



BYRON CENTER PUBLIC SCHOOLS

Kent County, Michigan

Annual Financial Report

For the year ended June 30, 2025



HUNGERFORD
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FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

October 20, 2025

The Board of Education
Byron Center Public Schools

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Byron Center Public Schools as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Byron Center Public Schools' basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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 Byron Center Public Schools' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 Byron Center Public Schools' 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 Byron Center Public Schools' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Byron Center Public Schools' basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules 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 to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have previously audited, 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, Byron Center Public Schools' basic financial statements as of and for the year ended June 30, 2024, which are not presented with the accompanying financial statements. In our report dated October 9, 2024, we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming statements as a whole. The combining and individual nonmajor fund financial statements and schedules for the year ended June 30, 2024, 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 related directly to the underlying accounting and other records used to prepare the June 30, 2024 basic financial statements. The information was subject to the audit procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the June 30, 2024 combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 20, 2025, on our consideration of Byron Center Public Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Byron Center Public Schools' 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 Byron Center Public Schools' internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Hungerford". The script is cursive and fluid, with the first letter 'H' being particularly large and stylized.

Certified Public Accountants
Grand Rapids, Michigan

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MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Byron Center Public Schools ("the District"), we provide readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

This annual report consists of four parts: Management's Discussion and Analysis (this section), the Basic Financial Statements, Required Supplementary Information, and Supplementary Information. The Basic Financial Statements include two kinds of statements that present different views of the District:

- The first two statements, the Statement of Net Position and the Statement of Activities, are *district-wide financial statements* that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.
 - ♦ *Governmental funds statements* tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.
 - ♦ *Fiduciary funds statements* provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The Basic Financial Statements also include Notes to Financial Statements that explain the information in the Basic Financial Statements and provide more detailed data; Required Supplementary Information includes pension and OPEB information schedules; Other Supplementary Information follows and includes combining and individual fund statements and schedules.

District-wide Statements

The district-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two district-wide statements report the District's net position, and how they have changed. Net position – the difference between the District's assets, and deferred outflows of resources, and liabilities, and deferred inflows of resources – is one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.

To assess the District's overall health, one should consider additional non-financial factors such as changes in the District's property tax-base and the condition of school buildings and other facilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

In the district-wide financial statements, the District's activities are presented as follows:

- *Governmental activities:* The District's basic services are included here, such as regular and special education, instructional support, transportation, administration, community services, food service, and athletics. State aid and property taxes finance most of these activities.

Condensed District-wide Financial Information

The Statement of Net Position provides financial information on the District as a whole.

	2025	2024
Assets		
Current assets	\$ 47,725,108	\$ 52,154,611
Net capital assets	183,751,575	189,782,738
Net OPEB asset	11,760,947	1,472,419
Total Assets	243,237,630	243,409,768
Deferred Outflows of Resources	26,051,028	32,017,331
Liabilities		
Current liabilities	18,576,765	19,215,061
Long-term liabilities	176,570,098	182,127,308
Net pension liability	65,553,276	83,793,396
Total Liabilities	260,700,139	285,135,765
Deferred Inflows of Resources	33,165,742	20,014,419
Net Position		
Net investment in capital assets	10,301,113	14,088,018
Restricted	10,581,885	10,102,531
Unrestricted (deficit)	(45,460,221)	(53,913,634)
Total Net Position	\$ (24,577,223)	\$ (29,723,085)

MANAGEMENT'S DISCUSSION AND ANALYSIS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

The results of the fiscal year's operations for the District as a whole are presented in the Statement of Activities, which shows the change in total net position for the year:

	2025	2024
Program Revenues		
Charges for services	\$ 3,471,237	\$ 3,432,908
Operating grants	24,279,044	24,416,278
General Revenues		
Property taxes	25,398,037	22,544,118
State school aid, unrestricted	33,692,771	34,360,208
Interest and investment earnings	1,397,024	2,102,267
Other	1,459,215	2,685,469
Total Revenues	89,697,328	89,541,248
Expenses		
Instruction	49,663,643	21,009,398
Supporting services	21,988,336	40,730,320
Community services	2,870,038	2,645,905
Food service	3,582,401	3,205,356
Interest on long-term debt	6,389,448	7,619,178
Other	57,600	59,232
Total Expenses	84,551,466	75,269,389
Change in Net Position	5,145,862	14,271,859
Net Position, Beginning of Year	(29,723,085)	(43,994,944)
Net Position, End of Year	\$ (24,577,223)	\$ (29,723,085)

Financial Analysis of the District as a Whole

Total revenues exceeded expenses by \$5.15 million on the Statement of Activities, increasing total net position from a deficit of \$29,723,085 at June 30, 2024 to a deficit of \$24,577,223 at June 30, 2025. Unrestricted net position increased by \$8,453,413, to a deficit of \$45,460,221 at June 30, 2025. The District's net pension liability, including deferred outflows and inflows of resources, decreased by \$4,876,272 during the fiscal year, and its net OPEB asset, including deferred outflows and inflows of resources, decreased by \$4,564,660.

MANAGEMENT'S DISCUSSION AND ANALYSIS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

The District's financial position is the product of various financial transactions, including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation and amortization of capital assets. A large portion of the District's net position reflects investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment, and construction in progress); less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to its students; consequently, they are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's total revenues increased by 0.2% to \$89.7 million. Property taxes and unrestricted State aid accounted for most of the District's revenue, contributing about 65.9% of the total revenue. Another 27.1% came from state and federal aid for specific programs and the remaining 7.0% from fees charged for services, interest earnings, and other local sources.

The total cost of all programs increased by 12.3% to \$84.6 million. The District's expenses are predominantly related to instruction (58.7%) and supporting services (26.0%), which includes various functions such as caring for (pupil services) and transporting students, administrative services, and operation and maintenance services.

- The table below reflects the District's student F.T.E. (full time equivalent) increases over the last 24 years.

September	Increase Student FTE	Percentage Increase
2001	126	5.0%
2002	154	5.8%
2003	92	3.4%
2004	138	4.8%
2005	70	2.3%
2006	74	2.4%
2007	21	0.7%
2008	23	0.7%
2009	85	2.6%
2010	76	2.2%
2011	90	2.6%
2012	100	2.8%
2013	141	3.8%
2014	2	0.0%
2015	96	2.5%
2016	70	1.8%
2017	59	1.5%
2018	188	4.7%
2019	84	2.0%
2020	46	1.1%
2021	140	3.3%
2022	0	0.0%
2023	79	1.8%
2024	57	1.2%

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs.

The District utilizes two kinds of funds:

- *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, a reconciliation is provided in separate statements explaining the relationship (or differences) between them.
- *Fiduciary funds:* The District is the trustee, or fiduciary, for assets that belong to others, such as Private Purpose Scholarship Fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

Financial Analysis of the District's Funds

The District uses funds to record and analyze financial information. Byron Center Public School's funds are described as follows:

Major Funds

General Fund

The General Fund is the District's primary operating fund. The General Fund had total revenues of \$65,208,966, other financing sources of \$237,025, total expenditures of \$63,430,761, and other financing uses of \$172,306. The ending fund balance was \$18,585,191 at June 30, 2025, up from \$16,742,267 at June 30, 2024.

Capital Projects Funds

The District has two major Capital Projects Funds; The Building and Site Sinking and the 2023 Construction Capital Projects funds. The funds had total revenues of \$2,476,755 and total expenditures of \$4,940,590. The major Capital Projects Funds had total ending fund balances of \$12,530,449 at June 30, 2025, down from \$14,994,284 at June 30, 2024.

Nonmajor Funds

Special Revenue Funds

The District operated three Special Revenue Funds during the fiscal year: the Food Service, Community Service, and Student/School Activity funds. The funds had total revenue of \$7,584,944, total other financing sources of \$172,306, total expenditures of \$7,702,191, and total other financing uses of \$125,000. The Special Revenue Funds had total ending fund balances of \$5,469,229 at June 30, 2025, down from \$5,539,170 at June 30, 2024. Of the ending fund balances \$892,031 is attributed to the Food Service Fund, \$3,755,088 is attributed to the Community Service Fund, and \$822,110 is attributed to the Student/School Activity Fund.

Debt Service Funds

The District operates seven Debt Service Funds. The funds had total revenues of \$14,215,989, total other financing sources of \$463,944 (consisting of proceeds from the School Bond Loan Fund), and total expenditures of \$14,547,869. The Debt Service Funds had total ending fund balances of \$261,882 at June 30, 2025, up from \$129,818 at June 30, 2024.

Capital Projects Fund

There are four nonmajor Capital Projects Funds incorporated into the financial statements of the District. The funds had total revenues of \$105,623 and total expenditures of \$2,720,112. The Capital Projects Funds had total ending fund balances of \$3,037,169 at June 30, 2025, down from \$5,651,658 at June 30, 2024.

Fiduciary Funds

Custodial Fund

The Scholarship Funds are operated as a Fiduciary Fund of the District. The assets of these funds are being held for the benefit of the District's students. The Scholarship Fund balance at June 30, 2025 and 2024 was \$13,707 and \$13,093, respectively.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget on three (3) separate occasions. The budget amendments were a result of the following:

- The first budget revision in December 2024 reflected the actual student count and staffing costs based upon actual data in lieu of assumptions. As with all "first" revisions, the assumptions are now supported by factual staffing positions which were unknown at the July 1st budget adoption. The District also adjusted the budget to account for federal funding, state grants, and amounts for local special education.
- The second budget revision in March 2025, refined State Aid revenue, local regional revenue, grants awarded, and the sale of assets. On the expenditure side, the budget was revised for the effects of open enrollment for insurance plans, repairs and maintenance, and expenditures related to awarded grants.
- The third budget revision in June 2025 again refined State Aid revenue, federal revenue, local property tax collections from our three major governmental units, and local regional revenue. On the expenditure side, the refinement of outflows was reviewed and projected.
- This particular year it was determined only three (3) budget revisions were necessary.

Capital Asset and Debt Administration

By the end of 2025, the District had invested \$271.5 million in a broad range of capital assets, including land, school buildings, athletic facilities, vehicles, and administrative offices. (More detailed information about capital assets can be found in Note E in the Notes to Basic Financial Statements.) Total depreciation and amortization expense for the year was \$11.85 million.

At June 30, 2025, the District's investment in capital assets and construction in progress (net of accumulated depreciation and amortization), which decreased by approximately \$6.0 million from the previous year-end, is detailed as follows:

Land	\$ 7,266,787
Construction in progress	998,207
Land improvements	4,946,567
Buildings and additions	163,954,793
Furniture and equipment	4,848,962
Vehicles	1,612,122
Subscription-based IT arrangements	124,137
Net Capital Assets	\$ 183,751,575

Long-term Obligations

At year end, the District had total long-term obligations totaling \$186.2 million, including \$146.2 million of general obligation bonds. (More detailed information about long-term debt can be found in Note F in the Notes to Basic Financial Statements.)

- During the current year, the District borrowed \$463,944 of State School Loan Revolving Fund (SLRF) and accrued interest on related debt in the amount of \$771,353
- The District continued to pay down its debt, retiring \$7,805,000 of outstanding bonds and loans.

The District's underlying rating on the unlimited tax bonds is AA- with a stable outlook by Standard and Poor's. The State limits the amount of general obligation debt that schools can issue to 15 percent of the assessed value of all taxable property within a district's boundaries.

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of several existing circumstances that could significantly affect its financial health in the future:

- The District's student growth count has been beneficial the last twenty (20) years to maintain programs and staff. Student count is a variable that is difficult to predict during challenging economic times. The District utilizes an outside firm (Stanfred & Assoc.) to analyze existing student count and project future student growth for budget purposes. The District received a net 55 new students in October 2024 compared to the first count in October 2023. The District had projected no increase of students, so the increase was greater than anticipated. The enrollment is a result of an additional housing supply and quality educational programs. As a note to the reader, the growth in student count continues to support the District's "Growth and Capacity" study and act upon the student growth via additional educational space at the K-6 grades.
- During 2024-25, the District received a net of \$9,608 per student in State funds in the form of a foundation allowance and local operating taxes. The deduction of \$470 per pupil in fiscal year 2009-10 remains permanently deducted from the State Aid Foundation Allowance. Prior to the "resetting" Byron Center Public Schools received \$7,886 per student, \$1,722 per student increase during the thirteen-year period. Overall, the State Aid Foundation Allowance is not keeping pace with managed costs within the District. During the 2024-25 fiscal year the State Aid Foundation Allowance did not increase and instead remained flat.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Business Office, Byron Center Public Schools, 8542 Byron Center Avenue SW, Byron Center, Michigan 49315. Contact by e-mail: mhathaway@bcpsk12.net. Contact by phone: (616) 878-6100.

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BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

	Governmental Activities
Assets	
Cash	\$ 1,347
Cash equivalents and investments (Note B)	38,767,782
Accounts receivable	10,410
Due from other governmental units (Note C)	8,883,409
Inventory	33,016
Prepaid expenses	29,144
Capital assets not being depreciated (Note E)	8,264,994
Capital assets being depreciated and amortized, net (Note E)	175,486,581
Net OPEB asset (Note H)	11,760,947
Total Assets	243,237,630
Deferred Outflows of Resources	
Loss on advance bond refundings, net	185,340
Deferred pension amounts	22,411,901
Deferred OPEB amounts	3,453,787
Total Deferred Outflows of Resources	26,051,028
Liabilities	
Accounts payable	765,617
Due to other governmental units	1,921,153
Accrued interest payable	1,074,620
Salaries payable	2,665,397
Unearned revenue	2,489,021
Long-term liabilities (Note F):	
Due within one year	9,660,957
Due in more than one year	176,570,098
Net pension liability (Note G)	65,553,276
Total Liabilities	260,700,139

STATEMENT OF NET POSITION (Continued)

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Deferred Inflows of Resources

Deferred pension amounts	\$ 18,165,424
Deferred OPEB amounts	15,000,318
Total Deferred Inflows of Resources	33,165,742

Net Position

Net investment in capital assets	10,301,113
Restricted for:	
Capital projects	5,925,394
Debt service	(812,738)
Community services	3,755,088
Food service	892,031
Student/school activity	822,110
Unrestricted (deficit)	(45,460,221)
Total Net Position	\$ (24,577,223)

STATEMENT OF ACTIVITIES

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes In Net Position
		Charges for Services	Operating Grants	
Governmental Activities				
Instruction	\$ 49,663,643	\$ 200	\$ 18,626,508	\$ (31,036,935)
Supporting services	21,988,336	305,679	2,305,432	(19,377,225)
Community services	2,870,038	2,767,825	207,646	105,433
Food service	3,582,401	397,533	3,139,458	(45,410)
Interest on long-term debt	6,389,448	-	-	(6,389,448)
Other	57,600	-	-	(57,600)
Total Governmental Activities	\$ 84,551,466	\$ 3,471,237	\$ 24,279,044	(56,801,185)
General Revenues				
Taxes:				
Property taxes, levied for general operations				9,318,884
Property taxes, levied for debt service				14,123,280
Property taxes, levied for capital improvements				1,955,873
State school aid, unrestricted				33,692,771
Interest and investment earnings				1,397,024
Other				1,459,215
Total General Revenues				61,947,047
Change in Net Position				5,145,862
Net Position - Beginning of Year				(29,723,085)
Net Position - End of Year				\$ (24,577,223)

BALANCE SHEET GOVERNMENTAL FUNDS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

	General	Building and Site Sinking	2023 Construction	Nonmajor	Total
Assets					
Cash	\$ 700	\$ -	\$ -	\$ 647	\$ 1,347
Cash equivalents and investments (Note B)	16,919,113	6,046,413	6,623,769	9,178,487	38,767,782
Accounts receivable	10,410	-	-	-	10,410
Due from other funds (Note D)	212	-	-	84,294	84,506
Due from other governmental units (Note C)	8,883,402	-	-	7	8,883,409
Inventory	-	-	-	33,016	33,016
Prepaid expenditures	1,500	-	-	27,644	29,144
Total Assets	\$ 25,815,337	\$ 6,046,413	\$ 6,623,769	\$ 9,324,095	\$ 47,809,614
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 277,383	\$ 90,979	\$ 13,016	\$ 384,239	\$ 765,617
Due to other funds (Note D)	30,789	-	-	53,717	84,506
Due to other governmental units	1,873,151	35,738	-	12,264	1,921,153
Salaries payable	2,632,179	-	-	33,218	2,665,397
Unearned revenue	2,416,644	-	-	72,377	2,489,021
Total Liabilities	7,230,146	126,717	13,016	555,815	7,925,694
Fund Balances (Note A)					
Nonspendable	1,500	-	-	60,660	62,160
Restricted	-	4,477,400	6,610,753	8,698,402	19,786,555
Committed	1,672,527	1,442,296	-	-	3,114,823
Assigned	206,833	-	-	-	206,833
Unassigned	16,704,331	-	-	9,218	16,713,549
Total Fund Balances	18,585,191	5,919,696	6,610,753	8,768,280	39,883,920
Total Liabilities and Fund Balances	\$ 25,815,337	\$ 6,046,413	\$ 6,623,769	\$ 9,324,095	\$ 47,809,614

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Total governmental fund balances \$ 39,883,920

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 as assets in
governmental funds. The cost of assets is \$271,468,322
and accumulated depreciation is \$87,716,747. 183,751,575

Net bond refunding losses are not expensed but are amortized
over the life of the new bond issue on the Statement of Activities. 185,340

Long-term liabilities, including bonds payable, are not due and
payable in the current period and therefore are not reported
as liabilities in the funds. Long-term liabilities at year end
consist of:

General obligation bonds	\$ (146,235,000)	
Bond premium, unamortized	(18,584,040)	
Subscription-based IT arrangements	(83,987)	
State school loan revolving fund (including accrued interest)	(18,374,999)	
Accumulated sick leave	(2,953,029)	(186,231,055)

Accrued interest on general obligation bonds is not included
as a liability in governmental funds. (1,074,620)

Net pension liability and related deferred outflows/inflows of
resources are not included as assets/liabilities in governmental
funds:

Net pension liability	(65,553,276)	
Deferred outflows of resources	22,411,901	
Deferred inflows of resources	(18,165,424)	(61,306,799)

Net OPEB asset and related deferred outflows/inflows of
resources are not included as assets/liabilities in governmental
funds:

Net OPEB asset	11,760,947	
Deferred outflows of resources	3,453,787	
Deferred inflows of resources	(15,000,318)	214,416

Total net position - governmental activities \$ (24,577,223)

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STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	General	Building and Site Sinking	2023 Construction	Nonmajor	Total
Revenues					
Local sources	\$ 10,584,255	\$ 2,108,070	\$ 368,685	\$ 18,559,452	\$ 31,620,462
Non-educational entity sources	-	-	-	207,646	207,646
State sources	47,881,148	-	-	1,858,784	49,739,932
Federal sources	1,337,756	-	-	1,280,674	2,618,430
Interdistrict sources	5,405,807	-	-	-	5,405,807
Total Revenues	65,208,966	2,108,070	368,685	21,906,556	89,592,277
Expenditures					
Instruction	39,290,423	-	-	-	39,290,423
Supporting services	23,760,770	3	-	1,038,001	24,798,774
Food service	-	-	-	3,821,001	3,821,001
Community services	284,109	-	-	2,835,712	3,119,821
Payments to other governmental and not-for-profit entities	57,600	-	-	-	57,600
Capital outlay	-	1,720,139	3,220,448	2,720,112	7,660,699
Debt service:					
Principal repayment	34,241	-	-	7,812,106	7,846,347
Interest and fiscal charges	3,618	-	-	6,743,240	6,746,858
Total Expenditures	63,430,761	1,720,142	3,220,448	24,970,172	93,341,523
Excess (Deficiency) of Revenues Over Expenditures	1,778,205	387,928	(2,851,763)	(3,063,616)	(3,749,246)
Other Financing Sources (Uses)					
Proceeds from school bond loan fund	-	-	-	463,944	463,944
Transfers in	125,000	-	-	172,306	297,306
Transfers out	(172,306)	-	-	(125,000)	(297,306)
Other transactions	112,025	-	-	-	112,025
Total Other Financing Sources (Uses)	64,719	-	-	511,250	575,969
Net Change in Fund Balances	1,842,924	387,928	(2,851,763)	(2,552,366)	(3,173,277)
Fund Balances, Beginning of Year	16,742,267	5,531,768	9,462,516	11,320,646	43,057,197
Fund Balances, End of Year	\$ 18,585,191	\$ 5,919,696	\$ 6,610,753	\$ 8,768,280	\$ 39,883,920

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

Net change in fund balances - total governmental funds \$ (3,173,277)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation and amortization expense exceeded capital outlay in the current period:

Capital outlay	\$ 5,826,883	
Depreciation and amortization expense	<u>(11,851,072)</u>	(6,024,189)

In the Statement of Activities, only the loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale(s) increased financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the assets sold/retired. (6,974)

Proceeds from the sale of bonds (including bond premiums), or loans, are an other financing source in the governmental funds, but increase long-term liabilities in the Statement of Net Position.

State school loan revolving fund	(463,944)
----------------------------------	-----------

Bond premiums are amortized over the life of the new bond issue on the Statement of Activities. 1,110,068

Losses on advanced bond refunding are amortized over the life of the new bond issue on the Statement of Activities. (29,910)

Repayment of long-term liabilities is an expenditure in the governmental fund, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities:

General obligation bonds	7,805,000	
Subscription-based IT arrangements	<u>41,347</u>	7,846,347

Interest on long-term liabilities in the Statement of Activities differs from the amount reported on the governmental funds because interest is recorded as an expenditure in the funds when it is due and paid, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues regardless of when it is paid.

General obligation bonds	48,605	
State school loan revolving fund	<u>(771,353)</u>	(722,748)

RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES (Cont.)

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

In the Statement of Net Position, compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures are measured by the amount of finance resources used (essentially, the amounts actually paid). This year the amount of these benefits earned exceeded the amounts used/paid.	\$ (2,830,443)
The changes in net pension liability and related deferred outflows/inflows of resources are not included as revenues/expenditures in governmental funds.	4,876,272
The changes in net OPEB asset and related deferred outflows/inflows of resources are not included as revenues/expenditures in governmental funds.	<u>4,564,660</u>
Total changes in net assets - governmental activities	<u><u>\$ 5,145,862</u></u>

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	Budgeted Amounts			Variance With
	Original	Final	Actual	Final Budget
Revenues				
Local sources	\$ 9,578,952	\$ 10,552,230	\$ 10,584,255	\$ 32,025
State sources	48,364,556	48,084,178	47,881,148	(203,030)
Federal sources	1,407,160	1,398,398	1,337,756	(60,642)
Interdistrict sources	5,316,944	5,571,703	5,405,807	(165,896)
Total Revenues	64,667,612	65,606,509	65,208,966	(397,543)
Expenditures				
Current:				
Instruction:				
Basic programs	35,280,738	33,067,722	32,855,483	212,239
Added needs	6,083,041	6,475,243	6,434,940	40,303
Supporting services:				
Pupil services	4,662,740	4,612,552	4,610,746	1,806
Instructional staff services	1,383,747	1,412,364	1,386,809	25,555
General administrative services	736,227	759,170	698,548	60,622
School administrative services	3,329,033	3,164,845	3,107,371	57,474
Business services	1,135,004	1,513,361	1,528,101	(14,740)
Operation and maintenance services	5,393,516	5,536,420	5,339,020	197,400
Pupil transportation services	3,216,790	3,375,675	3,274,268	101,407
Central services	1,889,943	1,865,933	1,827,897	38,036
Other supporting services	1,835,655	2,024,971	1,988,010	36,961
Community services	178,400	288,846	284,109	4,737
Payments to other governmental and not-for-profit entities	-	57,600	57,600	-
Debt service:				
Principal repayment	32,685	66,066	34,241	31,825
Interest and fiscal charges	5,165	5,565	3,618	1,947
Total Expenditures	65,162,684	64,226,333	63,430,761	795,572
Excess (Deficiency) of Revenues Over Expenditures	(495,072)	1,380,176	1,778,205	398,029
Other Financing Sources (Uses)				
Transfers in	-	125,000	125,000	-
Transfers out	(172,306)	(172,306)	(172,306)	-
Other transactions	-	80,842	112,025	31,183
Total Other Financing Sources (Uses)	(172,306)	33,536	64,719	31,183
Net Change in Fund Balances	(667,378)	1,413,712	1,842,924	429,212
Fund Balances, Beginning of Year	16,742,267	16,742,267	16,742,267	-
Fund Balances, End of Year	\$ 16,074,889	\$ 18,155,979	\$ 18,585,191	\$ 429,212

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

	Private Purpose Trust Fund
Assets	
Cash equivalents (Note B)	\$ 13,707
Liabilities	-
Net Position	
Restricted for: Individuals and organizations	\$ 13,707

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIDUCIARY FUNDS

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	Private Purpose Trust Fund
Additions	
Interest earnings	\$ 314
Donations	900
Total Additions	<u>1,214</u>
Deductions	
Endowment activities - scholarships	<u>600</u>
Change in Net Position	614
Net Position, Beginning of Year	<u>13,093</u>
Net Position, End of Year	<u><u>\$ 13,707</u></u>

NOTES TO BASIC FINANCIAL STATEMENTS

Note A – Summary of Significant Accounting Policies

Byron Center Public Schools (the “District”) was organized under the School Code of the State of Michigan and services a population of approximately 4,562 students. The District is governed by an elected Board of Education consisting of seven members and administered by a Superintendent who is appointed by the aforementioned Board. The District provides a comprehensive range of educational services as specified by state statute and Board of Education policy. These services include elementary education, secondary education, preschool programs, athletic activities, special education, vocational education, community services, and general administrative services. The Board of Education also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America as applicable to school districts. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The District’s significant accounting policies are described below.

1. Reporting Entity

The financial reporting entity consists of a primary government and its component units. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District’s financial statements include the funds of those organizational entities for which its elected governing board is financially accountable.

2. District-wide and Fund Financial Statements

District-wide Financial Statements - The district-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) present financial information about the District as a whole. The reported information includes all of the nonfiduciary activities of the District. The District does not allocate indirect costs and, for the most part, the effect of interfund activity has been removed. These statements are to distinguish between the *governmental* and *business-type activities* of the District. *Governmental activities* normally are supported by taxes and intergovernmental revenues, and are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District does not have any *business-type activities*.

The Statement of Net Position is reported on the full accrual, economic resources basis, which recognizes all long-term assets as well as all long-term debt and obligations. The District’s net position is reported in three parts: investment in capital assets, net of related debt; restricted net position, and unrestricted net position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Property taxes, unrestricted state aid, interest earnings, and other items not included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental and fiduciary funds, even though the latter are excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. The General Fund, the Building and Site Sinking Fund, and the 2023 Construction Capital Projects Fund are the District's major funds. Nonmajor funds are aggregated and presented in a single column.

Fund Financial Statements – Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Fund level statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances. The Balance Sheet reports current assets, current liabilities, and fund balances. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources and uses of current financial resources. This differs from the economic resources measurement focus used to report at the district-wide level. Reconciliations between the two sets of statements are provided separately.

Revenues are recognized when susceptible to accrual, i.e., both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Expenditures are generally recorded when the liability is incurred if they are paid within 60 days after the end of the current fiscal period. The exception to this general rule is that principal and interest on long-term debt is recognized when due.

Revenues susceptible to accrual are property taxes, State aid, federal and interdistrict revenues and investment income. Other revenues are recognized when received. Unearned revenue arises when potential revenue does not meet both the measurable and available criteria for recognition in the current period. Unearned revenue also arises when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of the qualifying expenditures.

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

District-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met.

The State of Michigan utilizes a foundation allowance approach, which provides for a specific annual amount of revenue per student based on a state-wide formula. The foundation allowance is funded from a combination of state and local sources. Revenues from State sources are primarily governed by the School Aid Act and the School Code of Michigan. The state portion of the foundation is provided from the State's School Aid Fund and is recognized as revenues in accordance with State law and accounting principles generally accepted in the United States of America.

Governmental Funds

Governmental funds are those funds through which most school district functions typically are financed. The acquisition, use, and balances of a school district's expendable financial resources and the related current liabilities are accounted for through governmental funds.

General Fund—The General Fund is the general operating fund of a school district. It is used to account for all financial resources, except those required to be accounted for in another fund. Included are all transactions related to the current operating budget.

Special Revenue Funds—Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

School Service Funds—School Service Funds are used to segregate, for administrative purposes, the transactions of a particular activity from regular revenue and expenditure accounts. A school district maintains full control of these funds. The School Service Funds maintained by the District are the Food Service, Community Service, and the Student/School Activity Funds.

Debt Service Funds—Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt (bonds, notes, loans, leases, and school bond loan) principal, interest, and related costs.

Capital Projects Funds—Capital Projects Funds are used to record bond proceeds, property tax revenues or other revenues and the disbursement of monies specifically designated for acquiring new school sites, buildings, equipment and for major remodeling and repairs. The funds are retained until the purpose for which the funds were created has been accomplished. The District currently maintains a 2017 Construction Fund, 2020 Construction Fund, 2022 Technology and Buses Fund, Prevailing Wage Exemption (PWE) Fund, 2023 Construction Fund, and a Building and Site Sinking Fund.

The Capital Projects Funds include capital project activities funded with bonds issued after May 1, 1994. For these capital projects, the District has complied with the applicable provisions of Section 1351a of the State of Michigan's School Code. For capital project activities funded with sinking fund millage, the District has complied with the applicable provisions of Section 1212 (l) of the Revised School Code and the State of Michigan Department of Treasury Numbered Letter 2023-1.

Fiduciary Funds

Fiduciary Funds are used to account for assets held by a school district in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

Trust Funds—Trust Fund net position and results of operations are not included in the district-wide financial statements. Trust funds are reported using the economic resources measurement focus.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted as they are needed.

4. Budgets and Budgetary Accounting

State of Michigan Public Act 621 (the Uniform Budgetary and Accounting Act) requires that the General Fund of a school district be under budgetary control and that both budgeted and actual financial results do not incur a deficit. Byron Center Public Schools has also adopted budgets for its Special Revenue Funds. A school district's General Appropriations Resolution (the "budget") must be adopted before the beginning of each fiscal year. No violations (dollar deviations) from a district's budget may occur without a corresponding amendment to the budget. A school district has the ability to amend the budget provided that the amendment is prior to the occurrence of the deviation and prior to the fiscal year end. A school district may also permit the chief administrative or fiscal officer to execute transfers between line items, within defined dollar or percentage limits, without prior approval of the Board of Education. Expenditures may not legally exceed budgeted appropriations at the function level. All appropriations lapse at the end of the fiscal year.

Byron Center Public Schools utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- Starting in the spring, District administrative personnel and department heads work with the Superintendent and Chief Financial Officer to establish proposed operating budgets for the fiscal year commencing the following July 1.
- In June, preliminary operating budgets are submitted to the Board of Education. These budgets include proposed expenditures and the means of financing them.
- Prior to June 30, a public hearing is held to obtain taxpayer comments on the proposed budgets.
- After the budgets are finalized, the Board of Education adopts an appropriations resolution setting forth the amount of the proposed expenditures and the sources of revenue to finance them.
- The original General and Special Revenue Funds budgets were amended during the year in compliance with State of Michigan Public Act 621 (the Uniform Budgetary and Accounting Act).
- Budgets for the General and Special Revenue Funds were adopted on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America.

5. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budget integration in the governmental funds. There were no substantial encumbrances outstanding at year end.

6. Investments

Investments are recorded at fair value. Investment income is composed of interest and net changes in the fair value of applicable investments.

7. Inventories/Prepaid Items

Inventories are valued at cost (first-in, first-out) and are accounted for using the consumption method. Inventories of the Food Service Fund consist of food, and other nonperishable supplies. Disbursements for inventory-type items are recorded as expenditures at the time of use for each fund. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the district-wide and fund financial statements. The cost of prepaid items is recorded as expenses/expenditures when consumed rather than when purchased.

8. Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles and furniture and equipment, are reported in the district-wide financial statements. Assets having a useful life in excess of one year and whose costs exceed \$10,000 are capitalized. Capital assets are stated at historical cost or estimated historical cost where actual cost information is not available. Donated capital assets are stated at fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend an asset's useful life are not capitalized. Improvements are capitalized and depreciated over the remaining useful life of the related assets.

Land improvements, buildings and improvements, furniture and equipment, vehicles, and subscription-based IT arrangements are depreciated/amortized using the straight-line method over the shorter of the following estimated useful lives/noncancellable contract period:

Land improvements	10 - 20 years
Buildings and improvements	40 - 50 years
Furniture and equipment	3 - 10 years
Vehicles	5 - 10 years
Subscription-based IT arrangements	2 - 5 years

9. Long-term Obligations

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported at the total amount of bonds issued.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

10. Compensated Absences

Compensated absences at the District consist of accumulated vacation and sick leave at June 30, 2025. In accordance with applicable standards, the District accrues a liability for compensated absences when it is more likely than not that the benefit will be realized by the employee, either through future use or payment upon separation from service. As of June 30, 2025, total compensated absences amounted to \$2,953,029.

11. Retirement Plan

Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, were implemented by the District during the fiscal year ended June 30, 2015. These Statements establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit pensions, the Statements identify the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about pensions also are addressed. Distinctions are made regarding the particular requirements for employers based on the number of employers whose employees are provided with pensions through the pension plan and whether pension obligations and pension plan assets are shared. Cost sharing employers are those whose employees are provided with defined benefit pensions through cost-sharing multiple-employer pension plans – pension plans in which the pension obligations to the employees of more than one employer are pooled and plan assets can be used to pay the benefits of the employees of any employer that provides pensions through the pension plan.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Michigan Public School Employees' Retirement System (MPSERS) and additions to/deductions from MPSERS fiduciary net position have been determined on the same basis as they are reported by MPSERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Plan investments are reported at fair value.

12. Postemployment Benefits Other Than Pensions

Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, was implemented by the District during the fiscal year ended June 30, 2018. This Statement establishes standards for recognizing and measuring other postemployment benefits (OPEB) liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB plans, the Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about OPEB are also addressed. Distinctions are made regarding the particular requirements depending upon whether the OPEB plans through which the benefits are provided are administered through trusts that meet specific criteria. Cost-sharing employers are those whose employees are provided with defined benefit OPEB through cost-sharing multiple-employer OPEB plans—OPEB plans in which the OPEB obligations to the employees of more than one employer are pooled and plan assets can be used to pay the benefits of the employees of any employer that provides OPEB through the OPEB plan.

For purposes of measuring the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Michigan Public School Employees' Retirement System (MPERS) and additions to/deductions from MPERS fiduciary net position have been determined on the same basis as they are reported by MPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Plan investments are reported at fair value.

13. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has three such items that qualify for reporting in this category: the deferred charge on a previous year's bond refunding, the deferred outflows of resources relating to the recognition of net pension liability on the financial statements and the deferred outflows of resources relating to the recognition of net OPEB asset on the financial statements.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has two types of items that qualify for reporting in this category: the deferred inflows of resources relating to the recognition of net pension liability on the financial statements and the deferred inflows of resources relating to the recognition of net OPEB asset on the financial statements.

14. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition or construction of those assets. Net position is reported as restricted when there are limitations imposed on their use either through legislation or through external restrictions imposed by creditors, grantors, laws, or regulations from other governments.

15. Fund Balances

As of July 1, 2010, the District adopted Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*. The stated objective of GASB Statement No. 54 is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds, detailed as follows:

- Nonspendable – resources that cannot be spent because they are either (a) not in spendable form (inventories and prepaid amounts) or (b) legally or contractually required to be maintained intact (the principal of a permanent fund).

- Restricted – resources that cannot be spent because of (a) constraints externally imposed by creditors (debt covenants), grantors, contributors, or laws or regulations or (b) imposed by law through constitutional provisions or enabling legislation and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.
- Committed – resources that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority (Board of Education). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified uses by taking the same type of action it employed to previously commit those amounts. Committed fund balance does not lapse at year end.
- Assigned – resources that are constrained by the government's *intent* to be used for specific purposes but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body or official to which the governing body has designated the authority to assign amounts to be used for specific purposes. Byron Center Public Schools' Board of Education has delegated authority to assign fund balances for a specific purpose to the CFO. Assigned fund balance does not lapse at year end.
- Unassigned – unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

Byron Center Public Schools has established a policy for its use of unrestricted fund balance amounts, and the District considers that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

The District's Unassigned General Fund Balance will be maintained to provide the District with sufficient working capital and a margin of safety to address local and regional emergencies without unnecessary borrowing. The Unassigned General Fund Balance may only be appropriated by resolution of the Board of Education. It is recognized that it will not always be possible to avoid borrowing to provide cash flow.

The Board recognizes that good fiscal management comprises the foundational support of the entire District. To make that support as effective as possible, the Board intends to maintain a fund balance of 10% of the District General Fund annual operating expenditures.

16. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund financial statements are reported as other financing sources/uses.

17. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Note B – Cash Equivalents and Investments

The State of Michigan allows a political subdivision to authorize its Treasurer or other chief fiscal officer to invest surplus funds belonging to and under the control of the entity as follows:

- Bonds, bills, or notes of the United States; obligations, the principal and interest of which are fully guaranteed by the United States; or obligations of the State.
- Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a financial institution, but only if the financial institution is a state or nationally chartered bank or a state or federally chartered savings and loan association, savings bank, or credit union whose deposits are insured by an agency of the United States government and that maintains a principal office or branch office located in this State under the laws of this State or the United States.
- Commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and that matures not more than 270 days after the date of the purchase.
- Securities issued or guaranteed by agencies or instrumentalities of the United States government.
- United States government or Federal agency obligation repurchase agreements.
- Banker's acceptances issued by a bank that is a member of the Federal Deposit Insurance Corporation.
- Mutual funds composed entirely of investment vehicles which are legal for direct investment by a school district in Michigan.
- Investment pools, as authorized by the Surplus Funds Investment Pool Act, Act No. 367 of the Public Acts of 1982, being sections 129.11 to 129.118 of the Michigan Compiled Laws, composed entirely of instruments that are legal for the direct investment by a school district in Michigan.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Balances at June 30, 2025 related to cash equivalents and investments are detailed in the Basic Financial Statements as follows:

Statement of Net Position:	
Governmental activities	\$ 38,767,782
Statement of Fiduciary Net Position:	
Fiduciary activities	<u>13,707</u>
	<u>\$ 38,781,489</u>

Cash Equivalents

Depositories actively used by the District during the year are detailed as follows:

1. United Bank
2. Salt Lake City Bank

Cash equivalents consist of bank interest-earning accounts. United Bank is utilized by all funds of the District. Salt Lake City Bank is used to pay referees in the District's athletics programs.

Balances at June 30, 2025 related to cash equivalents are detailed in the Basic Financial Statements as follows:

Cash equivalents	<u>\$ 15,143,340</u>
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Custodial Credit Risk Related to Bank Deposits

Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to the District. Protection of District deposits is provided by the Federal Deposit Insurance Corporation. At year end, the carrying amount of the District's cash equivalents was \$15,143,340 and the bank balance was \$14,605,188. The District's deposits are fully protected by the Federal Deposit Insurance Corporation through the use of placing deposits at other financial institutions through IntraFi Cash Service Deposit Placement.

Investments

As of June 30, 2025, the District had the following investments:

Michigan Liquid Asset Fund Plus (MILAF+) – Cash Management	\$ 6,744,146
Michigan Liquid Asset Fund Plus (MILAF+) – MAX Class	<u>16,894,003</u>
	<u>\$ 23,638,149</u>

The Michigan Liquid Asset Fund Plus (MILAF+) is an external pooled investment fund that includes qualified investments in accordance with the applicable sections of the School Code. MILAF+ is not regulated or registered with the Securities Exchange Commission. The MILAF+ Fund is carried at amortized cost and was rated AAAM by Standard & Poor's rating agency. The MILAF+ MAX Class requires a 14-day redemption notice.

Custodial Credit Risk Related to Investments

Custodial credit risk is the risk that, in the event of a failure of the counterparty, the District may not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District minimizes custodial credit risk by limiting investments to the types of securities allowed by State statute, and pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the District will do business. At June 30, 2025, the District had no investments that were subject to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The District's investment policy does not specifically address credit risk but minimizes its credit risk by limiting investments to the types allowed by the State.

Interest Rate Risk

In accordance with its investment policy, the District will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market, and, investing operating funds primarily in shorter-term securities, liquid asset funds, money market funds, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements. The District's investment policy requires that maturities do not exceed two years.

Concentration of Credit Risk

The District minimizes concentration of credit risk, which is the risk of loss attributed to the magnitude of the District's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized. The District's investment policy places no restrictions on the amount or percentage that may be invested in any one type of security. Excluding pooled investments, no single investment exceeded 5% of total investments at June 30, 2025.

Foreign Currency Risk

The District is not authorized to invest in investments which have this type of risk.

Note C – State School Aid/Property Taxes

On March 15, 1994, the voters of the State of Michigan approved Proposal A, which increased the State Sales and Use Tax rates from 4% to 6% and established a State Education Tax at a rate of 6 mills on all property, except that which is exempt by law from ad valorem property taxes, and dedicated the additional revenues generated to Michigan school districts.

These additional State revenues pass through to Michigan school districts in the form of a per pupil "Foundation Allowance" paid on a "blended count" of District pupil membership in February 2024 and October 2024. The 2024-25 "Foundation Allowance" for Byron Center Public Schools was \$9,608 for 4,555 "Full Time Equivalent" students, generating \$48,295,857 in state aid payments to the District of which \$8,475,608 was paid to the District in July and August 2025 and included in "Due From Other Governmental Units" of the General Fund and Food Service Special Revenue Fund.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Property taxes for the District are levied July 1 and December 1 (the tax lien date) under a split-levy system by the City of Wyoming, the Townships of Byron and Dorr, and the Charter Township of Gaines, and are due 75 days after the levy date. The taxes are then collected by each governmental unit and remitted to the District. The Counties of Kent and Allegan, through their Delinquent Tax Revolving Fund, advance all delinquent real property taxes at March 1 to the District each year prior to June 30.

Section 1211(1) of 1993 PA 312 states that beginning in 1994, the board of a school district shall levy not more than 18 mills, if approved by voters, for school operating purposes, or the number of mills levied in 1993, whichever is less, on non-homestead property only, in order to be eligible to receive funds under the State School Aid Act of 1979. After 1996, electors may approve a 3 mill "Local Enhancement Millage" which must be shared between all local districts in each respective county intermediate district.

As Byron Center Public Schools' electors had previously (May 7, 2019) approved an operating millage extension, the 18 mill non-homestead property tax was levied in the District in 2024.

The District levied 7.0 mills in 2024 for debt service purposes and 0.9694 mills for building and site, applied on all taxable property in the District.

Taxable property in the District is assessed initially at 50% of true cash value by the assessing officials of the various units of government that comprise the District. These valuations are then equalized by the county and finally by the State of Michigan, generating the State Equalized Valuation. Taxable valuation increases will be limited, or capped (known as capped valuation), at 5% or the rate of inflation, whichever is less. With the implementation of Proposal A and Public Act 36, taxable property is now divided into two categories: PRE and NPRE.

A principal residence exemption property (PRE) is exempt from the 18 mill "School Operating" tax. It is not exempt from the 6 mill "State Education" tax, any voted "Local Enhancement Millage" nor any additional voted millage for the retirement of debt.

Non-principal residence exemption property (NPRE) is subject to all District levies. However, since Public Act 36, establishing the Michigan Business Tax, was signed into law, Public Acts 37-40 of 2007 now exempt Industrial Personal Property from the 6 mill State Education Tax and up to 18 mills of local school district operating millage (includes property under Industrial Facilities Tax exemptions); and exempt Commercial Personal Property from up to 12 mills of local school district operating millage (exceptions may apply).

The District is subject to tax abatements granted by the County of Kent with local businesses under the Plant Rehabilitation and Industrial Development Districts Act, (known as the Industrial Facilities Exemption) PA 198 of 1974, as amended, provides a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assists in the building of new facilities, and promotes the establishment of high-tech facilities. An Industrial Facilities Exemption (IFE) certificate entitles the facility to exemption from ad valorem real and/or personal property taxes for a term up to 12 years as determined by the local unit of government. The agreements entered into by each local unit include claw back provisions should the recipient of the tax abatement fail to fully meet its commitments, such as employment levels and timelines for relocation. The tax abated property taxes are calculated by applying half the local property tax millage rate on the total IFT taxable value. This amounts to a reduction in property tax revenue of approximately 50%.

For the year ended June 30, 2025, the District's property tax revenues were reduced by approximately \$172,531 under these agreements.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Note D – Interfund Transfers and Receivables/Payables

Amounts due from/to other funds representing interfund receivables and payables for cash flow advances at June 30, 2025 are detailed as follows:

	Due From	Due To
Major Funds		
General Fund:		
Special Revenue Funds:		
Food Service	\$ -	\$ 1
Community Service	212	-
Student/School Activity	-	30,788
Total Major Funds	212	30,789
Nonmajor Funds		
Special Revenues Funds:		
Food Service:		
General Fund	1	-
Community Service	11,949	-
Student/School Activity:		
General Fund	30,788	-
Community Service:		
General Fund	-	212
Food service	-	11,949
Debt Service Funds:		
2017 Debt:		
2019 SBLF Refunding	-	41,556
2019 SBLF Refunding:		
2017 Debt	41,556	-
Total Nonmajor Funds	84,294	53,717
Total All Funds	\$ 84,506	\$ 84,506

NOTES TO BASIC FINANCIAL STATEMENTS

Interfund transfers during the year ended June 30, 2025 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds		
General Fund:		
Special Revenue Funds:		
Community Service	\$ 125,000	\$ 172,306
Nonmajor Funds		
Special Revenue Funds:		
Community Service:		
General Fund	172,306	125,000
Total All Funds	<u>\$ 297,306</u>	<u>\$ 297,306</u>

Interfund transfers are essential to maintain the different funds of the District. The transfers assist the fund with cash flow, payroll, and employee benefits. The District’s intent is to appropriate expenditures to these funds on an actual basis to show the true costs of operation for these programs. By making the interfund transfers these expenditures can be allocated to each program as they occur.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Note E – Capital Assets

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

	Balances July 1, 2024	Additions	Deductions	Balances June 30, 2025
Capital assets not being depreciated:				
Land	\$ 7,266,787	\$ -	\$ -	\$ 7,266,787
Construction in progress	13,236,585	3,966,245	16,204,623	998,207
Total capital assets not being depreciated	20,503,372	\$ 3,966,245	\$ 16,204,623	8,264,994
Capital assets being depreciated and amortized:				
Land improvements	21,775,469	\$ 409,823	\$ -	22,185,292
Buildings and improvements	203,569,453	15,052,745	-	218,622,198
Furniture and equipment	14,792,273	2,158,333	-	16,950,606
Vehicles	4,586,161	444,360	139,486	4,891,035
Intangible right-to-use assets:				
Subscription-based IT arrangements	554,197	-	-	554,197
Total capital assets being depreciated and amortized	245,277,553	\$ 18,065,261	\$ 139,486	263,203,328
Less accumulated depreciation and amortization for:				
Land improvements	16,284,715	\$ 954,010	\$ -	17,238,725
Buildings and improvements	45,037,000	9,630,405	-	54,667,405
Furniture and equipment	11,320,285	781,359	-	12,101,644
Vehicles	3,020,555	390,870	132,512	3,278,913
Intangible right-to-use assets:				
Subscription-based IT arrangements	335,632	94,428	-	430,060
Total accumulated depreciation and amortization	75,998,187	\$ 11,851,072	\$ 132,512	87,716,747
Total capital assets being depreciated and amortized, net	169,279,366			175,486,581
Net Capital Assets	\$ 189,782,738			\$ 183,751,575

Depreciation and amortization expense was charged to District activities as follows:

Governmental activities:	
Instruction	\$ 7,897,354
Supporting services	3,552,834
Community services	134,162
Food service	266,722
	<u>\$ 11,851,072</u>

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Note F – Long-term Obligations

Changes in long-term obligations for the year ended June 30, 2025 are summarized as follows:

	Debt Outstanding July 1, 2024	Adjustments*	Debt Added	Debt Retired	Outstanding June 30, 2025
General obligation bonds:					
2017 Building and Site	\$ 51,195,000	\$ -	\$ -	\$ 1,235,000	\$ 49,960,000
2019 Refunding	11,960,000	-	-	1,860,000	10,100,000
2020 Refunding	10,550,000	-	-	1,545,000	9,005,000
2020 Building and Site	45,800,000	-	-	1,010,000	44,790,000
2021 Refunding	10,840,000	-	-	1,050,000	9,790,000
2022 School Technology and Bus Series I	2,885,000	-	-	700,000	2,185,000
2023 Building and Site	20,810,000	-	-	405,000	20,405,000
Bond premium	19,694,108	-	-	1,110,068	18,584,040
Subscription-based IT arrangements	125,334	-	-	41,347	83,987
State school loan revolving fund (including accrued interest)	17,139,702	-	1,235,297	-	18,374,999
Compensated absences	122,586	2,260,735	569,708	-	2,953,029
	<u>\$191,121,730</u>	<u>\$ 2,260,735</u>	<u>\$1,805,005</u>	<u>\$ 8,956,415</u>	<u>\$186,231,055</u>

*See Note L – Change in Accounting Estimate

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Long-term bonds and other obligations at June 30, 2025 are comprised of the following:

	Final Maturity Dates	Interest Rates	Outstanding Balance	Amount Due Within One Year
General Obligation Bonds				
\$56,535K Building & Site, June 28, 2017: Annual maturities of \$1,295K to \$3,615K	May 1, 2047	5.00%	\$ 49,960,000	\$ 1,295,000
\$11,960K Refunding, October 30, 2019: Annual maturities of \$2,000K to \$2,050K	May 1, 2030	2.20	10,100,000	2,000,000
\$16,855K Refunding, February 5, 2020: Annual maturities of \$1,460K to \$1,535K	May 1, 2031	5.00	9,005,000	1,535,000
\$48,595K Building & Site, June 29, 2020: Annual maturities of \$1,050K to \$2,775K	May 1, 2050	4.00 - 5.00	44,790,000	1,050,000
\$13,870K Refunding, May 12, 2021: Annual maturities of \$1,080K to \$1,365K	May 1, 2033	3.00 - 4.00	9,790,000	1,080,000
\$2,885K School Technology and Bus Series II, February 24, 2022: Annual maturities of \$710K to \$750K	May 1, 2028	1.82	2,185,000	710,000
\$20,810K Building & Site, May 8, 2023: Annual maturities of \$425K to \$9,070K	May 1, 2053	5.00 - 5.25	20,405,000	425,000
Bond premium		N/A	18,584,040	1,110,068
Subscription-Based IT Arrangements				
Audience View License: Annual maturity of \$1,193	September 1, 2025	4.75	1,193	1,193
NWEA License: Annual maturities of \$6,023 to \$35,867	September 1, 2026	4.75	41,890	35,867
HUDL License: Annual maturities of \$13,007 to \$14,272	September 14, 2027	4.75	40,904	13,007
Other Obligations				
State school loan revolving fund (including accrued interest)			18,374,999	-
Compensated absences			2,953,029	405,822
			<u>\$ 186,231,055</u>	<u>\$ 9,660,957</u>

The District obtains loans from the Michigan School Loan Revolving Fund (SLRF) for the payment of the annual maturities of its general obligation bonds. There is no fixed maturity schedule for the repayment of these loans. Instead, the principal and interest are payable when taxes levied for debt service are no longer needed to retire bonded debt. During the year, the District borrowed \$463,944 and accrued interest of \$771,353 on total SLRF debt. At June 30, 2025, the District owed the SLRF a total of \$18,374,999.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

The annual requirements to pay principal and interest on long-term bonds outstanding and subscription-based IT arrangements at June 30, 2025 are as follows:

Years Ending June 30	General Obligation Bonds		Subscription-Based IT Arrangement Liabilities		Total
	Principal	Interest	Principal	Interest	
2026	\$ 8,095,000	\$ 6,447,718	\$ 50,067	\$ 3,989	\$ 14,596,774
2027	8,275,000	6,144,806	19,648	1,611	14,441,065
2028	8,445,000	5,832,741	14,272	678	14,292,691
2029	7,930,000	5,501,321	-	-	13,431,321
2030	8,095,000	5,172,711	-	-	13,267,711
2031	6,210,000	4,835,075	-	-	11,045,075
2032	4,985,000	4,550,275	-	-	9,535,275
2033	5,185,000	4,341,375	-	-	9,526,375
2034	3,990,000	4,123,625	-	-	8,113,625
2035	4,170,000	3,938,875	-	-	8,108,875
2036	4,365,000	3,745,725	-	-	8,110,725
2037	4,565,000	3,543,425	-	-	8,108,425
2038	4,770,000	3,331,775	-	-	8,101,775
2039	4,990,000	3,110,525	-	-	8,100,525
2040	5,220,000	2,878,975	-	-	8,098,975
2041	5,460,000	2,636,625	-	-	8,096,625
2042	5,725,000	2,383,025	-	-	8,108,025
2043	5,950,000	2,116,925	-	-	8,066,925
2044	6,215,000	1,840,425	-	-	8,055,425
2045	6,460,000	1,549,263	-	-	8,009,263
2046	6,715,000	1,246,750	-	-	7,961,750
2047	6,980,000	932,388	-	-	7,912,388
2048	3,460,000	605,725	-	-	4,065,725
2049	3,565,000	456,013	-	-	4,021,013
2050	3,685,000	302,100	-	-	3,987,100
2051	910,000	143,325	-	-	1,053,325
2052	910,000	95,550	-	-	1,005,550
2053	910,000	47,775	-	-	957,775
	<u>\$ 146,235,000</u>	<u>\$ 81,854,834</u>	<u>\$ 83,987</u>	<u>\$ 6,278</u>	<u>\$ 228,180,099</u>

Note G – Retirement Plan

Plan Description

The Michigan Public School Employees' Retirement System (MPSERS) (the "System") is a cost-sharing, multiple-employer, state-wide, defined benefit public employee retirement plan and fiduciary component unit of the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members – eleven appointed by the Governor, and the State Superintendent of Instruction, who serves as the ex-officio member.

The System's pension plan was established by the State to provide retirement, survivor, and disability benefits to public school employees. In addition, the System's health plan provides all retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System's financial statements are available at www.michigan.gov/orsschools.

Benefits Provided

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Depending on the plan option selected, member retirement benefits are determined by final average compensation, years of service, and a pension factor ranging from 1.25 percent to 1.50 percent. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The age and service requirements range from attaining the age of 46 to 60 with years of service ranging from 5 to 30 years, depending on when the employee became a member. Early retirement is computed in the same manner as a regular pension but is permanently reduced by .50 percent for each full and partial month between the pension effective date and the date the member will attain age 60. There is no mandatory retirement age. The System also provides disability and survivor benefits to DB plan members.

Certain employees have the option to participate in the defined contribution (DC) plan that provides a 50 percent employer match (up to 3 percent of salary) on employee contributions.

Benefit terms provide for annual cost of living adjustments to each employee's retirement allowance subsequent to the employee's retirement date. The annual adjustment, if applicable, is 3 percent. Some members who do not receive an annual increase are eligible to receive a supplemental payment in those years when investment earnings exceed actuarial assumptions.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

A DB plan member who leaves Michigan public school employment may request a refund of his or her member contributions to the retirement system account if applicable. A refund cancels a former member's rights to future benefits. However, returning members who previously received a refund of their contributions may reinstate their service through repayment of the refund upon satisfaction of certain requirements.

Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2023 valuation will be amortized over a 15-year period beginning October 1, 2023 and ending September 30, 2038.

The schedule below summarizes pension contribution rates in effect for the plan fiscal year ended September 30, 2024.

Pension Contribution Rates:			
Plan Name	Plan Status	Member	District
Basic	Closed	0.0 – 4.0%	23.03%
Member Investment Plan (MIP)	Closed	3.0 – 7.0%	23.03%
Pension Plus (Hybrid)	Closed	3.0 – 6.4%	19.17%
Pension Plus 2 (Hybrid)	Open	6.2%	20.10%
Defined Contribution	Open	0.0%	13.90%

The District's contributions to MPSERS under all pension plans for the year ended June 30, 2025 inclusive of the MSPERS UAAL Stabilization, totaled \$11,770,180.

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

As of June 30, 2025, the District reported a liability of \$65,553,276 for its proportionate share of the net pension liability. The net pension liability was measured as of September 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation rolled forward from September 2023. The District's proportion of the net pension liability was determined by dividing each employer's statutorily required pension contributions to the System during the measurement period by the percent of the pension contributions required from all applicable employers during the measurement period. As of September 30, 2024 the District's proportion was 0.26776093%, which was an increase from 0.25889274% at September 30, 2023.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

For the year ended June 30, 2025 the District recognized pension expense of \$6,667,949. As of June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 1,778,507	\$ 712,245
Changes of assumptions	6,834,318	4,802,982
Net difference between projected and actual earnings on pension plan investments	—	12,510,344
Changes in proportion and differences between District contributions and proportionate share of contributions	2,918,825	139,853
District contributions subsequent to the measurement date*	10,880,251	—
Total	\$ 22,411,901	\$ 18,165,424

* This amount, reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2026.

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

Years Ending June 30	Amount
2026	\$ (936,945)
2027	1,260,317
2028	(3,974,981)
2029	(2,982,165)

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Actuarial Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Additional information as of the latest actuarial valuation follows:

Summary of Actuarial Assumptions:

Valuation Date:	September 30, 2023
Actuarial Cost Method:	Entry Age, Normal
Wage Inflation Rate:	2.75%
Investment Rate of Return:	
MIP and Basic Plans:	6.00% net of investment expenses
Pension Plus Plan:	6.00% net of investment expenses
Pension Plus 2:	6.00% net of investment expenses
Projected Salary Increases:	2.75% - 11.55%, including wage inflation of 2.75%
Cost-of-Living Adjustments:	3% annual non-compounded for MIP members
Mortality:	
Retirees:	PubT-2010 Male and Female Retiree Mortality Tables scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010.
Active Members:	PubT-2010 Male and Female Employee Mortality Tables scaled by 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.

Notes:

- Assumption changes as a result of an experience study for the period 2017 through 2022 have been adopted by the System for use in the annual pension valuations beginning with the September 30, 2023 valuation. The total pension liability as of September 30, 2024 is based on the results of an actuarial valuation date of September 30, 2023 and rolled forward using generally accepted actuarial procedures, including the experience study.
- Recognition period for liabilities is the average of the expected remaining service lives of all employees in years: [4.4612 for non-university employers].
- Recognition period for assets in years: 5.0000.
- Full actuarial assumptions are available in the 2024 MPSERS Annual Comprehensive Financial Report found on the ORS website at (www.michigan.gov/orsschools).

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Long-Term Expected Rate of Return on Plan Investments

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2024 are summarized in the following table:

Investment Category	Target Allocation	Long-term Expected Real Rate of Return*
Domestic Equity Pools	25.0%	5.3%
Private Equity Pools	16.0%	9.6%
International Equity Pools	15.0%	6.5%
Fixed Income Pools	13.0%	2.2%
Real Estate and Infrastructure Pools	10.0%	7.1%
Absolute Return Pools	9.0%	5.2%
Real Return/Opportunistic Pools	10.0%	6.9%
Short-term Investment Pools	2.0%	1.4%
Total	100.0%	

*Long-term rates of return are net of administrative expenses and 2.3% inflation.

Rate of Return

For the fiscal year ended September 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 15.47%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

A discount rate of 6.00% was used to measure the total pension liability (6.00% for the Pension Plus Plan, 6.00% for the Pension Plus 2 Plan, hybrid plans provided through non-university employers only). This discount rate was based on the long-term expected rate of return on pension plan investments of 6.00% (6.00% for the Pension Plus Plan, 6.00% for the Pension Plus 2 plan). The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary 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 liability.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.00% (6.00% for the Pension Plus plan, 6.00% for the Pension Plus 2 plan), as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease 5.00%	Current Single Discount Rate Assumption 6.00%	1% Increase 7.00%
District's proportionate share of the net pension liability	\$ 96,101,807	\$ 65,553,276	\$ 40,115,746

Michigan Public School Employees' Retirement System (MPERS) Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Michigan Public School Employees' Retirement System September 30, 2024 Annual Comprehensive Financial Report, available here: (www.michigan.gov/orsschools).

Payables to the Michigan Public School Employees' Retirement System (MPERS)

Payables to the pension plan totaling \$1,254,650 arise from the normal legally required contributions based on the accrued salaries payable at year end, expected to be liquidated with expendable available financial resources. The payables are included in the "Due to Other Governmental Units" at June 30, 2025.

Note H – Other Postemployment Benefits

Plan Description

The Michigan Public School Employees' Retirement System (MPERS or "System") is a cost-sharing, multiple-employer, state-wide, defined benefit public employee retirement plan and a fiduciary component unit of the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members— eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

The System's health plan provides all eligible retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System's financial statements are available on the ORS website at www.michigan.gov/orsschools.

Benefits Provided

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree healthcare recipient. For members who first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP Graded plan members) the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008 (MIP-Plus plan members) have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date. Dependents are eligible for healthcare coverage if they meet the dependency requirements set forth in Public Act 300 of 1980, as amended.

Public Act 300 of 2012 granted all active members of the Michigan Public School Employees' Retirement System, who earned service credit in the 12 months ending September 3, 2012 or were on an approved professional services or military leave of absence on September 3, 2012, a voluntary election regarding their retirement healthcare. Any changes to a member's healthcare benefit are effective as of the member's transition date, which is defined as the first day of the pay period that begins on or after February 1, 2013.

Under Public Act 300 of 2012, members were given the choice between continuing the 3% contribution to retiree healthcare and keeping the premium subsidy benefit described above, or choosing not to pay the 3% contribution and instead opting out of the subsidy benefit and becoming a participant in the Personal Healthcare Fund (PHF), a portable, tax-deferred fund that can be used to pay healthcare expenses in retirement. Participants in the PHF are automatically enrolled in a 2% employee contribution into their 457 account as of their transition date, earning them a 2% employer match into a 401(k) account. Members who selected this option stop paying the 3% contribution to retiree healthcare as of the day before their transition date, and their prior contributions were deposited into their 401(k) account.

Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer OPEB contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2023 valuation will be amortized over a 15-year period beginning October 1, 2023 and ending September 30, 2038.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

The schedule below summarizes OPEB contribution rates in effect for fiscal year ended September 30, 2024:

OPEB Contribution Rates:

Benefit Structure	Member	District
Premium Subsidy	3.0%	8.31%
Personal Healthcare Fund (PHF)	0.0%	7.06%

Required contributions to the OPEB plan from the District were \$590,602 for the year ended June 30, 2025.

OPEB Assets, OPEB Credit, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

As of June 30, 2025, the District reported an asset of \$11,760,947 for its proportionate share of the MPSERS net OPEB asset. The net OPEB asset was measured as of September 30, 2024, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation rolled forward from September 2023. The District's proportion of the net OPEB asset was determined by dividing each employer's statutorily required OPEB contributions to the System during the measurement period by the percent of OPEB contributions required from all applicable employers during the measurement period. As of September 30, 2024 the District's proportion was 0.27323097% which was an increase from 0.26028340% at September 30, 2023.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

For the year ended June 30, 2025, the District recognized OPEB credit of \$4,026,708. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ —	\$ 12,463,013
Changes of assumptions	2,568,760	295,258
Net difference between projected and actual earnings on OPEB plan investments	—	2,226,482
Changes in proportion and differences between District contributions and proportionate share of contributions	628,856	15,565
District contributions subsequent to the measurement date*	256,171	—
Total	\$ 3,453,787	\$ 15,000,318

* This amount, reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date, will be recognized as an addition of the net OPEB asset in the year ended June 30, 2026.

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

Years Ending June 30	Amount
2026	\$ (3,866,915)
2027	(2,294,609)
2028	(2,267,776)
2029	(2,066,000)
2030	(1,102,338)
Thereafter	(205,064)

Actuarial Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Additional information as of the latest actuarial valuation follows:

Summary of Actuarial Assumptions:

Valuation Date:	September 30, 2023
Actuarial Cost Method:	Entry Age, Normal
Wage Inflation Rate:	2.75%
Investment Rate of Return:	6.00% net of investment expense
Projected Salary Increases:	2.75% - 11.55%, including wage inflation of 2.75%
Healthcare Cost Trend Rate:	Pre-65 - 7.25% Year 1 graded to 3.5% Year 15 Post-65 - 6.50% Year 1 graded to 3.5% Year 15
Mortality:	
Retirees:	PubT-2010 Male and Female Retiree Mortality Tables, scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010.
Active Members:	PubT-2010 Male and Female Employee Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.

Other Assumptions:

Opt Out Assumptions:	21% of eligible participants hired before July 1, 2008 and 30% of those hired after June 30, 2008 are assumed to opt out of the retiree health plan.
Survivor Coverage:	80% of male retirees and 67% of female retirees are assumed to have coverages continuing after the retiree's death.
Coverage Election at Retirement:	75% of male and 60% of female future retirees are assumed to elect coverage for one or more dependents.

Notes:

- Assumption changes as a result of an experience study for the period 2017 through 2022 have been adopted by the System for use in the annual OPEB valuations beginning with the September 30, 2023 valuation. The total OPEB liability as of September 30, 2024 is based on the results of an actuarial valuation date of September 30, 2023 and rolled forward using generally accepted actuarial procedures, including the experience study.
- Recognition period for liabilities is the average of the expected remaining service lives of all employees in years: [6.2834 for non-university employers].
- Recognition period for assets in years: 5.0000.
- Full actuarial assumptions are available in the 2024 MPSERS Annual Comprehensive Financial Report found on the ORS website at www.michigan.gov/orsschools.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS

June 30, 2025

Long-Term Expected Rate of Return on Plan Investments

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2024, are summarized in the following table:

Investment Category	Target Allocation	Long-term Expected Real Rate of Return*
Domestic Equity Pools	25.0%	5.3%
Private Equity Pools	16.0%	9.0%
International Equity Pools	15.0%	6.5%
Fixed Income Pools	13.0%	2.0%
Real Estate and Infrastructure Pools	10.0%	7.1%
Absolute Return Pools	9.0%	5.2%
Real Return/Opportunistic Pools	10.0%	6.9%
Short-term Investment Pools	2.0%	1.4%
Total	100.0%	

* Long-term rates of return are net of administrative expenses and 2.3% inflation.

Rate of Return

For the fiscal year ended September 30, 2024, the annual money-weighted rate of return on OPEB plan investments, net of OPEB plan investment expense, was 15.45%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

A discount rate of 6.00% was used to measure the total OPEB liability. This discount rate was based on the long-term expected rate of return on OPEB plan investments of 6.00%. The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the OPEB plan's fiduciary 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 OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

NOTES TO BASIC FINANCIAL STATEMENTS

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Sensitivity of the District's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the District's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 6.00 percent, as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
District's proportionate share of the net OPEB liability (asset)	\$ (9,088,957)	\$ (11,760,947)	\$ (14,071,165)

Sensitivity of the District's Proportionate Share of the Net OPEB Liability (Asset) to Healthcare Cost Trend Rate

The following presents the District's proportionate share of the net OPEB liability (asset) calculated using assumed trend rates, as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using a trend rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB liability (asset)	\$ (14,071,191)	\$ (11,760,947)	\$ (9,283,224)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued 2024 MPSERS Annual Comprehensive Financial Report, available on the ORS website at www.michigan.gov/orsschools.

Payables to the OPEB Plan

Payables to the OPEB plan totaling \$22,931 arise from the normal legally required contributions based on the accrued salaries payable at year end, expected to be liquidated with expendable available financial resources. The payables are included in the "Due to Other Governmental Units" at June 30, 2025.

Note I – Risk Management and Employee Benefits

The District is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The District has purchased commercial insurance for property loss, errors and omissions, workers' compensation, health benefits, and dental and vision benefits provided to employees. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

There were no significant reductions in insurance coverage in fiscal 2024-25, and as of year ended June 30, 2025, there were no material pending claims against the District.

Note J – Stewardship, Compliance and Accountability

The District has an unrestricted net position deficit of \$45,460,221 and a total net position deficit of \$24,577,223, as of June 30, 2025. These deficit net positions result primarily from the net pension liability of \$61,306,799 (including deferred outflows and inflows of resources) related to the pension plan.

Note K – Commitments

On June 29, 2020, the District issued \$48,595,000 of general obligations 2020 Building and Site Bonds whose proceeds are being used for land improvements, building renovations and additions, and for purchases of furniture and equipment and new school buses. At June 30, 2025, unspent balances committed to these construction projects totaled \$1,673,248, which are expected to be fully expended by the year ended June 30, 2026.

On February 24, 2022, the District issued \$2,885,000 of general obligations School and Technology Bus Bonds whose proceeds are being used for technology and bus purchases. At June 30, 2025, unspent balances committed for these purchases totaled \$1,358,223, which are expected to be fully expended by the year ended June 30, 2027.

On May 8, 2023, the District issued \$20,810,000 of general obligations 2023 Construction Bonds whose proceeds are being used for building and site purposes. At June 30, 2025, unspent balances committed for these purchases totaled \$6,610,753, which are expected to be fully expended by the year ended June 30, 2026.

Note L – Change in Accounting Estimate

During the fiscal year ended June 30, 2025, the District re-evaluated its policies and calculation methods used to recognize liabilities for compensated absences to more accurately reflect obligations related to current employment arrangements required by applicable accounting standards.

The change, which enhances the accuracy and consistency of the District's financial reporting, led to an increase of \$2,260,735 in the compensated absences liability reported in the government-wide financial statements.

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REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY MPSERS COST-SHARING MULTIPLE-EMPLOYER PLAN

	Year Ended June 30, 2025	Year Ended June 30, 2024	Year Ended June 30, 2023
District's proportion of the net pension liability	0.26776093%	0.25889274%	0.25670023%
District's proportionate share of the net pension liability	\$ 65,553,276	\$ 83,793,396	\$ 96,541,669
District's covered-employee payroll	\$ 31,815,358	\$ 28,648,548	\$ 26,666,035
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	206.04%	292.49%	362.04%
Plan fiduciary net position as a percentage of the total pension liability	74.44%	65.91%	60.77%

Note: The amounts presented for each of the last ten fiscal years were determined as of September 30 of the preceding year.

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016
0.25253470%	0.24990127%	0.24621827%	0.24091524%	0.23773689%	0.23274125%	0.22550901%
\$ 59,788,632	\$ 85,843,805	\$ 81,539,213	\$ 72,423,470	\$ 61,607,735	\$ 58,067,038	\$ 55,080,636
\$ 23,080,014	\$ 22,454,672	\$ 21,852,001	\$ 20,820,987	\$ 20,055,824	\$ 19,972,998	\$ 18,908,348
259.05%	382.30%	373.14%	347.84%	307.18%	290.73%	291.30%
72.60%	59.72%	60.31%	62.12%	63.96%	63.01%	66.20%

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
MPSERS COST-SHARING MULTIPLE-EMPLOYER PLAN**

	Year Ended June 30, 2025	Year Ended June 30, 2024	Year Ended June 30, 2023
District's proportion of the net OPEB liability (asset)	0.27323097%	0.26028340%	0.25641453%
District's proportionate share of the net OPEB liability (asset)	\$ (11,760,947)	\$ (1,472,419)	\$ 5,431,020
District's covered-employee payroll	\$ 31,815,358	\$ 28,648,548	\$ 26,666,035
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered-employee payroll	(36.97)%	(5.14)%	20.37%
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	105.04%	105.04%	83.09%

The amounts presented for each fiscal year were determined as of September 30 of the preceding year.

Note: GASB Statement No 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018
0.25370955%	0.25228778%	0.24910151%	0.24419890%	0.23829060%
\$ 3,872,566	\$ 13,515,730	\$ 17,901,412	\$ 19,411,253	\$ 21,101,755
\$ 23,080,014	\$ 22,454,672	\$ 21,852,001	\$ 20,820,987	\$ 20,055,824
16.78%	60.19%	81.92%	93.23%	105.22%
84.80%	59.44%	48.46%	43.10%	36.53%

SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS **MPERS COST-SHARING MULTIPLE-EMPLOYER PLAN**

	Year Ended June 30, 2025	Year Ended June 30, 2024	Year Ended June 30, 2023
Contractually required contribution	\$ 11,770,180	\$ 11,240,349	\$ 9,425,549
Contributions in relation to the contractually required contribution	11,770,180	11,240,349	9,425,549
Contribution deficiency (excess)	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 32,295,653	\$ 28,770,055	\$ 25,960,626
Contributions as a percentage of covered employee payroll	36.45%	39.07%	36.31%

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016
\$ 8,831,980	\$ 7,614,789	\$ 7,006,280	\$ 6,658,442	\$ 6,137,356	\$ 6,251,498	\$ 5,818,830
8,831,980	7,614,789	7,006,280	6,658,442	6,137,356	6,251,498	5,818,830
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 25,098,086	\$ 22,722,962	\$ 22,914,671	\$ 21,476,041	\$ 20,718,663	\$ 19,868,739	\$ 19,186,215
35.19%	33.51%	30.58%	31.00%	29.62%	31.46%	30.33%

SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS

MPERS COST-SHARING MULTIPLE-EMPLOYER PLAN

	Year Ended June 30, 2025	Year Ended June 30, 2024	Year Ended June 30, 2023
Contractually required contribution	\$ 590,602	\$ 2,282,927	\$ 2,077,915
Contributions in relation to the contractually required contribution	<u>590,602</u>	<u>2,282,927</u>	<u>2,077,915</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 32,295,653	\$ 28,770,055	\$ 25,960,626
Contributions as a percentage of covered employee payroll	1.83%	7.94%	8.00%

Note: GASB Statement No 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Year Ended June 30, 2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018
\$ 1,999,036	\$ 1,868,449	\$ 1,840,452	\$ 1,679,863	\$ 1,516,494
1,999,036	1,868,449	1,840,452	1,679,863	1,516,494
\$ -	\$ -	\$ -	\$ -	\$ -
\$ 25,098,086	\$ 22,722,962	\$ 22,914,671	\$ 21,476,041	\$ 20,718,663
7.96%	8.22%	8.03%	7.82%	7.32%

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Note A - Net Pension Liability and Contributions

Changes of benefit terms: There were no changes of benefit terms in 2024-25.

Changes of assumptions: There were no changes of benefit assumptions in 2024-25.

Note B - Net Pension OPEB Liability (Asset) and Contributions

Changes of benefit terms: There were no changes of benefit terms in 2024-25.

Changes of assumptions: There were no changes of benefit assumptions in 2024-25.

SUPPLEMENTARY INFORMATION

GENERAL FUND

To account for resources which are traditionally associated with the general operation of the District and not required to be accounted for in another fund.

COMPARATIVE BALANCE SHEETS

GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

	2025	2024
Assets		
Cash	\$ 700	\$ -
Cash equivalents and investments	16,919,113	14,165,646
Accounts receivable	10,410	25,366
Due from other funds	212	1,643
Due from other governmental units	8,883,402	9,664,292
Prepaid expenditures	1,500	352,412
Total Assets	\$ 25,815,337	\$ 24,209,359
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 277,383	\$ 538,935
Due to other funds	30,789	33,887
Due to other governmental units	1,873,151	2,144,190
Salaries payable	2,632,179	2,210,886
Unearned revenue	2,416,644	2,539,194
Total Liabilities	7,230,146	7,467,092
Fund Balances		
Nonspendable	1,500	352,412
Committed	1,672,527	2,389,327
Assigned	206,833	206,833
Unassigned	16,704,331	13,793,695
Total Fund Balances	18,585,191	16,742,267
Total Liabilities and Fund Balances	\$ 25,815,337	\$ 24,209,359

COMPARATIVE SCHEDULE OF REVENUES

GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS

For the years ended June 30, 2025 and 2024

	2025	2024
Local sources:		
Property taxes:		
Current property taxes	\$ 9,309,971	\$ 8,138,016
Delinquent and other property taxes	2,593	986
Interest on delinquent taxes	6,320	5,878
	<u>9,318,884</u>	<u>8,144,880</u>
Tuition:		
Summer school	200	1,885
Dual enrollment	-	5,857
	<u>200</u>	<u>7,742</u>
Interest earnings	<u>635,382</u>	<u>639,541</u>
Revenue from student activities:		
Admissions	<u>298,071</u>	<u>253,580</u>
Other local revenue:		
Rental of school property	1,150	-
Contributions	7,608	18,541
Miscellaneous local revenues	322,960	383,686
	<u>331,718</u>	<u>402,227</u>
Total local sources	<u>10,584,255</u>	<u>9,447,970</u>
State sources:		
State aid	47,033,907	46,248,888
Special education - transportation	554,700	402,850
Special education - itinerants	65,282	64,055
Special education - millage incentive	33,429	84,449
Other grants	193,830	180,500
Total state sources	<u>47,881,148</u>	<u>46,980,742</u>
Federal sources:		
Title I, Part A	141,642	148,811
Title II, Part A	66,835	67,367
Title III, Part A	11,874	16,420
Title IV, Part A	10,863	11,128
Education stabilization fund	-	2,364,018
Special education cluster - I.D.E.A.	998,806	930,798
Medicaid - school based	41,178	20,303
Health resource advocate	66,558	74,007
Total federal sources	<u>1,337,756</u>	<u>3,632,852</u>

COMPARATIVE SCHEDULE OF REVENUES (Continued)
GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Interdistrict sources:		
ISD collected millage	\$ 4,543,096	\$ 4,020,266
Special education - other local districts	393,980	480,043
Medicaid fee for service	460,891	402,355
GSRP	7,840	7,350
Total interdistrict sources	5,405,807	4,910,014
Total Revenues	\$ 65,208,966	\$ 64,971,578

COMPARATIVE SCHEDULE OF EXPENDITURES

GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Current:		
Instruction:		
Basic programs:		
Elementary:		
Salaries	\$ 6,381,222	\$ 5,839,312
Employee benefits	5,040,955	5,439,930
Purchased services	627,311	545,396
Supplies	533,241	517,845
Capital outlay	-	282,710
Payments to other districts	-	4,795
	<u>12,582,729</u>	<u>12,629,988</u>
Middle school:		
Salaries	5,484,853	4,941,649
Employee benefits	4,322,654	4,527,356
Purchased services	347,319	460,041
Supplies	159,910	244,449
Capital outlay	-	24,660
Miscellaneous	1,549	1,223
Payments to other districts	-	1,938
	<u>10,316,285</u>	<u>10,201,316</u>
High school:		
Salaries	5,128,153	4,888,772
Employee benefits	4,030,002	4,414,814
Purchased services	430,948	436,612
Supplies	242,566	295,333
Capital outlay	-	15,153
Miscellaneous	6,304	7,901
Payments to other districts	109,365	110,120
	<u>9,947,338</u>	<u>10,168,705</u>
Pre-kindergarten:		
Miscellaneous	9,131	8,998
Total basic programs	<u>32,855,483</u>	<u>33,009,007</u>
Added needs:		
Special education:		
Salaries	2,604,224	2,082,632
Employee benefits	1,407,605	1,188,050
Purchased services	223,033	202,040
Supplies	19,204	39,548
Payments to other districts	387,942	331,236
	<u>4,642,008</u>	<u>3,843,506</u>

COMPARATIVE SCHEDULE OF EXPENDITURES (Continued)
GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Compensatory education:		
Salaries	\$ 1,066,718	\$ 1,753,964
Employee benefits	452,788	718,120
Purchased services	960	13,565
Supplies	500	103,968
	<u>1,520,966</u>	<u>2,589,617</u>
Career and technical education:		
Salaries	141,307	75,963
Employee benefits	98,626	52,044
Purchased services	718	652
Supplies	16,029	13,221
Capital outlay	15,286	10,960
	<u>271,966</u>	<u>152,840</u>
Total added needs	<u>6,434,940</u>	<u>6,585,963</u>
Total instruction	<u>39,290,423</u>	<u>39,594,970</u>
Supporting services:		
Pupil services:		
Guidance services:		
Salaries	727,485	731,200
Employee benefits	425,089	433,805
Purchased services	21,455	-
Miscellaneous	80	274
	<u>1,174,109</u>	<u>1,165,279</u>
Health services:		
Salaries	123,509	-
Employee benefits	46,692	-
Purchased services	260,371	262,795
Supplies	5,985	1,434
Payments to other districts	-	178,460
	<u>436,557</u>	<u>442,689</u>
Psychological services:		
Salaries	339,728	-
Employee benefits	170,148	-
Purchased services	100,061	4,638
Supplies	2,120	5,223
Payments to other districts	-	376,766
	<u>612,057</u>	<u>386,627</u>
Speech pathology services:		
Salaries	499,272	-
Employee benefits	270,527	-
Purchased services	829	1,012
Supplies	2,660	3,223
Payments to other districts	899	676,831
	<u>774,187</u>	<u>681,066</u>

COMPARATIVE SCHEDULE OF EXPENDITURES (Continued)
GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Social worker services:		
Salaries	\$ 748,384	\$ 108,786
Employee benefits	461,647	75,469
Purchased services	662	14,590
Supplies	2,027	1,926
Payments to other districts	3,365	833,133
	<u>1,216,085</u>	<u>1,033,904</u>
Other pupil services:		
Salaries	259,924	193,057
Employee benefits	96,565	73,514
Purchased services	41,172	34,224
Supplies	90	1,979
	<u>397,751</u>	<u>302,774</u>
Total pupil services	<u>4,610,746</u>	<u>4,012,339</u>
Instructional staff services:		
Improvement of instruction:		
Salaries	40,782	48,999
Employee benefits	3,740	5,059
Purchased services	221,856	155,044
Supplies	1,431	15,505
Miscellaneous	200	200
	<u>268,009</u>	<u>224,807</u>
Educational media services:		
Salaries	143,994	124,022
Employee benefits	48,476	40,363
Supplies	11,519	182,503
	<u>203,989</u>	<u>346,888</u>
Supervision and direction of instruction:		
Salaries	555,021	544,194
Employee benefits	343,252	355,108
Purchased services	12,042	13,605
Supplies	3,486	5,718
Miscellaneous	1,010	885
	<u>914,811</u>	<u>919,510</u>
Total instructional staff services	<u>1,386,809</u>	<u>1,491,205</u>

COMPARATIVE SCHEDULE OF EXPENDITURES (Continued)
GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
General administrative services:		
Board of education:		
Salaries	\$ 4,230	\$ 3,480
Employee benefits	334	276
Purchased services	107,450	85,756
Supplies	8,586	-
Miscellaneous	11,207	10,899
	<u>131,807</u>	<u>100,411</u>
Executive administration:		
Salaries	337,707	319,969
Employee benefits	197,625	181,748
Purchased services	16,808	12,963
Supplies	8,134	8,701
Miscellaneous	6,467	3,327
	<u>566,741</u>	<u>526,708</u>
Total general administrative services	<u>698,548</u>	<u>627,119</u>
School administrative services:		
Office of the principal:		
Salaries	1,859,079	1,733,444
Employee benefits	1,131,115	1,084,024
Purchased services	98,028	76,457
Supplies	17,150	17,878
Miscellaneous	1,999	3,732
Total school administrative services	<u>3,107,371</u>	<u>2,915,535</u>
Business services:		
Fiscal services:		
Salaries	532,573	464,831
Employee benefits	309,389	287,199
Purchased services	189,915	183,715
Supplies	10,126	36,606
Miscellaneous	1,170	576
	<u>1,043,173</u>	<u>972,927</u>
Internal services:		
Salaries	-	430
Employee benefits	-	99
	<u>-</u>	<u>529</u>
Other business services:		
Employee benefits	395,346	-
Purchased services	42,993	35,941
Miscellaneous	28,238	61,618
Payments to other districts	18,351	18,140
	<u>484,928</u>	<u>115,699</u>
Total business services	<u>1,528,101</u>	<u>1,089,155</u>

COMPARATIVE SCHEDULE OF EXPENDITURES (Continued)
GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Operation and maintenance services:		
Operation and maintenance:		
Salaries	\$ 546,042	\$ 523,545
Employee benefits	343,639	341,196
Purchased services	2,470,563	2,365,463
Supplies	1,603,751	1,497,331
Capital outlay	13,332	295,634
Miscellaneous	16,969	13,940
	<u>4,994,296</u>	<u>5,037,109</u>
Security services:		
Purchased services	210,923	256,510
Supplies	133,801	173,506
	<u>344,724</u>	<u>430,016</u>
Total operation and maintenance services	<u>5,339,020</u>	<u>5,467,125</u>
Pupil transportation services:		
Pupil transportation:		
Salaries	1,072,713	1,033,991
Employee benefits	469,745	463,314
Purchased services	468,760	234,459
Supplies	263,499	493,672
Capital outlay	159,330	59,734
Miscellaneous	1,914	1,976
Payments to other districts	838,307	691,825
Total pupil transportation services	<u>3,274,268</u>	<u>2,978,971</u>
Central services:		
Planning, research, development, and evaluation:		
Salaries	18,000	18,000
Employee benefits	7,006	1,448
Purchased services	38,650	59,000
Supplies	213	620
	<u>63,869</u>	<u>79,068</u>
Advertising:		
Salaries	75,705	72,100
Employee benefits	37,036	35,792
Purchased services	31,072	29,649
Supplies	2,025	33
Miscellaneous	200	125
Payments to other districts	10,000	10,000
	<u>156,038</u>	<u>147,699</u>

COMPARATIVE SCHEDULE OF EXPENDITURES (Continued)
GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Personnel services:		
Salaries	\$ 228,644	\$ 395,350
Employee benefits	145,590	193,120
Purchased services	77,049	113,306
Supplies	4,345	1,972
Miscellaneous	290	390
	<u>455,918</u>	<u>704,138</u>
Technology services:		
Salaries	362,310	350,530
Employee benefits	240,561	246,001
Purchased services	415,954	333,278
Supplies	13,387	44,239
Miscellaneous	9,054	8,255
	<u>1,041,266</u>	<u>982,303</u>
Pupil accounting:		
Supplies	77,228	73,428
Employee benefits	33,343	27,692
Purchased services	235	193
	<u>110,806</u>	<u>101,313</u>
Total central services	<u>1,827,897</u>	<u>2,014,521</u>
Other supporting services:		
Athletics:		
Salaries	1,006,344	847,356
Employee benefits	480,313	391,874
Purchased services	273,031	258,102
Supplies	170,426	181,468
Capital outlay	34,222	-
Miscellaneous	23,674	19,419
Total other supporting services	<u>1,988,010</u>	<u>1,698,219</u>
Total supporting services	<u>23,760,770</u>	<u>22,294,189</u>
Community services:		
Community pool:		
Salaries	106,101	66,880
Employee benefits	47,541	47,063
Purchased services	25,859	21,914
Supplies	14,464	20,543
Miscellaneous	433	459
	<u>194,398</u>	<u>156,859</u>

COMPARATIVE SCHEDULE OF EXPENDITURES (Continued)

GENERAL FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Community activities:		
Purchased services	\$ 1,000	\$ 1,050
Non-public school pupils:		
Salaries	45,138	-
Employee benefits	26,936	-
Purchased services	15,283	6,952
Supplies	1,354	-
	<u>88,711</u>	<u>6,952</u>
Total community services	284,109	164,861
Payments to other governmental and not-for-profit entities		
Miscellaneous	<u>57,600</u>	<u>28,800</u>
Capital outlay	<u>-</u>	<u>272,988</u>
Debt service:		
SBITA principal payment	34,241	32,688
SBITA interest	3,618	5,169
	<u>37,859</u>	<u>37,857</u>
Total Expenditures	<u><u>\$ 63,430,761</u></u>	<u><u>\$ 62,393,665</u></u>

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET **NONMAJOR GOVERNMENTAL FUNDS**

	Special Revenue		
	Food Service	Community Service	Student/School Activity
Assets			
Cash	\$ 647	\$ -	\$ -
Cash equivalents and investments	904,130	3,853,573	791,834
Due from other funds	11,950	-	30,788
Due from other governmental units	7	-	-
Inventory	33,016	-	-
Prepaid expenditures	-	27,644	-
Total Assets	\$ 949,750	\$ 3,881,217	\$ 822,622
Liabilities and Fund Balances			
Liabilities			
Accounts payable	\$ 86	\$ 53,742	\$ 512
Due to other funds	-	12,161	-
Due to other governmental units	1,757	10,507	-
Salaries payable	4,525	28,693	-
Unearned revenue	51,351	21,026	-
Total Liabilities	57,719	126,129	512
Fund Balances			
Nonspendable	33,016	27,644	-
Restricted	859,015	3,727,444	822,110
Unassigned	-	-	-
Total Fund Balances (Deficit)	892,031	3,755,088	822,110
Total Liabilities and Fund Balances	\$ 949,750	\$ 3,881,217	\$ 822,622

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

Debt Service						
2017 Debt	2019 SBLF Refunding	2020 Refunding	2020 Debt	2021 Refunding	2022 Debt	2023 Debt
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	95,148	38,664	50,774	25,475	10,791	41,030
-	41,556	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 136,704</u>	<u>\$ 38,664</u>	<u>\$ 50,774</u>	<u>\$ 25,475</u>	<u>\$ 10,791</u>	<u>\$ 41,030</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
41,556	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>41,556</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	136,704	38,664	-	25,475	10,791	41,030
(41,556)	-	-	50,774	-	-	-
<u>(41,556)</u>	<u>136,704</u>	<u>38,664</u>	<u>50,774</u>	<u>25,475</u>	<u>10,791</u>	<u>41,030</u>
<u>\$ -</u>	<u>\$ 136,704</u>	<u>\$ 38,664</u>	<u>\$ 50,774</u>	<u>\$ 25,475</u>	<u>\$ 10,791</u>	<u>\$ 41,030</u>

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)**

**BYRON CENTER PUBLIC SCHOOLS
June 30, 2025**

	Capital Projects				
	2017 Construction	2020 Construction	2022 Technology and Buses	PWE	Total
Assets					
Cash	\$ -	\$ -	\$ -	\$ -	\$ 647
Cash equivalents and investments	-	2,003,147	1,358,223	5,698	9,178,487
Due from other funds	-	-	-	-	84,294
Due from other governmental units	-	-	-	-	7
Inventory	-	-	-	-	33,016
Prepaid expenditures	-	-	-	-	27,644
Total Assets	\$ -	\$ 2,003,147	\$ 1,358,223	\$ 5,698	\$ 9,324,095
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ -	\$ 329,899	\$ -	\$ -	\$ 384,239
Due to other funds	-	-	-	-	53,717
Due to other governmental units	-	-	-	-	12,264
Salaries payable	-	-	-	-	33,218
Unearned revenue	-	-	-	-	72,377
Total Liabilities	-	329,899	-	-	555,815
Fund Balances					
Nonspendable	-	-	-	-	60,660
Restricted	-	1,673,248	1,358,223	5,698	8,698,402
Unassigned	-	-	-	-	9,218
Total Fund Balances (Deficit)	-	1,673,248	1,358,223	5,698	8,768,280
Total Liabilities and Fund Balances	\$ -	\$ 2,003,147	\$ 1,358,223	\$ 5,698	\$ 9,324,095

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**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS**

	Special Revenue		
	Food Service	Community Service	Student/School Activity
Revenues			
Local sources:			
Property taxes	\$ -	\$ -	\$ -
Tuition	-	2,335,541	-
Interest earnings	15,892	87,677	-
Food sales	397,533	-	-
Other local sources	-	432,284	968,913
Total local sources	413,425	2,855,502	968,913
Non-educational sources	-	207,646	-
State sources	1,858,784	-	-
Federal sources	1,280,674	-	-
Total Revenues	3,552,883	3,063,148	968,913
Expenditures			
Current:			
Supporting services	-	-	1,037,978
Food service	3,821,001	-	-
Community services	-	2,835,712	-
Capital outlay	-	-	-
Debt service:			
Principal repayment	-	7,106	-
Interest and fiscal charges	-	394	-
Total Expenditures	3,821,001	2,843,212	1,037,978
Excess (Deficiency) of Revenues Over Expenditures	(268,118)	219,936	(69,065)
Other Financing Sources (Uses)			
Proceeds from school bond loan fund	-	-	-
Transfers in	-	172,306	-
Transfers out	-	(125,000)	-
Total Other Financing Sources (Uses)	-	47,306	-
Net Change in Fund Balances	(268,118)	267,242	(69,065)
Fund Balances (Deficit), Beginning of Year	1,160,149	3,487,846	891,175
Fund Balances (Deficit), End of Year	\$ 892,031	\$ 3,755,088	\$ 822,110

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

Debt Service						
2017 Debt	2019 SBLF Refunding	2020 Refunding	2020 Debt	2021 Refunding	2022 Debt	2023 Debt
\$ 3,631,699	\$ 2,057,964	\$ 2,078,140	\$ 2,824,656	\$ 1,432,505	\$ 605,284	\$ 1,493,032
-	-	-	-	-	-	-
5,343	31,897	16,550	13,756	10,471	5,506	9,186
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,637,042	2,089,861	2,094,690	2,838,412	1,442,976	610,790	1,502,218
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,637,042	2,089,861	2,094,690	2,838,412	1,442,976	610,790	1,502,218
5	3	4	5	2	1	3
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,235,000	1,860,000	1,545,000	1,010,000	1,050,000	700,000	405,000
2,560,250	262,563	528,000	1,868,250	407,100	53,008	1,063,675
3,795,255	2,122,566	2,073,004	2,878,255	1,457,102	753,009	1,468,678
(158,213)	(32,705)	21,686	(39,843)	(14,126)	(142,219)	33,540
88,650	-	488	287,685	29,564	57,557	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
88,650	-	488	287,685	29,564	57,557	-
(69,563)	(32,705)	22,174	247,842	15,438	(84,662)	33,540
28,007	169,409	16,490	(197,068)	10,037	95,453	7,490
\$ (41,556)	\$ 136,704	\$ 38,664	\$ 50,774	\$ 25,475	\$ 10,791	\$ 41,030

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS (Continued)**

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	Capital Projects				
	2017	2020	2022 Technology		
	Construction	Construction	and Buses	PWE	Total
Revenues					
Local sources:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 14,123,280
Tuition	-	-	-	-	2,335,541
Interest earnings	2,909	1,253	100,763	698	301,901
Food sales	-	-	-	-	397,533
Other local sources	-	-	-	-	1,401,197
Total local sources	2,909	1,253	100,763	698	18,559,452
Non-educational sources	-	-	-	-	207,646
State sources	-	-	-	-	1,858,784
Federal sources	-	-	-	-	1,280,674
Total Revenues	2,909	1,253	100,763	698	21,906,556
Expenditures					
Current:					
Supporting services	-	-	-	-	1,038,001
Food service	-	-	-	-	3,821,001
Community services	-	-	-	-	2,835,712
Capital outlay	837,315	577,361	1,285,436	20,000	2,720,112
Debt service:					
Principal repayment	-	-	-	-	7,812,106
Interest and fiscal charges	-	-	-	-	6,743,240
Total Expenditures	837,315	577,361	1,285,436	20,000	24,970,172
Excess (Deficiency) of Revenues Over Expenditures	(834,406)	(576,108)	(1,184,673)	(19,302)	(3,063,616)
Other Financing Sources (Uses)					
Proceeds from school bond loan fund	-	-	-	-	463,944
Transfers in	-	-	-	-	172,306
Transfers out	-	-	-	-	(125,000)
Total Other Financing Sources (Uses)	-	-	-	-	511,250
Net Change in Fund Balances	(834,406)	(576,108)	(1,184,673)	(19,302)	(2,552,366)
Fund Balances, Beginning of Year	834,406	2,249,356	2,542,896	25,000	11,320,646
Fund Balances, End of Year	\$ -	\$ 1,673,248	\$ 1,358,223	\$ 5,698	\$ 8,768,280

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – FOOD SERVICE SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	Budget	Actual	Variance
Revenues			
Local sources	\$ 412,039	\$ 413,425	\$ 1,386
State sources	1,844,232	1,858,784	14,552
Federal sources	1,280,431	1,280,674	243
Total Revenues	3,536,702	3,552,883	16,181
Expenditures			
Food service	3,871,962	3,821,001	50,961
Net Change in Fund Balances	(335,260)	(268,118)	67,142
Fund Balances, Beginning of Year	1,160,149	1,160,149	-
Fund Balances, End of Year	\$ 824,889	\$ 892,031	\$ 67,142

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – COMMUNITY SERVICE SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	Budget	Actual	Variance
Revenues			
Local sources	\$ 2,864,274	\$ 2,855,502	\$ (8,772)
Non-educational sources	213,401	207,646	(5,755)
Total Revenues	3,077,675	3,063,148	(14,527)
Expenditures			
Current:			
Community services	3,032,160	2,835,712	196,448
Debt service:			
Subscription-based IT arrangements principal payment	-	7,106	(7,106)
Subscription-based IT arrangements interest expense	-	394	(394)
Total Expenditures	3,032,160	2,843,212	188,948
Excess (Deficiency) of Revenues Over Expenditures	45,515	219,936	174,421
Other Financing Sources (Uses)			
Transfers in	172,306	172,306	-
Transfers out	(125,000)	(125,000)	-
Total Other Financing Sources (Uses)	47,306	47,306	-
Net Change in Fund Balances	92,821	267,242	174,421
Fund Balances, Beginning of Year	3,178,849	3,487,846	(308,997)
Fund Balances, End of Year	\$ 3,271,670	\$ 3,755,088	\$ 483,418

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – STUDENT/SCHOOL ACTIVITY SPECIAL REVENUE FUND**

BYRON CENTER PUBLIC SCHOOLS
For the year ended June 30, 2025

	Budget	Actual	Variance
Revenues			
Local sources	\$ 925,000	\$ 968,913	\$ 43,913
Expenditures			
Current:			
Supporting services	1,065,000	1,037,978	27,022
Net Change in Fund Balance	(140,000)	(69,065)	70,935
Fund Balance, Beginning of Year	891,175	891,175	-
Fund Balance, End of Year	\$ 751,175	\$ 822,110	\$ 70,935

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SPECIAL REVENUE FUNDS

Food Service – to account for monies received from food service activities and federal subsidies for use in administering the hot lunch program of the District.

Community Service – to account for fees received for use in childcare and preschool services for residents, as well as admission fees, donations, and interest earnings for use in the operation and maintenance of the District's fine arts performance center.

Student/School Activity Fund – to account for monies held for the benefit of the District's students.

COMPARATIVE BALANCE SHEETS

FOOD SERVICE SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash	\$ 647	\$ 647
Cash equivalents	904,130	1,172,761
Due from other funds	11,950	2,117
Due from other government units	7	-
Inventory	33,016	32,865
Total Assets	\$ 949,750	\$ 1,208,390
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 86	\$ 53
Due to other funds	-	31
Due to other governmental units	1,757	1,800
Salaries payable	4,525	4,645
Unearned revenue	51,351	41,712
Total Liabilities	57,719	48,241
Fund Balances		
Nonspendable	33,016	32,865
Restricted	859,015	1,127,284
Total Fund Balances	892,031	1,160,149
Total Liabilities and Fund Balances	\$ 949,750	\$ 1,208,390

COMPARATIVE STATEMENTS OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES - FOOD SERVICE SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 15,892	\$ 25,579
Food sales:		
Food sales to students	63,755	67,753
Food sales to adults	9,407	12,402
Special milk sales	506	601
Ala carte sales	175,751	190,969
Catering	148,114	123,307
Other local sources	-	440
	<u>397,533</u>	<u>395,472</u>
Total local sources	413,425	421,051
State sources	1,858,784	1,716,917
Federal sources	<u>1,280,674</u>	<u>1,324,892</u>
Total Revenues	<u>3,552,883</u>	<u>3,462,860</u>
Expenditures		
Current:		
Food service:		
Salaries	872,136	694,681
Employee benefits	445,255	372,877
Purchased services	302,910	235,477
Supplies	2,019,757	1,834,279
Capital outlay	172,817	404,844
Miscellaneous	<u>8,126</u>	<u>13,282</u>
Total Expenditures	<u>3,821,001</u>	<u>3,555,440</u>
Net Change in Fund Balances	(268,118)	(92,580)
Fund Balances, Beginning of Year	<u>1,160,149</u>	<u>1,252,729</u>
Fund Balances, End of Year	<u>\$ 892,031</u>	<u>\$ 1,160,149</u>

COMPARATIVE BALANCE SHEETS

COMMUNITY SERVICE SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents	\$ 3,853,573	\$ 3,558,148
Prepaid expenditures	27,644	13,452
Total Assets	\$ 3,881,217	\$ 3,571,600
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 53,742	\$ 4,587
Due to other funds	12,161	1,554
Due to other governmental units	10,507	6,206
Salaries payable	28,693	17,740
Unearned revenue	21,026	53,667
Total Liabilities	126,129	83,754
Fund Balances		
Nonspendable	27,644	13,452
Restricted for programs:		
Childcare	3,096,947	2,834,626
BCTV	199,861	169,009
Pool	158,737	175,214
Van Singel	271,899	295,545
Total Fund Balances	3,755,088	3,487,846
Total Liabilities and Fund Balances	\$ 3,881,217	\$ 3,571,600

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - COMMUNITY SERVICE SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 87,677	\$ 92,450
Tuition	2,335,541	2,357,343
Revenue from student activities:		
Admissions	82,660	52,108
Dues and fees	61,896	50,291
Other student activity income	110,344	144,666
Other local revenue:		
Rentals	85,544	64,203
Contributions	86,067	90,787
Miscellaneous local revenue	5,773	4,032
Total local sources	2,855,502	2,855,880
Non-educational sources	207,646	211,069
Total Revenues	3,063,148	3,066,949
Expenditures		
Community services:		
Community recreation:		
Salaries	1,046,430	1,079,086
Employee benefits	492,357	512,034
Purchased services	850,660	680,524
Supplies	149,117	120,273
Capital outlay	14,372	-
Miscellaneous	51,942	49,162
Other community services:		
Salaries	126,988	107,026
Employee benefits	56,589	48,838
Purchased services	28,495	-
Supplies	18,762	3,033
Debt service:		
Subscription-based IT arrangements principal payment	7,106	6,784
Subscription-based IT arrangements interest expense	394	716
Total Expenditures	2,843,212	2,607,476

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - COMMUNITY SERVICE SPECIAL REVENUE FUND (Continued)**

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Excess (Deficiency) of Revenues Over Expenditures	\$ 219,936	\$ 459,473
Other Financing Sources (Uses)		
Transfers in	172,306	544,955
Transfers out	(125,000)	(400,588)
Total Other Financing Sources (Uses)	47,306	144,367
Net Change in Fund Balances	267,242	603,840
Fund Balances, Beginning of Year	3,487,846	2,884,006

COMPARATIVE BALANCE SHEET
STUDENT/SCHOOL ACTIVITY SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents	\$ 791,834	\$ 859,463
Due from other funds	30,788	31,770
Total Assets	\$ 822,622	\$ 891,233
Liabilities and Fund Balance		
Liabilities		
Accounts payable	\$ 512	\$ -
Due to other funds	-	58
Total Liabilities	512	58
Fund Balance		
Restricted	822,110	891,175
Total Liabilities and Fund Balance	\$ 822,622	\$ 891,233

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – STUDENT/SCHOOL ACTIVITY SPECIAL REVENUE FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources	\$ 968,913	\$ 1,064,565
Expenditures		
Current:		
Other supporting services	1,037,978	971,621
Excess (Deficiency) of Revenues Over Expenditures	(69,065)	92,944
Other Financing Sources (Uses)		
Transfers in	-	129,909
Net Change in Fund Balance	(69,065)	222,853
Fund Balance, Beginning of Year	891,175	668,322
Fund Balance, End of Year	\$ 822,110	\$ 891,175

DEBT SERVICE FUNDS

To accumulate property tax revenues and interest earnings for repayment of the bond issues of the District used to finance new building construction projects.

COMBINING BALANCE SHEET **DEBT SERVICE FUNDS**

	2017 Debt	2019 SBLF Refunding	2020 Refunding	2020 Debt
Assets				
Cash equivalents	\$ -	\$ 95,148	\$ 38,664	\$ 50,774
Due from other funds	-	41,556	-	-
Total Assets	\$ -	\$ 136,704	\$ 38,664	\$ 50,774
Liabilities and Fund Balances				
Liabilities				
Due to other funds	\$ 41,556	\$ -	\$ -	\$ -
Fund Balances				
Restricted	-	136,704	38,664	50,774
Unassigned	(41,556)	-	-	-
Total Fund Balances (Deficit)	(41,556)	136,704	38,664	50,774
Total Liabilities and Fund Balances	\$ -	\$ 136,704	\$ 38,664	\$ 50,774

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 with comparative totals as of June 30, 2024

2021 Refunding	2022 Debt	2023 Debt	Totals	
			2025	2024
\$ 25,475	\$ 10,791	\$ 41,030	\$ 261,882	\$ 129,818
-	-	-	41,556	216,737
\$ 25,475	\$ 10,791	\$ 41,030	\$ 303,438	\$ 346,555
\$ -	\$ -	\$ -	\$ 41,556	\$ 216,737
25,475	10,791	41,030	303,438	326,886
-	-	-	(41,556)	(197,068)
25,475	10,791	41,030	261,882	129,818
\$ 25,475	\$ 10,791	\$ 41,030	\$ 303,438	\$ 346,555

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - DEBT SERVICE FUNDS

	2017 Debt	2019 SBLF Refunding	2020 Refunding	2020 Debt
Revenues				
Local sources:				
Property taxes:				
Current property taxes	\$ 3,625,670	\$ 2,054,074	\$ 2,074,212	\$ 2,819,317
Industrial facilities taxes	4,814	2,728	2,755	3,744
Delinquent and other property taxes	-	248	250	340
Interest on delinquent taxes	1,215	914	923	1,255
	<u>3,631,699</u>	<u>2,057,964</u>	<u>2,078,140</u>	<u>2,824,656</u>
Interest earnings	5,343	31,897	16,550	13,756
Total local sources	<u>3,637,042</u>	<u>2,089,861</u>	<u>2,094,690</u>	<u>2,838,412</u>
Total Revenues	<u>3,637,042</u>	<u>2,089,861</u>	<u>2,094,690</u>	<u>2,838,412</u>
Expenditures				
Support services:				
Other business services	5	3	4	5
Debt service:				
Principal repayment	1,235,000	1,860,000	1,545,000	1,010,000
Interest and fiscal charges:				
Interest expense	2,559,750	262,063	527,500	1,867,750
Paying agent fees	500	500	500	500
	<u>3,795,255</u>	<u>2,122,566</u>	<u>2,073,004</u>	<u>2,878,255</u>
Total Expenditures	<u>3,795,255</u>	<u>2,122,566</u>	<u>2,073,004</u>	<u>2,878,255</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(158,213)</u>	<u>(32,705)</u>	<u>21,686</u>	<u>(39,843)</u>
Other Financing Sources (Uses)				
Proceeds from school loan revolving fund	88,650	-	488	287,685
Transfers in	-	-	-	-
Transfers out	-	-	-	-
	<u>88,650</u>	<u>-</u>	<u>488</u>	<u>287,685</u>
Total Other Financing Sources (Uses)	<u>88,650</u>	<u>-</u>	<u>488</u>	<u>287,685</u>
Net Change in Fund Balances	<u>(69,563)</u>	<u>(32,705)</u>	<u>22,174</u>	<u>247,842</u>
Fund Balances (Deficit), Beginning of Year	<u>28,007</u>	<u>169,409</u>	<u>16,490</u>	<u>(197,068)</u>
Fund Balances (Deficit), End of Year	<u>\$ (41,556)</u>	<u>\$ 136,704</u>	<u>\$ 38,664</u>	<u>\$ 50,774</u>

BYRON CENTER PUBLIC SCHOOLS

For the year ended June 30, 2025 with comparative totals for the year ended June 30, 2024

2021 Refunding	2022 Debt	2023 Debt	Totals	
			2025	2024
\$ 1,429,797	\$ 604,140	\$ 1,490,211	\$ 14,097,421	\$ 12,613,602
1,899	802	1,979	18,721	26,433
173	73	179	1,263	648
636	269	663	5,875	7,026
1,432,505	605,284	1,493,032	14,123,280	12,647,709
10,471	5,506	9,186	92,709	99,834
1,442,976	610,790	1,502,218	14,215,989	12,747,543
1,442,976	610,790	1,502,218	14,215,989	12,747,543
2	1	3	23	4,854
1,050,000	700,000	405,000	7,805,000	8,350,000
406,600	52,507	1,063,175	6,739,345	6,012,420
500	501	500	3,501	1,021,876
1,457,102	753,009	1,468,678	14,547,869	15,389,150
(14,126)	(142,219)	33,540	(331,880)	(2,641,607)
29,564	57,557	-	463,944	2,633,687
-	-	-	-	28,802
-	-	-	-	(28,802)
29,564	57,557	-	463,944	2,633,687
15,438	(84,662)	33,540	132,064	(7,920)
10,037	95,453	7,490	129,818	137,738
\$ 25,475	\$ 10,791	\$ 41,030	\$ 261,882	\$ 129,818

CAPITAL PROJECTS FUNDS

Building and Site Sinking – to account for property tax revenues and interest earnings used to finance building improvements projects.

2017 Construction – to account for bond proceeds used to finance building construction and improvement projects.

2020 Construction – to account for bond proceeds used to finance building construction and improvement projects.

2022 Technology and Buses – to account for bond proceeds used to finance technology and bus purchases.

2023 Construction – to account for bond proceeds used to finance building construction and improvement projects.

Prevailing Wage Exemption – To account for the prevailing wage exemption under Public Act 10 of 2023.

COMPARATIVE BALANCE SHEETS
BUILDING AND SITE SINKING CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents	\$ 6,046,413	\$ 5,833,010
Liabilities and Fund Balances		
Liabilities		
Accounts payable	\$ 90,979	\$ 265,504
Due to other governmental units	35,738	35,738
Total Liabilities	126,717	301,242
Fund Balances		
Restricted	4,477,400	4,335,952
Committed	1,442,296	1,195,816
Total Fund Balances	5,919,696	5,531,768
Total Liabilities and Fund Balances	\$ 6,046,413	\$ 5,833,010

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUILDING AND SITE SINKING CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Property taxes:		
Current property taxes	\$ 1,952,176	\$ 1,746,805
Industrial facilities taxes	2,593	3,662
Delinquent and other property taxes	235	90
Interest on delinquent taxes	869	972
Total property taxes	1,955,873	1,751,529
Interest earnings	141,056	141,967
Other local sources	11,141	79,505
Total Revenues	2,108,070	1,973,001
Expenditures		
Support services:		
Support services business	3	605
Capital outlay:		
Building improvement services	1,720,139	1,337,273
Total Expenditures	1,720,142	1,337,878
Net Change in Fund Balances	387,928	635,123
Fund Balances, Beginning of Year	5,531,768	4,896,645
Fund Balances, End of Year	\$ 5,919,696	\$ 5,531,768

COMPARATIVE BALANCE SHEETS
2017 CONSTRUCTION CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents	\$ -	\$ 834,406
Liabilities and Fund Balance		
Liabilities	\$ -	\$ -
Fund Balance		
Restricted	-	834,406
Total Fund Balance	-	834,406
Total Liabilities and Fund Balance	\$ -	\$ 834,406

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - 2017 CONSTRUCTION CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 2,909	\$ 24,515
Expenditures		
Capital outlay:		
Technology	-	228,041
Building improvement services	-	2,061
Furniture and equipment	837,315	221,659
Total Expenditures	837,315	451,761
Net Change in Fund Balance	(834,406)	(427,246)
Fund Balance, Beginning of Year	834,406	1,261,652
Fund Balance, End of Year	\$ -	\$ 834,406

COMPARATIVE BALANCE SHEETS
2020 CONSTRUCTION CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents and investments	\$ 2,003,147	\$ 2,359,311
Liabilities and Fund Balance		
Liabilities		
Accounts payable	\$ 329,899	\$ 39,148
Due to other governmental units	-	70,807
Total Liabilities	329,899	109,955
Fund Balance		
Restricted	1,673,248	2,249,356
Total Liabilities and Fund Balance	\$ 2,003,147	\$ 2,359,311

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - 2020 CONSTRUCTION CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 1,253	\$ 151,691
Expenditures		
Capital outlay:		
Technology	-	104,978
Site improvement services	465,621	1,093,963
Architecture and engineering services	9,910	53,642
Building improvement services	101,830	6,908,472
Furniture and equipment	-	180,295
Total Expenditures	577,361	8,341,350
Net Change in Fund Balance	(576,108)	(8,189,659)
Fund Balance, Beginning of Year	2,249,356	10,439,015
Fund Balance, End of Year	\$ 1,673,248	\$ 2,249,356

COMPARATIVE BALANCE SHEETS
2022 TECHNOLOGY AND BUSES CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents and investments	\$ 1,358,223	\$ 2,542,896
Liabilities and Fund Balance		
Liabilities	\$ -	\$ -
Fund Balance		
Restricted	1,358,223	2,542,896
Total Liabilities and Fund Balance	\$ 1,358,223	\$ 2,542,896

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - 2022 TECHNOLOGY AND BUSES CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 100,763	\$ 132,369
Expenditures		
Capital outlay:		
School bus purchases	-	43,569
Technology	1,285,436	219,938
Total Expenditures	1,285,436	263,507
Net Change in Fund Balance	(1,184,673)	(131,138)
Fund Balance, Beginning of Year	2,542,896	2,674,034
Fund Balance, End of Year	\$ 1,358,223	\$ 2,542,896

COMPARATIVE BALANCE SHEETS
2023 CONSTRUCTION CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025 and 2024

	2025	2024
Assets		
Cash equivalents and investments	\$ 6,623,769	\$ 10,585,118
Liabilities and Fund Balance		
Liabilities		
Accounts payable	\$ 13,016	\$ 1,122,602
Fund Balance		
Restricted	6,610,753	9,462,516
Total Liabilities and Fund Balance	\$ 6,623,769	\$ 10,585,118

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - 2023 CONSTRUCTION CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 318,685	\$ 794,321
Other local sources	50,000	-
Total Revenues	368,685	794,321
Expenditures		
Capital outlay:		
Technology	665,929	108,351
School bus purchases	444,360	333,905
Site improvement services	203,682	1,511,458
Architecture and engineering services	21,275	135,759
Building and improvement services	1,767,318	9,950,860
Furniture and equipment	117,884	823,450
Total Expenditures	3,220,448	12,863,783
Net Change in Fund Balance	(2,851,763)	(12,069,462)
Fund Balance, Beginning of Year	9,462,516	21,531,978
Fund Balance, End of Year	\$ 6,610,753	9,462,516

COMPARATIVE BALANCE SHEETS
PWE CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
June 30, 2025

	2025	2024
Assets		
Cash equivalents	\$ 5,698	\$ 25,000
Liabilities and Fund Balance		
Liabilities	\$ -	\$ -
Fund Balance		
Restricted	5,698	25,000
Total Liabilities and Fund Balance	\$ 5,698	\$ 25,000

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PWE CAPITAL PROJECTS FUND

BYRON CENTER PUBLIC SCHOOLS
For the years ended June 30, 2025 and 2024

	2025	2024
Revenues		
Local sources:		
Interest earnings	\$ 698	\$ -
Expenditures		
Capital outlay:		
Site improvement services	20,000	-
Excess (Deficiency) of Revenues Over Expenditures	(19,302)	-
Other Financing Sources (Uses)		
Transfers in	-	25,000
Net Change in Fund Balance	(19,302)	25,000
Fund Balance, Beginning of Year	25,000	-
Fund Balance, End of Year	\$ 5,698	25,000