, 2025

	<b>Special Revenue Funds</b>			
	<b>Title IV-A ESSA SS&amp;AE</b>	<b>Perkins III Professional Technical Act</b>	<b>Title III ESSA ELA</b>	<b>Title II-A ESSA SEI</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$16,674	\$12,806	\$22,237	\$44,253
<b>Total Revenues</b>	<u>16,674</u>	<u>12,806</u>	<u>22,237</u>	<u>44,253</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School	11,156		22,027	12,918
Secondary School	3,250		210	4,082
Vocational-Technical		12,806		
Special Education				
Special Education Preschool				
Interscholastic				
School Activity				
Summer School	2,268			
Detention Center				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				27,253
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>16,674</u>	<u>12,806</u>	<u>22,237</u>	<u>44,253</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	0	0	0	0
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	0	0	0	0
<b>Fund Balances - Beginning</b>	0	0	0	0
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
 Combining Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Nonmajor Governmental Funds  
 Year Ended June 30, 2025

	<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>	
	<u>Gear Up</u>	<u>ODP Grant</u>	<u>Bus Depreciation</u>	<u>Plant Facilities Lottery</u>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue			\$25,734	
State Revenue				
Federal Revenue	\$31,732	\$2,500		
<b>Total Revenues</b>	<u>31,732</u>	<u>2,500</u>	<u>25,734</u>	<u>\$0</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School				
Secondary School	23,066	2,500		
Vocational-Technical				
Special Education				
Special Education Preschool				
Interscholastic				
School Activity				
Summer School	634			
Detention Center				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration	8,032			
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				115,249
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets			126,477	
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>31,732</u>	<u>2,500</u>	<u>126,477</u>	<u>115,249</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over Expenditures</b>	0	0	(100,743)	(115,249)
<b>Other Financing Sources (Uses)</b>				
Transfers In			80,368	
Transfers Out				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>80,368</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	<u>0</u>	<u>0</u>	<u>(20,375)</u>	<u>(115,249)</u>
<b>Fund Balances - Beginning</b>	<u>0</u>	<u>0</u>	<u>278,803</u>	<u>115,249</u>
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$0</u>	<u>\$258,428</u>	<u>\$0</u>

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2025

	<b>Total</b>
<b>Revenues</b>	
Local Taxes	\$0
Other Local Revenue	279,484
State Revenue	184,862
Federal Revenue	654,460
<b>Total Revenues</b>	<b>1,118,806</b>
<b>Expenditures</b>	
Instructional Programs	
Elementary School	187,746
Secondary School	148,698
Vocational-Technical	83,064
Special Education	192,093
Special Education Preschool	5,564
Interscholastic	0
School Activity	0
Summer School	29,980
Detention Center	0
Support Service Programs	
Attendance - Guidance - Health	0
Special Education Support Services	31,880
Instruction Improvement	61,175
Educational Media	0
Instruction-Related Technology	75,490
Board of Education	0
District Administration	0
School Administration	11,998
Business Operation	0
Administrative Technology	0
Buildings - Care	0
Maintenance - Buildings & Equipment	115,249
Maintenance - Grounds	0
Security	0
Pupil-To-School Transportation	0
Pupil-Activity Transportation	0
General Transportation	0
Other Support Services	0
Non-Instructional Programs	
Child Nutrition	0
Community Services	133
Student Activity	259,292
Capital Assets	126,477
Capital Assets - Non-Student Occupied	0
Debt Service - Principal	0
Debt Service - Interest	0
<b>Total Expenditures</b>	<b>1,328,839</b>
<b>Excess (Deficiency) of Revenues</b>	
<b>Over Expenditures</b>	(210,033)
<b>Other Financing Sources (Uses)</b>	
Transfers In	80,368
Transfers Out	0
<b>Total Other Financing Sources (Uses)</b>	<b>80,368</b>
<b>Net Change in Fund Balances</b>	<b>(129,665)</b>
<b>Fund Balances - Beginning</b>	<b>830,537</b>
<b>Fund Balances - Ending</b>	<b>\$700,872</b>

**ABERDEEN SCHOOL DISTRICT NO. 58**

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2025

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b>US Dept of Agriculture</b>			
<i>Passed Through Idaho Dept of Education:</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	202424/202525N119947	\$52,985
National School Lunch Program*	10.555	202424/202525L119947	255,967
Total Child Nutrition Cluster			<u>308,952</u>
<b>Total US Dept of Agriculture</b>			<u>308,952</u>
<b>US Dept of Education</b>			
<i>Passed Through Idaho Dept of Education:</i>			
Special Education Cluster:			
Special Education - Grants to States	84.027A	H027A250088	196,249
Special Education - Preschool Grants	84.173A	H173A250030	6,253
Total Special Education Cluster			<u>202,502</u>
Title I Grants to Local Educational Agencies	84.010A	S010A240012	228,394
Migrant Education - State Grant Program	84.011A	S011A240012	61,628
Career & Technical Education - Basic Grants to States	84.048A	V048A240012	12,806
Gaining Early Awareness & Readiness for Undergraduate Programs	84.334A	P334S180012	31,732
English Language Acquisition State Grants	84.365A	T365A240012	22,237
Supporting Effective Instruction State Grants	84.367A	S367A240011	44,253
Student Support & Academic Enrichment	84.424A	S424A240013	16,674
COVID-19 - Governor's Emergency Education Relief (GEER) Fund	84.425C	S425C210043/QK28FXUNK7F6	5,000
<b>Total US Dept of Education</b>			<u>625,226</u>
<b>US Dept of Health &amp; Human Services</b>			
<i>Passed Through Idaho Dept of Education &amp; Office of Drug Policy:</i>			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	H79SM083648	2,500
<b>Total US Dept of Health &amp; Human Services</b>			<u>2,500</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$936,678</u>

**NOTES:**

**A. Basis of Presentation** - The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the School 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 School, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School.

**B. Summary of Significant Accounting Policies** - 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, wherein certain types of expenditures are not allowable or are limited as to reimbursement. No awards were passed through to subrecipients. The School has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

\*C. **Nonmonetary Assistance** - Included in the National School Lunch Program award is USDA food commodities stated at a fair market value of \$35,095.



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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 Trustees  
Aberdeen School District No. 58

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Aberdeen School District No. 58 (the School), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated September 17, 2025. In our report, we expressed a qualified opinion on the governmental activities as management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**Report on Internal Control Over Financial Reporting**

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

Our consideration of internal control over financial reporting 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 School'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

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

### ***Quest CPAs PLLC***

Meridian, Idaho  
September 17, 2025



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**Independent Auditor’s Report on Compliance for Each Major Program and on  
Internal Control Over Compliance Required by the Uniform Guidance**

Board of Trustees  
Aberdeen School District No. 58

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Aberdeen School District No. 58’s (the School’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 School’s major federal programs for the year ended June 30, 2025. The School’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 School complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

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

We are required to be independent of the School 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 School’s compliance with the compliance requirements referred to above.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the School'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 School'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 School'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 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 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.

***Quest CPAs PLLC***

Meridian, Idaho  
September 17, 2025

**ABERDEEN SCHOOL DISTRICT NO. 58**  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2025

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**SUMMARY OF AUDITOR'S RESULTS**

**FINANCIAL STATEMENTS**

Type of auditor's report being issued: Unmodified

- Each Major Fund
- Aggreg Remain Fund Info Qualified
- Gov't Activities

*Internal control over financial reporting:*

Material weakness(es) identified? No

Significant deficiency(ies) identified? None reported

Noncompliance material to the financial statements noted? No

**FEDERAL AWARDS**

*Internal control over major programs:*

Material weakness(es) identified? No

Significant deficiency(ies) identified? None reported

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

Any audit findings that are required to be reported in accordance with 2 CFR section 200.516(a)? No

Major program identification:

- a. Child Nutrition Cluster – AL #10.553, 10.555
- b. Special Education Cluster – AL #84.027A, 84.173A

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

Auditee qualified as a low-risk auditee? No