

GENESEE INTERMEDIATE SCHOOL DISTRICT

REPORT ON FINANCIAL STATEMENTS
(with required supplementary and additional
supplementary information)

JUNE 30, 2023

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October 26, 2023

INDEPENDENT AUDITOR'S REPORT

To the Board of Education of
Genesee Intermediate School District

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the 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 Genesee Intermediate School District, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Change in Accounting Principle

As discussed in Note 15 to the financial statements, in 2023 the District adopted new accounting guidance, GASB Statement No. 96, *Subscription-based IT Arrangements*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Genesee Intermediate School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Genesee Intermediate School District’ internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Genesee Intermediate School District’ 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 budgetary comparison information as identified 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 the Genesee Intermediate School District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements, other schedules and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or 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, other schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 26, 2023, on our consideration of the Genesee Intermediate School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Genesee Intermediate School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Genesee Intermediate School District' internal control over financial reporting and compliance.

Lewis & Knopf, P.C.

LEWIS & KNOPF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

As administration of Genesee Intermediate School District, we offer 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, 2023.

Financial Highlights

- * The liabilities and deferred inflows of the District exceeded its assets and deferred outflows at the close of the most recent fiscal year by \$7,731,185 (net position).
- * The District's total net position increased by \$25,177,143. The increase was primarily due to the net effect of changes in the District's deferred outflows of resources and deferred inflows of resources compared to the prior fiscal year related to pensions and other postemployment benefits.

Governmental Activities

- * The general fund had an increase in fund balance of \$1,784,657. Total fund balance for the general fund was \$16,438,985, or 26%, of total general fund expenditures.
- * The special education fund had a decrease in fund balance of \$157,901. Total fund balance for the special education fund was \$14,735,651, or 14%, of total special education fund expenditures.
- * The career technical education fund had a decrease in fund balance of \$338,362. Total fund balance for the career technical fund was \$4,721,709, or 24%, of total career technical education fund expenditures.

Business-Type Activities

- * The general local district services fund had an increase in net position of \$2,146,272. Total net position for the general local district services fund was (\$1,405,393).
- * The special education local district services fund had an increase in net position of \$2,060,537. Total net position for the special education district services fund was (\$1,100,462).

Overview of the District for the Fiscal Year

The District continued renovations to multiple facilities throughout the district. One of the most notable was an expansion to one of the District's Special Education buildings. These renovations allowed for staffing capacity as well as the ability to improve programs and services to students and families served in our community. The District also purchased ten new school buses for the Special Education Transportation Consortium and two new buses for the Genesee Career Institute Transportation Consortium.

Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the District financially as a whole. The District-Wide Financial Statements provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. The financial statements then proceed to provide an increasingly detailed look at specific financial activities included in the fund financial statements. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements provide information about the School District's most significant funds - the General Fund, Special Education Fund, Career Technical Education Fund, Special Education Capital Projects Fund and Career Technical Capital Projects. All other funds are presented in one column as non-major funds.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

Reporting the District as a Whole

The Statement of Net Position and Statement of Activities - One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The statement of net position and the statement of activities, which appear first in the School District's financial statements, report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and liabilities of the District using the accrual basis of accounting, which is similar to the accounting used by private-sector corporations. However, the School District's goal is to provide services to our students, not to generate profits as private-sector corporations do. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

The statement of net position and the statement of activities present information about the following:

Governmental Activities - All of the District's basic services are considered to be governmental activities, including instruction, support services, community services, food services, and transfers to other local districts. Property taxes, intergovernmental revenues (unrestricted and restricted State Aid), and charges for services finance most of these activities. These two statements report the District's net position and changes therein. The change in net position provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other nonfinancial factors such as property tax base, political conditions at the State Capitol, student enrollment growth, birth rates, and facility conditions in arriving at their conclusion regarding the overall health of the District.

Proprietary funds - Consists of county-wide interactive voice, data and video network (GENNET), shared services for technology, business, and custodial, energy savings consortium, Interactive Television (ITV) and online courses, transportation services for special education students in the county and transportation services for vocational education students in the county to and from the Genesee Career Institute.

The government-wide financial statements can be found on pages 1 - 2 of this report.

Reporting the District's Most Significant Funds

Fund Financial Statements - The fund financial statements provide detailed information about the most significant funds - not the District as a whole. The fund financial statements begin on page 3 and provide detailed information about the most significant funds. The fund statements are formatted to comply with the legal requirements of the Michigan Department of Education's "Accounting Manual." The District's two types of funds: governmental funds and fiduciary funds use different accounting approaches as further discussed in the notes to the financial statements. In the fund financial statements, capital assets purchased by cash are reported as expenditures in the year of acquisition. No asset is reported. The issuance of debt is recorded as a financial resource. The current year's payments of principal and interest on long-term obligations are recorded as expenditures. Future year's debt obligations are not recorded.

Governmental Funds - Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net position and the Statement of Activities) and governmental funds is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages 3 and 5 of this report.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

Proprietary Funds - use the accrual basis of accounting, the same as on the government-wide statements, therefore the statements will essentially match the business-type activities portion of the government-wide statements.

The financial statements can be found on page 7 - 9 of this report.

Additional Information - The notes to financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 10 - 35 of this report.

SUMMARY OF NET POSITION:

	(IN MILLIONS)					
	GOVERNMENTAL		BUSINESS-TYPE		TOTAL	
	ACTIVITIES	ACTIVITIES	ACTIVITIES	ACTIVITIES	ACTIVITIES	ACTIVITIES
	2023	2022	2023	2022	2023	2022 *
<u>Assets</u>						
Other Assets	\$105.3	\$96.2	\$19.2	\$17.6	\$124.5	\$113.8
Capital Assets	53.3	46.4	6.9	6.4	60.2	52.8
Total Assets	<u>\$158.6</u>	<u>\$142.6</u>	<u>\$26.1</u>	<u>\$24.0</u>	<u>\$184.7</u>	<u>\$166.6</u>
<u>Deferred Outflows of Resources</u>	<u>48.4</u>	<u>24.3</u>	<u>10.4</u>	<u>5.5</u>	<u>58.8</u>	<u>29.8</u>
Total Assets and Deferred Outflows of Resources	\$207.0	\$166.9	\$36.5	\$29.5	\$243.5	\$196.4
<u>Liabilities</u>						
Other Liabilities	171.0	125.2	30.8	21.8	201.8	147.0
Long-Term Liabilities	7.2	8.2	0.1	0.1	7.3	8.3
Total Liabilities	<u>\$178.2</u>	<u>\$133.4</u>	<u>\$30.9</u>	<u>\$21.9</u>	<u>\$209.1</u>	<u>\$155.3</u>
<u>Deferred Inflows of Resources</u>	<u>34.7</u>	<u>60.2</u>	<u>7.4</u>	<u>13.7</u>	<u>42.1</u>	<u>73.9</u>
Total Liabilities and Deferred Inflows of Resources	\$212.9	\$193.6	\$38.3	\$35.6	\$251.2	\$229.2
<u>Net Position</u>						
Net Investment in Capital Assets	46.5	38.9	6.9	6.4	53.4	45.3
Unrestricted	<u>(52.4)</u>	<u>(65.7)</u>	<u>(8.7)</u>	<u>(12.5)</u>	<u>(61.1)</u>	<u>(78.2)</u>
<u>TOTAL NET POSITION</u>	<u><u>(\$5.9)</u></u>	<u><u>(\$26.8)</u></u>	<u><u>(\$1.8)</u></u>	<u><u>(\$6.1)</u></u>	<u><u>(\$7.7)</u></u>	<u><u>(\$32.9)</u></u>

* The 2022 figures have not been updated for the adoption of GASB 96.

The above analysis focuses on the net position. The change in net position of the School District's governmental activities is discussed below. The net position differs from fund balances and the reconciliation appears on page 4.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

SUMMARY OF NET POSITION: (Continued)

The District's net position reflects its investment in capital assets, and capital projects (i.e. land, buildings, vehicles, equipment, and infrastructure), less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The results of this year's operations for the School District as a whole are reported in the statement of activities (see table above), which shows the changes in net position for fiscal year 2023.

RESULTS OF OPERATIONS:

For the fiscal years ended June 30, 2023 and 2022, the District wide results of operations were:

	(IN MILLIONS)					
	GOVERNMENTAL		BUSINESS-TYPE		TOTAL	
	ACTIVITIES		ACTIVITIES			
	2023	2022	2023	2022	2023	2022 *
Revenues:						
Program Revenues:						
Charges for Services	\$0.7	\$0.8	\$25.1	\$22.7	\$25.8	\$23.5
Operating Grants and Contributions	75.6	68.6	0.0	0.0	75.6	68.6
General Revenues:					0.0	
Property Taxes	43.3	41.7	0.0	0.0	43.3	41.7
Grants and State Aid	65.2	47.9	0.0	0.0	65.2	47.9
Other	2.4	1.0	4.1	3.6	6.5	4.6
Total Revenues	<u>\$187.2</u>	<u>\$160.0</u>	<u>\$29.2</u>	<u>\$26.3</u>	<u>\$216.4</u>	<u>\$186.3</u>
Functions/Program Expenses						
Instruction	47.4	39.0	0.0	0.0	47.4	39.0
Support Services	67.4	59.5	0.0	0.0	67.4	59.5
Community Services	2.6	2.2	0.0	0.0	2.6	2.2
Depreciation and Other	7.2	6.0	0.0	0.0	7.2	6.0
Local District Services	0.0	0.0	24.9	26.2	24.9	26.2
Total Expenses	<u>\$124.6</u>	<u>\$106.7</u>	<u>\$24.9</u>	<u>\$26.2</u>	<u>\$149.5</u>	<u>\$132.9</u>
Excess Before Transfers	\$62.6	\$53.3	\$4.3	\$0.1	\$66.9	\$53.4
Transfers to Local Districts	<u>41.7</u>	<u>35.3</u>	<u>0.0</u>	<u>0.0</u>	<u>41.7</u>	<u>35.3</u>
<u>Change in Net Position</u>	<u>\$20.9</u>	<u>\$18.0</u>	<u>\$4.3</u>	<u>\$0.1</u>	<u>\$25.2</u>	<u>\$18.1</u>

* The 2022 figures have not been updated for the adoption of GASB 96.

The District's net position increased by \$25.2 million during the current fiscal year. The increase in net position differs from the change in fund balances and the reconciliation appears on page 6.

The net cost shows the financial burden that was placed on the State and the School District's taxpayers by each of these functions. Since property taxes for operations and unrestricted State aid constitute the vast majority of the School District's operating revenue sources, the Board of Education and Administration must annually evaluate the needs of the School District and balance those needs with State-prescribed available unrestricted resources.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

Budgeting and Operating Highlights

The School District's budgets are prepared according to Michigan law. The most significant budgeted funds are the General Fund, Special Education Fund and Career Technical Education Fund.

During the fiscal year ended June 30, 2023, the School District amended the budgets of the General Fund, Special Education, Career Technical Education and Special Education Capital Projects Fund three times. State law requires that the budget be amended to ensure that expenditures do not exceed appropriation. A schedule showing the School District's General Fund, Special Education Fund and Career Technical Education Fund original and final budget amounts compared with amounts actually paid and received is provided in required supplemental information of these financial statements.

General Fund

The general fund actual revenue and other financing sources was \$63.93 million. The amount is less than the final budget estimate of \$65.93 million. The variance was \$2 million, or 3%. The variance is primarily due to the fiscal year alignment of grant revenues for the fund. Major grant revenues being aligned include Head Start, Great Start Readiness Program, Title I – Regional Assistance, Section 31p – Trails, and Section 107 – Adult Education.

The actual expenditures and other financing uses of the general fund was \$62.15 million, which is below the final budget estimate of \$65.10 million. The variance was \$2.95 million, or 5%. The variance is primarily due to the fiscal year alignment of grant expenditures for the fund. Major grant expenditures being aligned include Great Start Readiness Program, Section 31p – Trails, and Early Childhood Partnership (11s). The District also anticipated an increase in English Language Learners contracted service expenditures, which did not occur during the 2022-2023 fiscal year.

The general fund had total revenues of \$63.93 million and total expenditures of \$62.15 million with a net increase in fund balance of \$1.78 million and an ending fund balance of \$16.44 million.

Special Education Fund

The special education fund actual revenue and other financing sources was \$103.31 million. The amount is less than the final budget estimate of \$104.47 million. The variance was \$1.16 million, or 1%.

The actual expenditures and other financing uses of the special education fund was \$103.47 million, which is below the final budget estimate of \$105.86 million. The variance was \$2.39 million, or 2%. The variance is primarily due to a decrease in Medicaid Fee For Service expenditures, as well as the fiscal year alignment of IDEA Flowthrough grant expenditures for the fund.

The special education fund had total revenues of \$103.31 million and total expenditures of \$103.47 million with a net decrease in fund balance of \$160 thousand and an ending fund balance of \$14.73 million.

Career Technical Education Fund

The career technical education fund actual revenue and other financing sources was \$19.19 million. The amount is more than the final budget estimate of \$19.06 million. The variance was \$132 thousand, or 1%.

The actual expenditures and other financing uses of the career technical education fund was \$19.53 million, which is below the final budget estimate of \$19.88 million. The variance was \$352 thousand, or 2%. The variance is primarily due to the fiscal year alignment of the Section 107 – Special Programs grant expenditures for the fund, unspent State Aid Educational Development Plan (EDP) funds that the District shares with local school districts, and lower than anticipated custodial and utility expenditures.

The career technical education fund had total revenues of \$19.19 million and total expenditures of \$19.53 million with a net decrease in fund balance of \$339 thousand and an ending fund balance of \$4.72 million.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

Capital Asset and Debt Administration

A. Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2023 amounted to \$53.33 million (net of accumulated depreciation/amortization). This investment in capital assets included land, building, land improvements, machinery and equipment, and licensed vehicles. Capital assets at fiscal year-end included the following:

	Capital Assets	
	(Net of Depreciation/Amortization)	
	2023	2022 *
Construction in Progress	\$8,151,859	\$911,293
Land	294,328	294,328
Buildings and Improvements	13,086,920	14,063,419
Land Improvements	28,255,262	27,272,999
Furniture and Equipment	2,789,026	3,038,058
Vehicles and Buses	753,554	855,529
<u>Total capital assets, net</u>	<u>\$53,330,949</u>	<u>\$46,435,626</u>

The District's investment in capital assets for its business-type activities as of June 30, 2023 amounted to \$6.85 million (net of accumulated depreciation). This investment in capital assets included furniture, equipment and buses. Capital assets at fiscal year-end included the following:

	Capital Assets	
	(Net of Depreciation/Amortization)	
	2023	2022 *
Furniture and Equipment	\$905,364	\$984,475
Buses	5,946,382	5,432,614
<u>Total capital assets, net</u>	<u>\$6,851,746</u>	<u>\$6,417,089</u>

Additional information on the District's capital assets can be found in Note 4.

B. Debt

At the end of the current fiscal year, the District had total long-term debt outstanding of \$7.35 million. Long-term debt at fiscal year-end included the following:

	Governmental		Business-Type	
	2023	2022 *	2023	2022 *
General Obligation Bonds	\$6,776,007	\$7,632,994	\$0	\$0
Compensated Absences	463,186	542,361	106,503	153,756
Total Long-Term Debt	<u>\$7,239,193</u>	<u>\$8,175,355</u>	<u>\$106,503</u>	<u>\$153,756</u>

Additional information on the District's long-term debt can be found in Note 6.

* The 2022 figures have not been updated for the adoption of GASB 96.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS

Economic Factors and Next Year's Budget

The following factors will affect the District in the future and were considered in preparing the District's budget for the 2023-2024 fiscal year:

- * Foundation Allowance – The foundation allowance for 2023-2024 is budgeted to increase to \$9,608 per pupil.
- * Retirement Rate
The continuing cost of health insurance to current and potential retirees continues to drive the rate increase the Michigan School Employees Retirement System recommends to the legislature for approval. For 2023-2024, the rate is anticipated to increase to 31.34% effective October 1, 2023. Additionally, the District will be required to pay 16.89%, for all wages earned October 1, 2023 and later, for the Unfunded Actuarial Accrued Liability (UAAL).
- * The Genesee Intermediate School District 2023/2024 adopted budget is as follows:

	<u>General</u>	<u>Special Ed.</u>	<u>Career Tech.</u>	<u>Total</u>
<u>REVENUE</u>	\$66,973,531	\$99,465,754	\$18,824,549	\$185,263,834
<u>EXPENDITURES</u>	<u>65,947,764</u>	<u>97,905,359</u>	<u>18,711,387</u>	<u>182,564,510</u>
<u>NET OVER BUDGET</u>	<u>\$1,025,767</u>	<u>\$1,560,395</u>	<u>\$113,162</u>	<u>\$2,699,324</u>

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Genesee Intermediate School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Cynthia McCain
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BASIC FINANCIAL STATEMENTS

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$63,122,875	\$16,022,142	\$79,145,017
Investments	11,982,462	0	11,982,462
Accounts Receivable	2,081,992	2,574,596	4,656,588
Taxes Receivable	8,982	0	8,982
Due from Other Governmental Units	27,031,479	319,073	27,350,552
Inventory	7,596	0	7,596
Prepaid Expenditures	1,055,089	306,355	1,361,444
Capital Assets, Not Being Depreciated - Construct. in Progress	8,151,859	0	8,151,859
Capital Assets, Not Being Depreciated - Land	294,328	0	294,328
Capital Assets, Net of Accumulated Depreciation	44,884,762	6,851,746	51,736,508
Total Assets	\$158,621,424	\$26,073,912	\$184,695,336
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Related to Pensions	38,796,694	8,355,341	47,152,035
Related to Postemployment Benefits	9,579,250	2,063,008	11,642,258
Total Deferred Outflows of Resources	\$48,375,944	\$10,418,349	\$58,794,293
<u>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>			
	\$206,997,368	\$36,492,261	\$243,489,629
<u>LIABILITIES</u>			
Accounts Payable	14,837,251	434,567	15,271,818
Due to Other Governmental Units	1,361,189	739,336	2,100,525
Salaries Payable	2,134,215	34,438	2,168,653
Accrued Expenditures	1,271,492	10,294	1,281,786
Unearned Revenue	14,227,137	8,400	14,235,537
Long-Term Obligations - Due in One Year	886,987	0	886,987
Long-Term Obligations - Due in More than One Year	6,352,206	106,503	6,458,709
Net Pension Liability	129,942,187	27,984,633	157,926,820
Net Other Postemployment Benefits Liability	7,195,712	1,549,684	8,745,396
Total Liabilities	\$178,208,376	\$30,867,855	\$209,076,231
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Related to State Aid Funding for Pension & OPEB	9,280,549	1,998,680	11,279,229
Related to Pensions	8,311,449	1,789,972	10,101,421
Related to Other Postemployment Benefits	17,084,564	3,679,369	20,763,933
Total Deferred Inflows of Resources	\$34,676,562	\$7,468,021	\$42,144,583
<u>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>			
	\$212,884,938	\$38,335,876	\$251,220,814
<u>NET POSITION</u>			
Net Investment in Capital Assets	46,554,942	6,851,746	53,406,688
Restricted	(36,538)	0	(36,538)
Unrestricted	(52,405,974)	(8,695,361)	(61,101,335)
Total Net Position	(\$5,887,570)	(\$1,843,615)	(\$7,731,185)

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

FUNCTIONS/PROGRAMS	Program Revenues			Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges For Services	Program Specific Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities						
Instruction	\$47,403,574	\$0	\$0	(\$47,403,574)	\$0	(\$47,403,574)
Support Services	67,428,405	545,177	56,671,791	(10,211,437)	0	(10,211,437)
Community Services	2,564,064	0	0	(2,564,064)	0	(2,564,064)
Outgoing Transfers and Other Uses	2,584,623	0	0	(2,584,623)	0	(2,584,623)
Transfers to Local Districts	41,739,184	0	18,930,706	(22,808,478)	0	(22,808,478)
Food Service	730,998	10,464	0	(720,534)	0	(720,534)
Student Activities	161,730	160,360	0	(1,370)	0	(1,370)
Depreciation - Unallocated	3,717,283	0	0	(3,717,283)	0	(3,717,283)
Total Governmental Activities	<u>\$166,329,861</u>	<u>\$716,001</u>	<u>\$75,602,497</u>	<u>(\$90,011,363)</u>	<u>\$0</u>	<u>(\$90,011,363)</u>
Business-Type Activities:						
Local District Services	<u>24,851,015</u>	<u>25,054,479</u>	<u>0</u>	<u>0</u>	<u>203,464</u>	<u>203,464</u>
<u>TOTALS</u>	<u>\$191,180,876</u>	<u>\$25,770,480</u>	<u>\$75,602,497</u>	<u>(\$90,011,363)</u>	<u>\$203,464</u>	<u>(\$89,807,899)</u>
General Revenues:						
Property Taxes, Levied for General Purpose				4,735,554	0	4,735,554
Property Taxes, Levied for Special Education Purpose				27,534,254	0	27,534,254
Property Taxes, Levied for Career Technical Education Purpose				11,011,065	0	11,011,065
State Aid				56,842,678	0	56,842,678
Interdistrict Sources				7,124,785	0	7,124,785
Grants and Contributions Not Restricted to Specific Program:				1,222,333	0	1,222,333
Investment Earnings				1,444,119	0	1,444,119
Miscellaneous				989,435	4,080,819	5,070,254
Total General Revenues and Transfers				<u>\$110,904,223</u>	<u>\$4,080,819</u>	<u>\$114,985,042</u>
				<u>\$20,892,860</u>	<u>\$4,284,283</u>	<u>\$25,177,143</u>
Change in Net Position						
Net Position - Beginning of Year				<u>(26,780,430)</u>	<u>(6,127,898)</u>	<u>(32,908,328)</u>
<u>Net Position - End of Year</u>				<u>(\$5,887,570)</u>	<u>(\$1,843,615)</u>	<u>(\$7,731,185)</u>

See notes to the financial statements

GENESEE INTERMEDIATE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Special Education Fund	Career Technical Education Fund	Special Education Capital Projects	Career Technical Capital Projects
<u>ASSETS</u>					
Cash and Cash Equivalents	\$16,129,703	\$6,531,232	\$4,576,792	\$19,027,419	\$11,316,288
Investments	9,379,880	1,325,225	1,277,357	0	0
Receivables:					
Accounts Receivable	2,021,680	28,210	31,129	0	0
Taxes Receivable	981	5,716	2,285	0	0
Due From Other Governmental Units	7,999,703	17,363,157	1,565,921	0	0
Inventory	0	0	0	0	0
Prepaid Expenditures	932,551	117,219	5,319	0	0
<u>TOTAL ASSETS</u>	<u>\$36,464,498</u>	<u>\$25,370,759</u>	<u>\$7,458,803</u>	<u>\$19,027,419</u>	<u>\$11,316,288</u>
<u>LIABILITIES</u>					
Accounts Payable	\$6,084,588	\$7,699,101	\$657,549	\$279,105	\$87,534
Due to Other Governmental Units	190,541	698,322	471,496	0	0
Salaries Payable	411,992	1,298,139	424,084	0	0
Accrued Expenditures	618,041	464,126	152,787	0	0
Unearned Revenue	12,720,351	475,420	1,031,178	0	0
Total Liabilities	<u>\$20,025,513</u>	<u>\$10,635,108</u>	<u>\$2,737,094</u>	<u>\$279,105</u>	<u>\$87,534</u>
<u>FUND BALANCES</u>					
Non-Spendable					
Inventory	0	0	0	0	0
Prepaid Expenditures	932,551	117,219	5,319	0	0
Restricted					
School Service	0	0	0	0	0
Special Education	0	11,683,185	0	0	0
Career Technical Education	0	0	2,651,942	0	0
Committed					
Capital Projects	0	0	0	18,748,314	11,228,754
Student Activities	0	0	0	0	0
Assigned	8,919,825	2,935,247	2,064,448	0	0
Unassigned	6,586,609	0	0	0	0
Total Fund Balances	<u>\$16,438,985</u>	<u>\$14,735,651</u>	<u>\$4,721,709</u>	<u>\$18,748,314</u>	<u>\$11,228,754</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$36,464,498</u>	<u>\$25,370,759</u>	<u>\$7,458,803</u>	<u>\$19,027,419</u>	<u>\$11,316,288</u>

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2023

		Total Governmental Fund Balances:	\$71,495,729
Non-Major Governmental Funds	Total Governmental Funds	Amounts reported for governmental activities in the statement of net position are different because:	
\$5,541,441	\$63,122,875	Deferred Outflows of Resources - Related to Pensions	38,796,694
0	11,982,462	Deferred Outflows of Resources - Related to OPEB	9,579,250
973	2,081,992	Deferred Inflow Related to State Aid Funding for Pension & OPEB	(9,280,549)
0	8,982	Deferred Inflows of Resources - Related to Pensions	(8,311,449)
102,698	27,031,479	Deferred Inflows of Resources - Related to OPEB	(17,084,564)
7,596	7,596	Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds	
0	1,055,089	Construction in Progress	\$8,151,859
\$5,652,708	\$105,290,475	Capital Assets	86,749,776
		Less: Accumulated Depreciation	(41,570,686)
		Capital Assets, Net of Accumulated Depreciation	53,330,949
\$29,374	\$14,837,251	Accrued Interest on Long-Term Debt	(36,538)
830	1,361,189	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:	
0	2,134,215	General Obligation Bonds	\$6,776,007
0	1,234,954	Compensated Absences Payable	463,186
188	14,227,137	Total	(7,239,193)
\$30,392	\$33,794,746	Net Pension Liability	(129,942,187)
		Net Other Postemployment Benefits Liability	(7,195,712)
		<u>TOTAL NET POSITION -</u>	
		<u>GOVERNMENTAL ACTIVITIES</u>	<u>(\$5,887,570)</u>
5,252,001	35,229,069		
255,543	255,543		
0	13,919,520		
0	6,586,609		
\$5,622,316	\$71,495,729		
\$5,652,708	\$105,290,475		

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	General Fund	Special Education Fund	Career Technical Education Fund	Special Education Capital Projects	Career Technical Capital Projects
<u>REVENUES</u>					
Local Sources	\$7,386,048	35,094,600	\$11,576,819	\$21,096	\$4,720
State Sources	27,858,807	46,797,197	5,958,858	0	0
Federal Sources	21,696,062	21,169,599	1,552,105	0	0
Interdistrict Sources	6,892,371	232,414	0	0	0
Total Revenues	<u>\$63,833,288</u>	<u>\$103,293,810</u>	<u>\$19,087,782</u>	<u>\$21,096</u>	<u>\$4,720</u>
<u>EXPENDITURES</u>					
Instruction	17,159,418	25,374,364	6,849,345	0	0
Student Services	4,716,832	17,638,042	628,770	0	0
Instructional Staff	9,666,118	3,019,016	1,191,295	0	0
General Administration	747,298	336,431	68,429	0	0
School Administration	718,710	1,724,250	804,555	0	0
Business Administration	1,143,804	1,951,179	293,352	0	0
Operation & Maintenance	2,513,772	2,150,463	1,470,005	0	0
Transportation	721,679	9,715,488	845,818	0	0
Support Services - Other	5,788,217	3,675,572	543,545	0	0
Community Services	2,163,052	401,012	0	0	0
Outgoing Transfers and Other Uses	1,093,515	1,469,658	860,325	0	0
Food Service	0	0	0	0	0
Student Activities	0	0	0	0	0
Capital Outlay	0	0	0	4,202,613	3,426,394
Total Expenditures	<u>\$46,432,415</u>	<u>\$67,455,475</u>	<u>\$13,555,439</u>	<u>\$4,202,613</u>	<u>\$3,426,394</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$17,400,873	\$35,838,335	\$5,532,343	(\$4,181,517)	(\$3,421,674)
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers (to) Local Districts	(13,967,444)	(25,658,556)	(2,113,184)	0	0
Transfers In From Other Funds	100,000	0	0	10,350,000	3,862,500
Transfers Out to Other Funds	(1,750,000)	(10,350,000)	(3,862,500)	0	0
Other Transfers	1,228	12,320	104,979	0	0
Total Other Financing Sources (Uses)	<u>(\$15,616,216)</u>	<u>(\$35,996,236)</u>	<u>(\$5,870,705)</u>	<u>\$10,350,000</u>	<u>\$3,862,500</u>
Net Change in Fund Balance	\$1,784,657	(\$157,901)	(\$338,362)	\$6,168,483	\$440,826
<u>FUND BALANCE - BEGINNING OF YEAR</u>					
	14,654,328	14,893,552	5,060,071	12,579,831	10,787,928
<u>FUND BALANCE - END OF YEAR</u>					
	<u>\$16,438,985</u>	<u>\$14,735,651</u>	<u>\$4,721,709</u>	<u>\$18,748,314</u>	<u>\$11,228,754</u>

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Non-Major Governmental Funds	Total Governmental Funds		
		Total net change in fund balances - governmental funds	\$8,632,933
		Amounts reported for governmental activities in the statement of activities are different because:	
\$175,653	\$54,258,936	Governmental funds report capital outlays as expenditures.	
9,006	80,623,868	However, in the statement of activities, the cost of those assets is	
678,839	45,096,605	allocated over their estimated useful lives as depreciation expense.	
0	7,124,785	Net Change - Construction in Progress	\$7,240,566
\$863,498	\$187,104,194	Capital Outlay	3,372,040
		Depreciation Expense	(3,717,283)
		Loss on Sale of Assets	0
		Total	6,895,323
0	49,383,127	Principal Payments on Bonds	835,000
0	22,983,644	Amortization of Bond Premium	21,987
0	13,876,429	Change in accrued interest on long-term liabilities	3,875
0	1,152,158	Change in accrued compensated absences	79,175
0	3,247,515	Some expenses reported in the statement of activities do not require the use of	
0	3,388,335	current financial resources and, therefore, are not reported as expenditures in	
0	6,134,240	the governmental Funds.	
0	11,282,985	State Aid Funding for Pension & OPEB	(3,874,212)
0	10,007,334	Pension Related Items	2,311,367
0	2,564,064	OPEB Related Items	5,987,412
0	3,423,498		
731,882	731,882	<u>CHANGE IN NET POSITION OF</u>	
161,730	161,730	<u>GOVERNMENTAL ACTIVITIES</u>	\$20,892,860
884,656	8,513,663		
\$1,778,268	\$136,850,604		
(\$914,770)	\$50,253,590		
0	(41,739,184)		
1,650,000	15,962,500		
0	(15,962,500)		
0	118,527		
\$1,650,000	(\$41,620,657)		
\$735,230	\$8,632,933		
4,887,086	62,862,796		
\$5,622,316	\$71,495,729		

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	General Local District Services	Special Education Local District Services	Non-Major Career Tech Education Local District Services	Total
<u>ASSETS</u>				
<u>CURRENT ASSETS</u>				
Cash	\$7,279,234	\$7,474,324	\$1,268,584	\$16,022,142
Accounts Receivable	1,346,615	1,168,887	59,094	2,574,596
Due from Other Governmental Units	319,073	0	0	319,073
Prepaid Expenditures	296,447	8,926	982	306,355
Total Current Assets	<u>\$9,241,369</u>	<u>\$8,652,137</u>	<u>\$1,328,660</u>	<u>\$19,222,166</u>
<u>NON-CURRENT ASSETS</u>				
Capital Assets, Net of Accumulated Depreciation	<u>905,364</u>	<u>4,921,856</u>	<u>1,024,526</u>	<u>6,851,746</u>
<u>TOTAL ASSETS</u>	<u>\$10,146,733</u>	<u>\$13,573,993</u>	<u>\$2,353,186</u>	<u>\$26,073,912</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Related to Pensions	3,446,814	4,404,000	504,527	8,355,341
Related to Postemployment Benefits	851,049	1,087,387	124,572	2,063,008
Total Deferred Outflows of Resources	<u>\$4,297,863</u>	<u>\$5,491,387</u>	<u>\$629,099</u>	<u>\$10,418,349</u>
<u>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>	<u>\$14,444,596</u>	<u>\$19,065,380</u>	<u>\$2,982,285</u>	<u>\$36,492,261</u>
<u>LIABILITIES</u>				
<u>CURRENT LIABILITIES</u>				
Accounts Payable	186,002	221,579	26,986	434,567
Due to Other Governmental Units	288,672	404,139	46,525	739,336
Salaries Payable	34,438	0	0	34,438
Accrued Expenditures	10,294	0	0	10,294
Unearned Revenue	8,400	0	0	8,400
Total Current Liabilities	<u>\$527,806</u>	<u>\$625,718</u>	<u>\$73,511</u>	<u>\$1,227,035</u>
<u>NON-CURRENT LIABILITIES</u>				
Pension Liability	11,544,451	14,750,365	1,689,817	27,984,633
Net Other Postemployment Benefits Liability	639,288	816,820	93,576	1,549,684
Compensated Absences	57,674	36,635	12,194	106,503
Total Non-Current Liabilities	<u>\$12,241,413</u>	<u>\$15,603,820</u>	<u>\$1,795,587</u>	<u>\$29,640,820</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Related to State Aid Funding for Pension & OPEB	824,512	1,053,480	120,688	1,998,680
Related to Pensions	738,414	943,473	108,085	1,789,972
Related to Other Postemployment Benefits	1,517,844	1,939,351	222,174	3,679,369
Total Deferred Inflows of Resources	<u>\$3,080,770</u>	<u>\$3,936,304</u>	<u>\$450,947</u>	<u>\$7,468,021</u>
<u>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u>	<u>\$15,849,989</u>	<u>\$20,165,842</u>	<u>\$2,320,045</u>	<u>\$38,335,876</u>
<u>NET POSITION</u>				
<u>NET POSITION</u>				
Net Investment in Capital Assets	905,364	4,921,856	1,024,526	6,851,746
Unrestricted	<u>(2,310,757)</u>	<u>(6,022,318)</u>	<u>(362,286)</u>	<u>(8,695,361)</u>
<u>TOTAL NET POSITION</u>	<u>(\$1,405,393)</u>	<u>(\$1,100,462)</u>	<u>\$662,240</u>	<u>(\$1,843,615)</u>

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023

	General Local District Services	Special Education Local District Services	Non-Major Career Tech Education Local District Services	Total After Interfund Eliminations
<u>OPERATING REVENUES</u>				
Charges for Services	\$10,749,314	\$12,758,980	\$1,546,185	\$25,054,479
Other Miscellaneous Revenue	2,712,072	1,216,495	152,252	4,080,819
Total Operating Revenues	<u>\$13,461,386</u>	<u>\$13,975,475</u>	<u>\$1,698,437</u>	<u>\$29,135,298</u>
<u>OPERATING EXPENSES</u>				
Salaries & Wages	3,274,727	4,197,351	481,253	7,953,331
Employee Benefits	2,403,298	3,320,655	382,843	6,106,796
Purchased Services	5,814,432	1,963,628	96,838	7,874,898
Supplies & Materials	73,591	1,631,968	210,814	1,916,373
Capital Outlay	120,954	0	0	120,954
Other Expenses	716,075	947,490	449,047	2,112,612
Depreciation Expense	134,031	932,444	120,474	1,186,949
Pension (Revenue) Expense	(555,937)	(305,685)	(32,289)	(893,911)
OPEB (Revenue) Expense	(666,057)	(772,913)	(88,017)	(1,526,987)
Total Operating Expenses	<u>\$11,315,114</u>	<u>\$11,914,938</u>	<u>\$1,620,963</u>	<u>\$24,851,015</u>
Net Operating Revenue	<u>\$2,146,272</u>	<u>\$2,060,537</u>	<u>\$77,474</u>	<u>\$4,284,283</u>
<u>NET POSITION - BEGINNING OF YEAR</u>	<u>(3,551,665)</u>	<u>(3,160,999)</u>	<u>584,766</u>	<u>(6,127,898)</u>
<u>NET POSITION - END OF YEAR</u>	<u>(\$1,405,393)</u>	<u>(\$1,100,462)</u>	<u>\$662,240</u>	<u>(\$1,843,615)</u>

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2023

	General Local District Services	Special Education Local District Services	Non-Major Career Tech Education Local District Services	Total
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>				
Receipts from Local Districts	\$10,685,073	\$12,466,175	\$1,519,582	\$24,670,830
Receipts from Other Sources	2,710,469	1,216,495	152,252	4,079,216
Payments to Suppliers	(6,928,595)	(4,137,593)	(704,449)	(11,770,637)
Payments to Employees	(5,730,742)	(7,513,836)	(862,802)	(14,107,380)
Net Cash Provided By Operating Activities	<u>\$736,205</u>	<u>\$2,031,241</u>	<u>\$104,583</u>	<u>\$2,872,029</u>
<u>CASH FLOWS FROM INVESTING AND RELATED FINANCING ACTIVITIES</u>				
Purchases of Capital Assets	<u>(54,920)</u>	<u>(1,336,218)</u>	<u>(230,468)</u>	<u>(1,621,606)</u>
<u>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>				
	\$681,285	\$695,023	(\$125,885)	\$1,250,423
<u>BALANCES - BEGINNING OF YEAR</u>				
	<u>6,597,949</u>	<u>6,779,301</u>	<u>1,394,469</u>	<u>14,771,719</u>
<u>BALANCES - END OF YEAR</u>				
	<u>\$7,279,234</u>	<u>\$7,474,324</u>	<u>\$1,268,584</u>	<u>\$16,022,142</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided</u>				
<u>By Operating Activities</u>				
Operating Income (Loss)	\$2,146,272	\$2,060,537	\$77,474	\$4,284,283
Adjustments to Reconcile Operating Income to Net Cash				
Provided By Operating Activities:				
Depreciation Expense	134,031	932,444	120,474	1,186,949
Change in Assets and Liabilities:				
Receivables	(64,241)	(292,805)	(26,603)	(383,649)
Prepays	(13,618)	(8,926)	(982)	(23,526)
Compensated Absences	(52,717)	4,170	1,294	(47,253)
Payables	(189,925)	414,419	53,232	277,726
Pension Related Assets & Liabilities	(1,221,994)	(1,078,598)	(120,306)	(2,420,898)
Accrued Expenses	(7,203)	0	0	(7,203)
Unearned Revenue	5,600	0	0	5,600
<u>Net Cash Provided By (Used In)</u>				
<u>Operating Activities</u>	<u>\$736,205</u>	<u>\$2,031,241</u>	<u>\$104,583</u>	<u>\$2,872,029</u>

See notes to the financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) DESCRIPTION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. All fiduciary activities are reported only in the fund financial statements. Governmental activities normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions.

B) REPORTING ENTITY

The District is governed by an elected five-member Board of Education. The accompanying basic financial statements have been prepared in accordance with criteria established by the GASB for determining the various governmental organizations to be included in the reporting entity. These criteria include significant operational financial relationships that determine which of the governmental organizations are part of the District's reporting entity and which organizations are legally separate component units of the District. Based on application of the criteria, the District does not contain component units.

The District receives funding from local, state, federal and interdistrict government sources and must comply with the accompanying requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" body that has separate legal standing and is fiscally independent of the governmental entities. As such, the Board of Education has decision-making authority, the authority to levy taxes, and determine its budget, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters.

C) BASIS OF PRESENTATION

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

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

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

Fund Financial Statements – Fund financial statements report detailed information about the School District. The focus of governmental and proprietary fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C) BASIS OF PRESENTATION (Continued)

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

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus.

D) BASIC FINANCIAL STATEMENTS

Financial statements of the reporting entity are organized into funds each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

Funds are organized as major funds or non-major funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or proprietary fund are at least 10 percent of the corresponding total for all funds of that category or type, and
2. The same element of the individual governmental fund or proprietary fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and proprietary funds combined.

The District reports the following major funds:

Major Governmental Funds

General Fund – The general fund is used to account for all financial resources except those required to be accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the laws of the State of Michigan.

Special Education Fund – The special education fund is used to account for financial resources to be used specifically for providing special education services to students within the School District.

Career Technical Education Fund - The career technical education fund is used to account for financial resources to be used specifically for providing vocational education services to students within the School District.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D) BASIC FINANCIAL STATEMENTS (Continued)

Major Governmental Funds(Continued)

Special Education Capital Projects Fund – The capital projects fund accounts for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

Career Technical Education Capital Projects Fund – The capital projects fund accounts for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

Major Proprietary Funds

General Local Districts Services Fund - The activities of the General Fund within the Proprietary Fund are county-wide interactive voice, data and video network (GENNET), shared services for technology, business, and custodial, energy savings consortium, Interactive Television (ITV) and online courses.

Special Education Local Districts Services Fund - The activity of Special Education within the Proprietary Fund is transportation services for special education students in the county.

The District reports the following non-major funds:

Non-Major Governmental Funds

Special Revenue Funds – The special revenue funds accounts for revenue sources that are legally restricted to expenditures for specific purposes (not including expendable trusts or major capital projects). The District accounts for its food service and student/school activities in the special revenue funds.

Capital Projects Funds – The capital projects funds account for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds. The District maintains two capital projects funds (General and GF 20 Capital Projects).

Non-Major Proprietary Funds

Career Technical Education Local Districts Services Fund - The activity of Career Technical Education within the Proprietary Fund is transportation services for vocational education students in the county to and from the Genesee Area Skill Center.

During the course of operations the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in the fund financial statements, they are eliminated in the preparation of the government-wide financial statements.

Further, certain activity occurs during the year involving transfers of resources between funds. In the fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in the fund financial statements, they are eliminated in the preparation of the government-wide financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E) BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – Exchange and Non-exchange Transactions – Revenues resulting from exchange transactions, in which each party receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and available. Available, means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within approximately sixty days of the fiscal year-end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenues from nonexchange transactions must also be available before it can be recognized.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Unearned Revenue – Unearned Revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met are recorded as Unearned Revenue. The long-term portion of the receivable for fees charged to local districts for the GENNET project have also been recorded as Unearned Revenue.

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as Unearned Revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation, are not recognized in governmental funds.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F) CASH AND CASH EQUIVALENTS/INVESTMENTS

Cash and cash equivalents include amounts in demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

In accordance with Michigan Compiled Laws, the District is authorized to invest in the following investment vehicles:

- a. Bonds, securities, and other obligations of the United States or an agency or instrumentality of the United States.
- b. Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation (FDIC) or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation (FSLIC) or a credit union which is insured by the National Credit Union Administration (NCUA), but only if the bank, savings and loan association, or credit union is eligible to be a depository of surplus funds belonging to the State under section 5 or 6 of Act No. 105 of the Public Acts of 1855, as amended, being Section 21.145 and 21.146 of the Michigan Compiled Laws.
- c. Commercial paper rated at the time of purchase within the three (3) highest classifications established by not less than two (2) standard rating services and which matures not more than 270 days after the date of purchase.
- d. The United States government or federal agency obligations repurchase agreements.
- e. Bankers acceptances of United States banks.
- f. Mutual funds composed of investment vehicles, which are legal for direct investment by local units of government in Michigan.

Michigan Compiled Laws allow for collateralization of government deposits, if the assets for pledging are acceptable to the State Treasurer under Section 3 of 1855 PA 105, MCL 21.143, to secure deposits of State surplus funds, securities issued by the Federal Loan Mortgage Corporation, Federal National Mortgage Association, or Government National Mortgage Association.

G) INVENTORIES AND PREPAID COSTS

Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid costs in both government-wide and fund financial statements.

H) CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) using a \$5,000 capitalization threshold. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not. Interest incurred during the construction of capital assets is also capitalized.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H) CAPITAL ASSETS (Continued)

Land and construction in progress, if any, are not depreciated. Right to use assets of the District are amortized using the straight-line method over the shorter of the lease period of the estimated useful lives. The other property, plant, and equipment of the District are depreciated using the straight line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental Activities</u> <u>Estimated Lives</u>
Buildings and Improvements	20 – 50 years
Land Improvements	5 – 20 years
Furniture and Equipment	5 – 10 years
Vehicles and Buses	5 – 10 years

I) INTERFUND BALANCES

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

J) COMPENSATED ABSENCES

The liability for compensated absences reported in the government-wide statements consists of earned but unused accumulated vacation, sick leave, and severance benefits. A liability for these amounts is reported in governmental funds as it comes due for payment. The liability has been calculated using the vesting method, in which leave amounts are included both for employees who are currently eligible to receive termination payments and for other employees who are expected to become eligible in the future to receive such payments upon termination.

K) LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as debt service expenditures.

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 issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

L) DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

Deferred Outflows

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 a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has two items that qualify for reporting in this category. They are the pension and other postemployment benefits related items reported in the government-wide statement of net position. A deferred outflow is recognized for pension and other postemployment benefit related items. These amounts are expensed in the plan year in which they apply.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L) DEFERRED OUTFLOWS/INFLOWS OF RESOURCES (Continued)

Deferred Inflows

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 a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has three items that qualifies for reporting in this category. The first is restricted state aid funding deferred to offset deferred outflows related to section 147c pension and other postemployment benefit contributions subsequent to the measurement period. The second and third items are future resources yet to be recognized in relation to the pension and other postemployment benefit actuarial calculation. These future resources arise from differences in the estimates used by the actuary to calculate the pension and other postemployment benefit liability and the actual results. The amounts are amortized over a period determined by the actuary.

M) DEFINED BENEFIT PLAN

For purposes of measuring the net pension and other postemployment benefit liability, deferred outflows of resources and deferred inflows of resources related to pensions and other postemployment benefits, and pension and other postemployment benefits expense, information about the fiduciary net position of the Michigan Public 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. Investments are reported at fair value.

N) NET POSITION FLOW ASSUMPTION

Sometimes the District will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

O) FUND BALANCE FLOW ASSUMPTION

Sometimes the District will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the District's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

P) FUND BALANCE POLICIES

Fund balances for each of the District's governmental funds (General Fund, special revenue funds, capital projects funds, and debt service funds) are displayed in the following classifications depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

- * Nonspendable fund balance - amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts) or are legally or contractually required to be maintained intact.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P) FUND BALANCE POLICIES (Continued)

- * Restricted fund balance - amounts that can be spent only for specific purposes because of constraints imposed by external providers (such as grantors, bondholders, and higher levels of government), or imposed by constitutional provisions or enabling legislation. Special Education Fund, Career Technical Education Fund, and School Service balances are considered restricted.
- * Committed fund balance - amounts that can be spent only for specific purposes determined by a formal action resolution of the District's highest level of decision-making authority, the Board of Education.
- * Assigned fund balance - amounts the District intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed. The intent is expressed by the Board of Education.
- * Unassigned fund balance - amounts that are available for any purpose; these amounts can be reported only in the District's General Fund.

In the general fund, the goal of the District shall be to maintain a minimum unassigned fund balance of no less than 5% of the preceding year's expenditures.

R) LEASES AND SUBSCRIPTION BASED IT ARRANGEMENTS (SBITA)

Lessee/subscriber: The District is a lessee for a noncancelable lease/subscription of office equipment and an IT arrangement. The District recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The District recognizes a lease/SBITA liability and an intangible right-to-use lease/SBITA asset in the government-wide financial statements.

At the commencement of a lease/subscription, the District initially measures the lease/SBITA liability at the present value of payments expected to be made during the lease/SBITA term. Subsequently, the lease/SBITA liability is reduced by the principal portion of lease/SBITA payments made. The lease/SBITA asset is initially measured as the initial amount of the lease/SBITA liability, adjusted for lease/SBITA payments made at or before the lease/SBITA commencement date, plus certain initial direct costs. Subsequently, the lease/SBITA asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases included how the District determines (1) the discount rate it uses to discount the expected lease/SBITA payments to present value, (2) lease/SBITA term, and (3) lease/SBITA payments.

- * The District uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the District generally uses its estimated incremental borrowing rate as the discount rate for leases/SBITA.
- * The lease/SBITA term includes the noncancelable period of the lease/subscription. Lease/SBITA payments included in the measurement of the lease/SBITA liability are composed of fixed payments and purchase option price that the District is reasonably certain to exercise.

The District monitors changes in circumstances that would require a remeasurement of its lease/SBITA and will remeasure the lease/SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the lease/SBITA liability.

Lease/SBITA assets are reported with other capital assets and lease/SBITA liabilities are reported with long-term obligations on the statement of net position. The District did not have any items to report as capital assets and lease liabilities as of June 30, 2023.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

R) REVENUES

Program Revenues – Amounts reported as 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 or segment, and (2) grants and contributions that are restricted to meeting the operational requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, unrestricted state aid, interest, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, those revenues are primary fees collected for providing transportation of special education students, fees collected for transportation of students in the local school districts and fees collected for local district use of the GENNET interactive voice, data and video system.

The State of Michigan utilizes a foundation grant approach which provides for a specific annual amount of revenue per pupil based on a statewide formula. The Foundation is funded from state and local sources. Revenues from state sources are primarily governed by the School Aid Act and the School Code of Michigan. The Michigan Department of Education administers the allocation of state funds to school districts based on information supplied by the districts. For the current year ended, the foundation allowance was based on pupil membership counts.

The state portion of the Foundation is provided primarily by a state education property tax millage of 6 mills on Principal Residence Exemption (PRE) property and an allocated portion of state sales and other taxes. The local portion of the Foundation is funded primarily by Non-PRE property taxes which may be levied at a rate of up to 18 mills as well as 6 mills for Commercial Personal Property Tax. The state revenue is recognized during the foundation period and is funded through payments from October to August. Thus, the unpaid portion at June 30 is reported as due from other governmental units.

The District also receives revenue from the state to administer certain categorical education programs. State rules require that revenue earmarked for these programs be used for its specific purpose. Certain governmental funds require an accounting to the state of the expenditures incurred. For categorical funds meeting this requirement, funds received and accrued, which are not expended by the close of the fiscal year are recorded as unearned revenue.

All other revenue items are generally considered to be measurable and available only when cash is received by the District.

Property taxes levied by the District are collected by various municipalities and periodically remitted to the District. The District levies its property taxes in summer and winter and various municipalities collect its property taxes and remit them to the District through February. The delinquent real property taxes of the District are purchased by the County, and delinquent personal property taxes continue to be collected by the municipalities and recorded as revenue as they are collected. The county sells tax notes, the proceeds of which have been used to pay the District for these delinquent real property taxes. These delinquent real property taxes have been recorded as revenue in the current year.

S) CONTRIBUTIONS OF CAPITAL

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

T) INTERFUND ACTIVITY

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

U) EXTRAORDINARY AND SPECIAL ITEMS

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year ended June 30, 2023.

V) USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

X) MICHIGAN PUBLIC SCHOOL ACCOUNTING MANUAL

The accompanying financial statements have been prepared on a basis substantially consistent with the Michigan Public School Accounting Manual (Bulletin 1022), which outlines the accounting procedures and policies for school districts required by the Michigan State Board of Education.

Y) BUDGETARY DATA

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund and special revenue fund. The capital projects fund is appropriated on a project-length basis. Other funds do not have appropriated budgets.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executor) contracts for goods or services (i.e., purchase orders, contracts, and commitments). The District does not utilize encumbrance accounting.

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

1. The Superintendent submits to the School Board a proposed operating budget for the fiscal year commencing on July 1. The operating budget includes proposed expenditures and the means of financing them. The level of control for the budgets is at the functional level as set forth and presented as required supplementary information.
2. Public hearings are conducted to obtain taxpayer comments.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Y) BUDGETARY DATA (Continued)

3. Prior to July 1, the budget is legally adopted by School Board resolution pursuant to the Uniform Budgeting and Accounting Act (1968 PA 2). The Act requires that the budget be amended prior to the end of the fiscal year when necessary to adjust appropriations if it appears that revenues and other financing sources will be less than anticipated or so that expenditures will not be in excess of original estimates. Expenditures shall not be made or incurred, unless authorized in the budget, in excess of the amount appropriated. Violations, if any, in the general fund are noted in the required supplementary information section.
4. Transfers may be made for budgeted amounts between major expenditure functions within any fund; however, these transfers and any revisions that alter the total expenditures of any fund must be approved by the School Board.
5. The budget was amended during the year with supplemental appropriations, the last one approved prior to year-end June 30, 2023. The District does not consider these amendments to be significant.

2) DEPOSITS AND INVESTMENTS

As of June 30, 2023 the District had deposits and investments subject to the following risk:

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. As of June 30, 2023, \$82,481,619 of the District’s bank balance of \$83,231,619 was exposed to custodial credit risk because it was uninsured and uncollateralized. The carrying value on the books for deposits at the end of the year was \$79,145,017.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

The District will minimize custodial credit risk, which is the risk of loss due to the failure of the security issuer or backer, by; limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries and advisors with which the District will do business.

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 mutual funds, or similar investment pools and limiting the average maturity in accordance with the District’s cash requirements.

Concentration of credit risk. The District will minimize 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.

<u>Investment Type</u>	<u>Fair value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Standard & Poor's Rating</u>	<u>%</u>
MILAF External Investment Pool - MICMS	\$ 5,188,450	N/A	AAA	43.30%
MILAF External Investment Pool - MIMAX	6,794,012	N/A	AAA	56.70%
<u>TOTAL</u>	<u>\$ 11,982,462</u>			<u>100.00%</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

2) DEPOSITS AND INVESTMENTS (Continued)

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

Fair value measurement. The District is required to disclose amounts within a framework established for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1: Quoted prices in active markets for identical securities.

Level 2: Prices determined using other significant observable inputs. Observable inputs are inputs that other market participants may use in pricing a security. These may include prices for similar securities, interest rates, prepayment speeds, credit risk and others.

Level 3: Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant, unobservable inputs may be used. Unobservable inputs reflect the District's own assumptions about the factors market participants would use in pricing an investment and would be based on the best information available.

The asset or liability's fair measurement level with the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

MILAF-MIMAX investments fair value measurement is level 2.

The District voluntarily invests certain excess funds in external pooled investment funds which included money market funds. One of the pooled investment funds utilized by the District is the Michigan Investment Liquid Asset Fund (MILAF). MILAF is an external pooled investment fund of "qualified" investments for Michigan school districts. MILAF is not regulated nor is it registered with the SEC. MILAF reports as of June 30, 2023, the fair value of the District's investments is the same as the value of the pooled shares.

MILAF funds are considered external investment pools as defined by the GASB and as such are recorded at amortized cost which approximate fair value. The MILAF (MAX Class) fund requires notification of redemptions prior to 14 days to avoid penalties. These funds are not subject to the fair value disclosures.

The above amounts as previously report in Note 2:

Cash – District Wide – Governmental Funds	\$ 63,122,875
Cash – Proprietary Funds	16,022,142
Investments – District Wide – Governmental Funds	<u>11,982,462</u>
<u>TOTAL</u>	<u>\$ 91,127,479</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

3) RECEIVABLES – DUE FROM OTHER GOVERNMENTAL UNITS

Receivables at June 30, 2023, consist of taxes, accounts (fees), intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables (due from other governmental units) follows:

<u>GOVERNMENTAL ACTIVITIES</u>	<u>AMOUNT</u>
State Aid	\$ 14,711,305
Federal Grants	12,418,910
Other Grant Programs & Fees	<u>220,337</u>
 <u>TOTAL GOVERNMENTAL ACTIVITIES</u>	 <u>\$ 27,350,552</u>

4) CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2023, was as follows:

	<u>Balance Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Ending</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
Construction in Progress	\$911,293	\$12,234,213	(\$4,993,647)	\$8,151,859
Land, Not Being Depreciated	294,328	0	0	294,328
Buildings and Improvements	28,468,986	0	0	28,468,986
Land Improvements	39,054,119	2,932,627	0	41,986,746
Furniture and Equipment	12,693,981	338,056	0	13,032,037
Vehicles and Buses	2,866,322	101,357	0	2,967,679
Totals at Historical Cost	<u>\$83,377,736</u>	<u>\$3,372,040</u>	<u>\$0</u>	<u>\$86,749,776</u>
Less: Accum. Depreciation/Amortization				
Buildings and Improvements	(14,405,567)	(976,499)	0	(15,382,066)
Land Improvements	(11,781,120)	(1,950,364)	0	(13,731,484)
Furniture and Equipment	(9,655,923)	(587,088)	0	(10,243,011)
Vehicles and Buses	(2,010,793)	(203,332)	0	(2,214,125)
Total Accumulated Depreciation	<u>(\$37,853,403)</u>	<u>(\$3,717,283)</u>	<u>\$0</u>	<u>(\$41,570,686)</u>
<u>GOVERNMENTAL ACTIVITIES</u>				
<u>CAPITAL ASSETS - NET</u>	<u>\$46,435,626</u>	<u>\$11,888,970</u>	<u>(\$4,993,647)</u>	<u>\$53,330,949</u>
	<u>Balance Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Ending</u>
<u>BUSINESS - TYPE ACTIVITIES</u>				
Furniture and Equipment	\$14,066,848	\$54,920	\$0	\$14,121,768
Vehicles and Buses	13,118,150	1,566,686	(969,752)	13,715,084
Totals at Historical Cost	<u>\$27,184,998</u>	<u>\$1,621,606</u>	<u>(969,752)</u>	<u>\$27,836,852</u>
Less: Accumulated Depreciation/Amortization				
Furniture and Equipment	(13,082,373)	(134,031)	0	(13,216,404)
Vehicles and Buses	(7,685,536)	(1,052,918)	969,752	(7,768,702)
Total Accumulated Depreciation	<u>(\$20,767,909)</u>	<u>(\$1,186,949)</u>	<u>\$969,752</u>	<u>(\$20,985,106)</u>
<u>BUSINESS - TYPE ACTIVITIES</u>				
<u>CAPITAL ASSETS - NET</u>	<u>\$6,417,089</u>	<u>\$434,657</u>	<u>\$0</u>	<u>\$6,851,746</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

4) CAPITAL ASSETS (Continued)

Depreciation/amortization expense was unallocated on the Statement of Activities as the District considers all fixed assets to have mixed use.

Net investment in capital assets consists of the following:

Construction in Progress	\$ 8,151,859
Capital Assets	114,586,628
Less: Accumulated Depreciation/Amortization	(62,555,792)
Less: Related Long-Term Liabilities	<u>(6,776,007)</u>

<u>NET INVESTMENT IN CAPITAL ASSETS</u>	<u>\$ 53,406,688</u>
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5) SHORT-TERM DEBT

The District has various options for short-term financing including tax anticipation notes, state aid anticipation notes and lines of credit. The District entered into no short-term financing arrangements during the fiscal year ended June 30, 2023.

6) GENERAL LONG-TERM DEBT

The following is a summary of long-term obligations for the District for the year ended June 30, 2023:

	Balance			Balance	Amount Due
<u>Governmental Activities:</u>	<u>Beginning</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending</u>	<u>in One Year</u>
General Obligation Bonds	\$7,632,994	\$0	\$856,987	\$6,776,007	\$886,987
Compensated Absences	542,361	0	79,175	463,186	0
<u>Total Governmental Activities</u>	<u>\$8,175,355</u>	<u>\$0</u>	<u>\$936,162</u>	<u>\$7,239,193</u>	<u>\$886,987</u>
 <u>Business-Type Activities</u>					
Compensated Absences	<u>\$153,756</u>	<u>\$0</u>	<u>\$47,253</u>	<u>\$106,503</u>	<u>\$0</u>

GOVERNMENTAL FUNDS

GENERAL OBLIGATIONS BONDS

2014 School Building and Site Bonds - dated November 12, 2014, in the amount of \$8,000,000, bearing interest at rates varying from 2% to 4% per annum, matures in 2030. \$ 5,265,000

2020 School Building and Site Bonds - dated January 30, 2020, in the amount of \$1,900,000, bearing interest at rates varying from 1% to 3% per annum, matures in 2030. 1,370,000

Bond Premium 141,007

TOTAL GENERAL OBLIGATION BONDS \$ 6,776,007

COMPENSATED ABSENCES 463,186

TOTAL GENERAL LONG-TERM OBLIGATIONS \$ 7,239,193

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

6) GENERAL LONG-TERM DEBT (Continued)

The annual requirements to amortize long-term obligations outstanding exclusive of employment benefit obligation payments as of June 30, 2023 are as follows:

	General Obligation Bonds		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
June 30, 2024	\$886,987	\$219,226	\$1,106,213
June 30, 2025	906,987	195,124	1,102,111
June 30, 2026	936,987	170,426	1,107,413
June 30, 2027	966,987	143,062	1,110,049
June 30, 2028	996,987	112,912	1,109,899
June 30, 2028-2030	<u>2,081,072</u>	<u>117,350</u>	<u>2,198,422</u>
<u>TOTAL</u>	<u>\$6,776,007</u>	<u>\$958,100</u>	<u>\$7,734,107</u>

Interest expense (all funds) for the year ended June 30, 2023 was \$259,975.

7) INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2023, consisted of the following:

TRANSFERS FROM				
TRANSFERS TO		Special	Career	
	General	Education	Technical	Total
	Fund	Fund	Ed. Fund	
General Fund	\$100,000	\$0	\$0	\$100,000
Capital Projects Fund	1,650,000	10,350,000	3,862,500	15,862,500
<u>TOTAL</u>	<u>\$1,750,000</u>	<u>\$10,350,000</u>	<u>\$3,862,500</u>	<u>\$15,962,500</u>

Transfers were used to finance various capital projects accounted for in other funds in accordance with budgetary authorizations.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

8) TAX ABATEMENTS

The District receives reduced property tax revenues as a result of Industrial Facilities Tax exemptions granted by cities and townships. Industrial facility exemptions are intended to promote construction of new industrial facilities, or to rehabilitate historical facilities. The property taxes abated for all funds by municipality under these programs are as follows:

<u>Municipality</u>	<u>Taxes Abated</u>
Burton City	\$ 63,675
Davison Township	7,393
Fenton City	14,673
Fenton Township	5,569
Flint City	172,870
Flint Township	10,837
Flushing City	1,403
Genesee Township	709
Grand Blanc City	1,590
Grand Blanc Township	34,478
Linden City	13,461
Mt. Morris City	3,194
Mt Morris Township	21,163
Mundy Township	524
Richfield Township	2
 	<hr/>
<u>TOTAL</u>	<u>\$ 351,541</u>

9) FUND BALANCE

Assigned fund balances consisted of the following:

	<u>General</u>	<u>Special</u>	<u>Career Tech</u>	
	<u>Fund</u>	<u>Education</u>	<u>Education</u>	<u>Total</u>
Greater Flint Educational Consortium	\$158,723	\$0	\$0	\$158,723
Genesee Opportunity	7,076,649	0	0	7,076,649
Technology	862,429	751,007	289,448	1,902,884
Professional Development	751,014	754,737	224,378	1,730,129
Medicaid & Unemployment	0	1,141,915	0	1,141,915
EDP	0	0	1,500,000	1,500,000
Subsequent Year Expenditures	71,010	287,588	50,622	409,220
<u>TOTAL</u>	<u>\$8,919,825</u>	<u>\$2,935,247</u>	<u>\$2,064,448</u>	<u>\$13,919,520</u>

10) RESTRICTED NET POSITION

Restricted net position consists of the following:

Accrued Interest - General Obligation Bonds	<u><u>(\$36,538)</u></u>
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GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The Michigan Public School Employees' Retirement System (MPSERS) (System) is a cost-sharing, multiple employer, state-wide, defined benefit public employee retirement plan governed by 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. MPSERS issues a publicly available Annual Comprehensive Financial Report that can be obtained at www.michigan.gov/orsschools.

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 option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees' Retirement Act.

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 of Michigan Investment Board serves as the investment fiduciary and custodian for the System.

Benefits Provided – Overall

Participants are enrolled in one of multiple plans based on date of hire and certain voluntary elections. A summary of the plans offered by MPSERS is as follows:

<u>Plan Name</u>	<u>Plan Type</u>	<u>Plan Status</u>
Basic	Defined Benefit	Closed
Member Investment Plan (MIP)	Defined Benefit	Closed
Pension Plus	Hybrid	Closed
Pension Plus 2	Hybrid	Open
Defined Contribution	Defined Contribution	Open

Benefits Provided – Pension

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. Retirement benefits for DB plan members are determined by final average compensation and years of service. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides disability and survivor benefits to DB plan members.

Prior to Pension reform of 2010 there were two plans commonly referred to as Basic and the Member Investment Plan (MIP). Basic Plan member's contributions range from 0% - 4%. On January 1, 1987, the Member Investment Plan (MIP) was enacted. MIP members enrolled prior to January 1, 1990, contribute at a permanently fixed rate of 3.9% of gross wages. Members first hired January 1, 1990, or later including Pension Plus Plan members, contribute at various graduated permanently fixed contribution rates from 3.0% - 7.0%.

Pension Reform 2010

On May 19, 2010, the Governor signed Public Act 75 of 2010 into law. As a result, any member of the Michigan Public School Employees' Retirement System (MPSERS) who became a member of MPSERS after June 30, 2010 is a Pension Plus member. Pension Plus is a hybrid plan that contains a pension component with an employee contribution (graded, up to 6.4% of salary) and a flexible and transferable defined contribution (DC) tax-deferred investment account that earns an employer match of 50% (up to 1% of salary) on employee contributions. Retirement benefits for Pension Plus members are determined by final average compensation and years of service. Disability and survivor benefits are available to Pension Plus members.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Pension Reform 2012

On September 4, 2012, the Governor signed Public Act 300 of 2012 into law. The legislation grants all active members who first became a member before July 1, 2010 and 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 pension. Any changes to a member's pension 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 the reform, members voluntarily chose to increase, maintain, or stop their contributions to the pension fund.

An amount determined by the member's election of Option 1, 2, 3, or 4 described below:

Option 1 - Members voluntarily elected to increase their contributions to the pension fund as noted below and retain the 1.5% pension factor in their pension formula. The increased contribution would begin as of their transition date and continue until they terminate public school employment.

* Basic plan members: 4% contribution

* Member Investment Plan (MIP)-Fixed, MIP-Graded, and MIP-Plus members: a flat 7% contribution

Option 2 - Members voluntarily elected to increase their contribution to the pension fund as stated in Option 1 and retain the 1.5% pension factor in their pension formula. The increased contribution would begin as of their transition date and continue until they reach 30 years of service. If and when they reach 30 years of service, their contribution rates will return to the previous level in place as of the day before their transition date (0% for Basic plan members, 3.9% for MIP-Fixed, up to 4.3% for MIP-Graded, or up to 6.4% for MIP-Plus). The pension formula for any service thereafter would include a 1.25% pension factor.

Option 3 - Members voluntarily elected not to increase their contribution to the pension fund and maintain their current level of contribution to the pension fund. The pension formula for their years of service as of the day before their transition date will include a 1.5% pension factor. The pension formula for any service thereafter will include a 1.25% pension factor.

Option 4 - Members voluntarily elected to no longer contribute to the pension fund and therefore are switched to the Defined Contribution plan for future service as of their transition date. As a DC participant they receive a 4% employer contribution to the tax-deferred 401(k) account and can choose to contribute up to the maximum amounts permitted by the IRS to a 457 account. They vest in employer contributions and related earnings in their 401(k)-account based on the following schedule: 50% at 2 years, 75% at 3 years, and 100% at 4 years of service. They are 100% vested in any personal contributions and related earnings in their 457 account. Upon retirement, if they meet age and service requirements (including their total years of service), they would also receive a pension (calculated based on years of service and final average compensation as of the day before their transition date and a 1.5% pension factor).

Members who did not make an election before the deadline defaulted to Option 3 as described above. Deferred or nonvested public school employees on September 3, 2012, who return to public school employment on or after September 4, 2012, will be considered as if they had elected Option 3 above. Returning members who made the retirement plan election will retain whichever option they chose.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Pension Reform 2012 (Continued)

Employees who first work on or after September 4, 2012 choose between two retirement plans: The Pension Plus Plan and a Defined Contribution that provides a 50% employer match up to 3% of salary on employee contributions.

Final Average Compensation (FAC) - Average of highest 60 consecutive months for Basic Plan members and Pension Plus members (36 months for MIP members). FAC is calculated as of the last day worked unless the member elected Option 4, in which case the FAC is calculated at the transition date.

Pension Reform of 2017

On July 13, 2017, the Governor signed Public Act 92 of 2017 into law. The legislation closed the Pension Plus plan to newly hired employees as of February 1, 2018 and created a new, optional Pension Plus 2 plan with similar plan benefit calculations but containing a 50/50 cost share between the employee and the employer, including the cost of future unfunded liabilities. The assumed rate of return on the Pension Plus 2 plan is 6%. Further, under certain adverse actuarial conditions, the Pension Plus 2 plan will close to new employees if the actuarial funded ratio falls below 85% for two consecutive years. The law included other provisions to the retirement eligibility age, plan assumptions, and unfunded liability payment methods.

Benefits Provided - Other Postemployment Benefit (OPEB)

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 the 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 health care 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.

Retiree Healthcare Reform of 2012

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 will be deposited into their 401(k) accounts.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Regular Retirement (no reduction factor for age)

Eligibility - A Basic plan member may retire at age 55 with 30 years credited service; or age 60 with 10 years credited service. For Member Investment Plan (MIP) members, age 46 with 30 years credited service; or age 60 with 10 years credited service; or age 60 with 5 years of credited service provided member worked through their 60th birthday and has credited service in each of the last 5 years. For Pension Plus Plan (PPP) members, age 60 with 10 years of credited service.

Annual Amount - The annual pension is paid monthly for the lifetime of a retiree. The calculation of a member's pension is determined by their pension election under PA 300 of 2012.

Member Contributions

Depending on the plan selected, member contributions range from 0% - 7% for pension and 0% - 3% for other postemployment benefits. Plan members electing the Defined Contribution plan are not required to make additional contributions.

Employer Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of pension benefits and OPEB. 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 normal cost is the annual cost assigned under the actuarial funding method, to the current and subsequent plan years. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis.

Pension and OPEB contributions made in the fiscal year ending September 30, 2022 were determined as of the September 30, 2019 actuarial valuations. The pension and OPEB benefits, the unfunded (overfunded) actuarial accrued liabilities as of September 30, 2019 are amortized over an 17-year period beginning October 1, 2021 and ending September 30, 2038.

School districts' contributions are determined based on employee elections. There are several different benefit options included in the plan available to employees based on date of hire. Contribution rates are adjusted annually by the ORS. The range of rates is as follows:

	Pension	Other Postemployment Benefit
October 1, 2022 – September 30, 2023	13.75% - 20.16%	7.21% - 8.07%
October 1, 2021 – September 30, 2022	13.73% - 20.14%	7.23% - 8.09%

The District's pension contributions for the year ended June 30, 2023 were equal to the required contribution total. Total pension contributions were approximately \$19,794,000. Of the total pension contributions approximately \$19,326,000 was contributed to fund the Defined Benefit Plan and approximately \$468,000 was contributed to fund the Defined Contribution Plan.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The District's OPEB contributions for the year ended June 30, 2023 were equal to the required contribution total. Total OPEB contributions were approximately \$3,886,000. Of the total OPEB contributions approximately \$3,565,000 was contributed to fund the Defined Benefit Plan and approximately \$321,000 was contributed to fund the Defined Contribution Plan.

These amounts, for both pension and OPEB benefit, include contributions funded from State Revenue Section 147c restricted to fund the MPSERS Unfunded Actuarial Accrued Liability (UAAL) Stabilization Rate (100% for pension and 0% for OPEB).

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

Pension Liabilities

The net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation date of September 30, 2021 and rolled-forward using generally accepted actuarial procedures. The District's proportion of the net pension liability was based on a projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating reporting units, actuarially determined.

<u>MPSERS (Plan) Non-University Employers</u>	<u>September 30, 2021</u>	<u>September 30, 2022</u>
Total Pension Liability	\$86,392,473,395	\$95,876,795,620
Plan Fiduciary Net Position	<u>62,717,060,894</u>	<u>58,268,076,344</u>
Net Pension Liability	\$23,675,412,501	\$37,608,719,276
Proportionate Share	0.4478%	0.4199%
Net Pension Liability for the District	106,033,365	\$157,926,820

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

For the year ended June 30, 2023, the District recognized pension expense of \$15,664,336.

At June 30, 2023, the Reporting Unit reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred (Inflows) of Resources</u>
Differences Between Actual and Expected Experience	\$1,579,819	(\$353,108)
Changes of Assumptions	27,137,487	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	370,338	0
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	14,487	(9,748,313)
Employer Contributions Subsequent to the Measurement Date	<u>18,049,904</u>	<u>0</u>
<u>TOTAL</u>	<u>\$47,152,035</u>	<u>(\$10,101,421)</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
(Continued)

\$18,049,904, reported as deferred outflows of resources related to pensions resulting from District employer contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the subsequent fiscal year.

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

<u>Year Ending Sept. 30,</u>	<u>Amount</u>
2023	\$4,742,390
2024	3,009,154
2025	2,916,662
2026	8,332,504

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

OPEB Liabilities

The net OPEB liability was measured as of September 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation date of September 30, 2021 and rolled-forward using generally accepted actuarial procedures. The District's proportion of the net OPEB liability was based on a projection of its long-term share of contributions to the OPEB plan relative to the projected contributions of all participating reporting units, actuarially determined.

<u>MPSERS (Plan) Non-University Employers</u>	<u>September 30, 2021</u>	<u>September 30, 2022</u>
Total Other Postemployment Benefits Liability	\$12,046,393,511	\$12,522,713,324
Plan Fiduciary Net Position	<u>10,520,015,621</u>	<u>10,404,650,683</u>
Net Other Postemployment Benefits Liability	\$1,526,377,890	\$2,118,062,641
Proportionate Share	0.4379%	0.4129%
Net Other Postemployment Benefits Liability for the District	\$6,684,405	\$8,745,396

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

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

For the year ended June 30, 2023, the District recognized OPEB benefit of \$4,078,089.

At June 30, 2023, the Reporting Unit 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
Differences Between Actual and Expected Experience	\$0	(\$17,128,881)
Changes of Assumptions	7,795,052	(634,718)
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	683,522	0
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	119,310	(3,000,334)
Employer Contributions Subsequent to the Measurement Date	3,044,374	0
<u>TOTAL</u>	\$11,642,258	(\$20,763,933)

\$3,044,374, reported as deferred outflows of resources related to OPEB resulting from District employer contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year.

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

Year Ending Sept. 30,	Amount
2023	(\$4,023,152)
2024	(3,665,084)
2025	(3,230,396)
2026	(755,978)
2027	(439,108)
Thereafter	(52,331)

Actuarial Assumptions

Investment Rate of Return for Pension - 6.00% a year, compounded annually net of investment and administrative expenses for the MIP, Basic, Pension Plus, and Pension Plus 2 Plan groups.

Investment Rate of Return for OPEB - 6.00% a year, compounded annually net of investment and administrative expenses.

Salary Increases - The rate of pay increase used for individual members is 2.75% - 11.55%, including wage inflation at 2.75%.

Inflation - 3.0%.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions (Continued)

Mortality Assumptions:

Retirees: RP-2014 Male and Female Healthy Annuitant Mortality Tables scaled by 82% for males and 78% for females and adjusted for mortality improvements using projection scale MP-2017 from 2006.

Active: RP-2014 Male and Female Employee Annuitant Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.

Disabled Retirees: RP-2014 Male and Female Disabled Annuitant Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.

Experience Study - The annual actuarial valuation report of the System used for these statements is dated September 30, 2021. Assumption changes as a result of an experience study for the periods 2012 through 2017 have been adopted by the System for use in the determination of the total pension and OPEB liability beginning with the September 30, 2018 valuation.

The Long-Term Expected Rate of Return on Pension and Other Postemployment Benefit Plan Investments

- The pension rate was 6.00% (MIP, Basic, Pension Plus Plan, and Pension Plus 2 Plan), and the other postemployment benefit rate was 6.00%, net of investment and administrative expenses determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension and 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.

Cost of Living Pension Adjustments - 3.0% annual non-compounded for MIP members.

Healthcare Cost Trend Rate for Other Postemployment Benefit - Pre 65, 7.75% for year one and graded to 3.5% in year fifteen. Post 65, 5.25% for year one and graded to 3.5% in year fifteen.

Additional Assumptions for Other Postemployment Benefit Only - Applies to Individuals Hired Before September 4, 2012:

Opt Out Assumption - 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 coverage 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 1 or more dependents.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions (Continued)

The target asset allocation at September 30, 2022 and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Investment Category</u>	<u>Target Allocation*</u>	<u>Long-term Expected Real Rate of Return*</u>
Domestic Equity Pools	25.0%	5.1%
International Equity Pools	15.0%	6.7%
Private Equity Pools	16.0%	8.7%
Real Estate and Infrastructure Pools	10.0%	5.3%
Fixed Income Pools	13.0%	-0.2%
Absolute Return Pools	9.0%	2.7%
Real Return/Opportunistic Pools	10.0%	5.8%
Short Term Investment Pools	2.0%	-0.5%
Total	100.00%	

* Long term rates of return are net of administrative expenses and 2.2% inflation.

Rate of Return - For fiscal year ended September 30, 2022, the annual money-weighted rate of return on pension and OPEB plan investments, net of pension and OPEB plan investment expense, was (4.18)% and (4.99)%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Pension Discount Rate - A single discount rate of 6.00% was used to measure the total pension liability. This discount rate was based on the expected rate of return on pension plan investments of 6.00%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that contributions from school districts will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those 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.

OPEB Discount Rate - A single 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 school districts 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.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

11) PENSION AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Actuarial Assumptions (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the Reporting Unit's proportionate share of the net pension liability calculated using a single discount rate of 6.00%, as well as what the Reporting Unit's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Pension		
	1% Decrease	Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$208,404,732	\$157,926,820	\$116,330,747

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate - The following presents the Reporting Unit's proportionate share of the net OPEB liability calculated using a single discount rate of 6.00%, as well as what the Reporting Unit's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Other Postemployment Benefit		
	1% Decrease	Discount Rate	1% Increase
District's proportionate share of the net other postemployment benefit liability	\$14,669,561	\$8,745,396	\$3,756,515

Sensitivity to the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates - The following presents the Reporting Unit's proportionate share of the net other postemployment benefit liability calculated using the healthcare cost trend rate, as well as what the Reporting Unit's proportionate share of the net other postemployment benefit liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Other Postemployment Benefit		
	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District proportionate share of the net other postemployment benefit liability	\$3,662,154	\$8,745,396	\$14,451,437

Pension and OPEB Plan Fiduciary Net Position

Detailed information about the pension and OPEB's fiduciary net position is available in the separately issued Michigan Public School Employees Retirement System 2022 Annual Comprehensive Financial Report.

Payable to the Pension and OPEB Plan - At year end the School District is current on all required pension and other postemployment benefit plan payments. Amounts accrued at year end for accounting purposes are separately stated in the financial statements as a liability titled accrued retirement. These amounts represent current payments for June paid in July, accruals for summer pay primarily for teachers, and the contributions due from State Revenue Section 147c restricted to fund the MPSERS Unfunded Actuarial Accrued Liability (UAAL).

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

12) RISK MANAGEMENT

The District is exposed to various risks of loss in conducting its operations, from property and casualty, theft, damage to various tort and liability claims and workman's compensation claims. The District limits its exposure to such claims through its participation in and payments of premiums to SET-SEG, Inc. Insurance Trust. The pool maintains a loss fund and is also required by the terms of the participation agreement to obtain insurance and reinsurance as necessary.

The terms of the participation agreement with the pool indicate that, should losses of the pool incurred in a given coverage period exceed the loss fund and the aggregate excess reinsurance, the fund may access its member districts on a pro-rata basis to cover excess losses. In past years the loss fund has exceeded the amount necessary to maintain prudent loss reserves, resulting in annual premium refunds to member districts. The District's management believes that participation in this pool provides sufficient coverage to protect the District from significant adverse financial impact.

The District continues to carry commercial insurance for other risks of loss, including employee health and accident insurance. No settlements have occurred in excess of coverage for June 30, 2023 or any of the prior 3 years.

13) CONTINGENCIES AND COMMITMENTS

In the ordinary course of business, the District is involved in various pending or threatened legal actions. The District believe that any ultimate liability arising from these actions will not have a material adverse effect on its financial position.

The District participates in a number of federal and state programs that require compliance with specific terms and conditions and are subject to audits by the contracting agencies. Management believes that the effect of any disallowed expenditures would be immaterial to the financial statements.

14) UPCOMING ACCOUNTING PRONOUNCEMENTS

In June 2022, the GASB issued Statement No. 100, *Accounting Changes and Error Corrections* - an amendment of *GASB Statement No. 62*. This Statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The District is currently evaluating the impact this standard will have on the financial statements when adopted during the 2023-2024 fiscal year.

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This Statement also establishes guidance for measuring a liability for leave that has not been used, generally using an employee's pay rate as of the date of the financial statements. The District is currently evaluating the impact this standard will have on the financial statements when adopted during the 2024-2025 fiscal year.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS

15) CHANGE IN ACCOUNTING PRINCIPLE

For the year ended June 30, 2023, the District implemented the following new pronouncement: *GASB Statement No. 96, Subscription-based Information Technology Arrangements*.

Summary:

Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-based Information Technology Arrangements* was issued in May 2020. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset - an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended.

There was no material impact on the District's financial statement after the adoption of GASB Statement 96.

REQUIRED SUPPLEMENTARY
INFORMATION

GENESEE INTERMEDIATE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$6,138,287	\$7,116,587	\$7,386,048	\$269,461
State Sources	28,387,590	30,070,596	27,858,807	(2,211,789)
Federal Sources	20,759,679	22,124,358	21,696,062	(428,296)
Total Revenues	<u>\$55,285,556</u>	<u>\$59,311,541</u>	<u>\$56,940,917</u>	<u>(\$2,370,624)</u>
<u>EXPENDITURES</u>				
Instruction	22,925,388	17,452,235	17,159,418	292,817
Student Services	5,381,880	4,721,775	4,716,832	4,943
Instructional Staff	10,299,590	9,952,510	9,666,118	286,392
General Administration	899,336	806,259	747,298	58,961
School Administration	712,278	736,297	718,710	17,587
Business Administration	1,134,001	1,201,610	1,143,804	57,806
Operation & Maintenance	2,309,175	2,694,314	2,513,772	180,542
Transportation	615,259	707,996	721,679	(13,683)
Support Services - Other	5,286,550	6,069,883	5,788,217	281,666
Community Services	2,475,380	2,465,038	2,163,052	301,986
Total Expenditures	<u>\$52,038,837</u>	<u>\$46,807,917</u>	<u>\$45,338,900</u>	<u>\$1,469,017</u>
Excess of Revenues Over Expenditures	\$3,246,719	\$12,503,624	\$11,602,017	(\$901,607)
<u>OTHER FINANCING SOURCES (USES)</u>				
Other Financing Sources	5,715,196	6,614,609	6,993,599	378,990
Other Financing (Uses)	(8,612,301)	(18,292,920)	(16,810,959)	1,481,961
Total Other Financing Sources (Uses)	<u>(\$2,897,105)</u>	<u>(\$11,678,311)</u>	<u>(\$9,817,360)</u>	<u>1,860,951</u>
Net Change in Fund Balance	\$349,614	\$825,313	\$1,784,657	\$959,344
<u>FUND BALANCE - BEGINNING OF YEAR</u>			<u>14,654,328</u>	
<u>FUND BALANCE - END OF YEAR</u>			<u>\$16,438,985</u>	

GENESEE INTERMEDIATE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL EDUCATION FUND
YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$32,993,110	\$34,404,729	\$35,094,600	\$689,871
State Sources	34,221,931	46,942,321	46,797,197	(145,124)
Federal Sources	21,141,619	22,867,971	21,169,599	(1,698,372)
Total Revenues	<u>\$88,356,660</u>	<u>\$104,215,021</u>	<u>\$103,061,396</u>	<u>(\$1,153,625)</u>
<u>EXPENDITURES</u>				
Instruction	24,237,548	25,770,607	25,374,364	396,243
Student Services	17,426,541	17,912,613	17,638,042	274,571
Instructional Staff	2,616,404	3,462,987	3,019,016	443,971
General Administration	510,934	381,002	336,431	44,571
School Administration	1,910,198	1,753,090	1,724,250	28,840
Business Administration	2,020,646	2,014,516	1,951,179	63,337
Operation & Maintenance	2,505,460	2,260,703	2,150,463	110,240
Transportation	9,742,016	9,747,619	9,715,488	32,131
Support Services - Other	4,036,320	3,821,124	3,675,572	145,552
Community Services	269,412	326,890	401,012	(74,122)
Total Expenditures	<u>\$65,275,479</u>	<u>\$67,451,151</u>	<u>\$65,985,817</u>	<u>\$1,465,334</u>
Excess of Revenues Over Expenditures	<u>\$23,081,181</u>	<u>\$36,763,870</u>	<u>\$37,075,579</u>	<u>\$311,709</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Other Financing Sources	334,091	252,697	244,734	(7,963)
Other Financing (Uses)	<u>(24,650,382)</u>	<u>(38,407,201)</u>	<u>(37,478,214)</u>	<u>928,987</u>
Total Other Financing Sources (Uses)	<u>(\$24,316,291)</u>	<u>(\$38,154,504)</u>	<u>(\$37,233,480)</u>	<u>\$921,024</u>
Net Change in Fund Balance	<u>(\$1,235,110)</u>	<u>(\$1,390,634)</u>	<u>(\$157,901)</u>	<u>\$1,232,733</u>
<u>FUND BALANCE - BEGINNING OF YEAR</u>			<u>14,893,552</u>	
<u>FUND BALANCE - END OF YEAR</u>			<u>\$14,735,651</u>	

GENESEE INTERMEDIATE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
CAREER TECHNICAL EDUCATION FUND
YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$11,173,562	\$11,353,796	\$11,576,819	\$223,023
State Sources	5,453,713	5,999,754	5,958,858	(40,896)
Federal Sources	1,161,543	1,593,940	1,552,105	(41,835)
Total Revenues	<u>\$17,788,818</u>	<u>\$18,947,490</u>	<u>\$19,087,782</u>	<u>\$140,292</u>
<u>EXPENDITURES</u>				
Instruction	6,474,736	6,787,296	6,849,345	(62,049)
Student Services	487,380	636,773	628,770	8,003
Instructional Staff	1,590,758	1,243,937	1,191,295	52,642
General Administration	88,575	87,406	68,429	18,977
School Administration	812,154	821,546	804,555	16,991
Business Administration	321,826	310,470	293,352	17,118
Operation & Maintenance	1,513,833	1,515,111	1,470,005	45,106
Transportation	878,503	844,548	845,818	(1,270)
Support Services - Other	526,878	604,904	543,545	61,359
Total Expenditures	<u>\$12,694,643</u>	<u>\$12,851,991</u>	<u>\$12,695,114</u>	<u>\$156,877</u>
Excess of Revenues Over Expenditures	\$5,094,175	\$6,095,499	\$6,392,668	\$297,169
<u>OTHER FINANCING SOURCES (USES)</u>				
Other Financing Sources	112,500	112,922	104,979	(7,943)
Other Financing (Uses)	<u>(5,243,612)</u>	<u>(7,031,962)</u>	<u>(6,836,009)</u>	<u>195,953</u>
Total Other Financing Sources (Uses)	<u>(\$5,131,112)</u>	<u>(\$6,919,040)</u>	<u>(\$6,731,030)</u>	<u>\$188,010</u>
Net Change in Fund Balance	(\$36,937)	(\$823,541)	(\$338,362)	\$485,179
<u>FUND BALANCE - BEGINNING OF YEAR</u>			<u>5,060,071</u>	
<u>FUND BALANCE - END OF YEAR</u>			<u>\$4,721,709</u>	

GENESEE INTERMEDIATE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL EDUCATION CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$4,000	\$20,987	\$21,096	\$109
<u>EXPENDITURES</u>				
Capital Outlay	7,086,050	5,485,000	4,202,613	1,282,387
Excess of Revenues Over Expenditures	(\$7,082,050)	(\$5,464,013)	(\$4,181,517)	\$1,282,496
<u>OTHER FINANCING SOURCES (USES)</u>				
Net Change in Fund Balance	0	10,350,000	10,350,000	0
	(\$7,082,050)	\$4,885,987	\$6,168,483	\$1,282,496
<u>FUND BALANCE - BEGINNING OF YEAR</u>			<u>12,579,831</u>	
<u>FUND BALANCE - END OF YEAR</u>			<u>\$18,748,314</u>	

GENESEE INTERMEDIATE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
CAREER TECHNICAL CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	\$4,000	\$4,700	\$4,720	\$20
<u>EXPENDITURES</u>				
Capital Outlay	3,300,000	4,480,000	3,426,394	1,053,606
Excess of Revenues Over Expenditures	(\$3,296,000)	(\$4,475,300)	(\$3,421,674)	\$1,053,626
<u>OTHER FINANCING SOURCES (USES)</u>				
Net Change in Fund Balance	2,250,000	3,862,500	3,862,500	0
	(\$1,046,000)	(\$612,800)	\$440,826	\$1,053,626
<u>FUND BALANCE - BEGINNING OF YEAR</u>			<u>10,787,928</u>	
<u>FUND BALANCE - END OF YEAR</u>			<u>\$11,228,754</u>	

GENESEE INTERMEDIATE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE REPORTING UNIT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT PLAN
LAST 10 FISCAL YEARS (AMOUNTS WERE DETERMINED AS OF 9/30 OF EACH FISCAL YEAR)

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Reporting unit's proportion of net pension liability (%)	0.41992%	0.44786%	0.46170%	0.46900%	0.47433%	0.46914%	0.45510%	0.45049%	0.44009%
Reporting unit's proportionate share of net pension liability	\$157,926,820	\$106,033,365	\$158,602,088	\$155,316,614	\$142,593,613	\$121,573,097	\$113,543,457	\$110,032,613	\$96,935,396
Reporting unit's covered-employee payroll	\$40,262,023	\$39,667,773	\$40,811,704	\$40,561,337	\$40,639,661	\$39,788,920	\$38,596,598	\$37,131,323	\$37,099,793
Reporting unit's proportionate share of net pension liability as a percentage of its covered-employee payroll	392.25%	267.30%	388.62%	382.92%	350.87%	305.55%	294.18%	296.33%	261.28%
Plan fiduciary net position as a percentage of total pension liability	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%	66.20%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, reporting units should present information for those years for which information is available.

GENESEE INTERMEDIATE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE REPORTING UNIT'S CONTRIBUTIONS - PENSION
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT PLAN
LAST 10 FISCAL YEARS (AMOUNTS WERE DETERMINED AS OF 6/30 OF EACH FISCAL YEAR)

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contributions	\$14,292,367	\$13,447,627	\$12,688,366	\$12,459,134	\$12,916,239	\$11,003,731	\$10,705,007	\$8,690,561	\$6,834,787
Contributions in relation to statutorily required contributions	14,292,367	13,447,627	12,688,366	12,459,134	12,916,239	11,003,731	10,705,007	8,690,561	6,834,787
Contribution deficiency (excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Reporting unit's covered- employee payroll	\$42,064,609	\$41,426,871	\$39,650,179	\$40,742,588	\$40,726,870	\$40,585,356	\$38,535,567	\$37,036,903	\$37,100,955
Contributions as a percentage of covered-employee payroll	33.98%	32.46%	32.00%	30.58%	31.71%	27.11%	27.78%	23.46%	18.42%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, reporting units should present information for those years for which information is available.

GENESEE INTERMEDIATE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE REPORTING UNIT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT PLAN
LAST 10 FISCAL YEARS (AMOUNTS WERE DETERMINED AS OF 9/30 OF EACH FISCAL YEAR)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Reporting unit's proportion of net OPEB liability (%)	0.41289%	0.43793%	0.45993%	0.46370%	0.47650%	0.46832%
Reporting unit's proportionate share of net OPEB liability	\$8,745,396	\$6,684,405	\$24,640,024	\$33,282,978	\$37,880,979	\$41,472,328
Reporting unit's covered-employee payroll	\$40,262,023	\$39,667,773	\$40,811,704	\$40,561,337	\$40,639,661	\$39,788,920
Reporting unit's proportionate share of net OPEB liability as a percentage of its covered-employee payroll	21.72%	16.85%	60.37%	82.06%	93.21%	104.23%
Plan fiduciary net position as a percentage of total OPEB liability (Non-university employers)	83.09%	87.33%	59.44%	48.46%	42.95%	36.39%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, reporting units should present information for those years for which information is available.

GENESEE INTERMEDIATE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE REPORTING UNIT'S CONTRIBUTIONS - OPEB
MICHIGAN PUBLIC SCHOOL EMPLOYEES RETIREMENT PLAN
LAST 10 FISCAL YEARS (AMOUNTS WERE DETERMINED AS OF 6/30 OF EACH FISCAL YEAR)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Statutorily required contributions	\$3,145,167	\$3,250,920	\$3,249,565	\$3,183,777	\$3,093,289	\$3,646,102
Contributions in relation to statutorily required contributions	<u>3,145,167</u>	<u>3,250,920</u>	<u>3,249,565</u>	<u>3,183,777</u>	<u>3,093,289</u>	<u>3,646,102</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Reporting unit's covered-employee payroll	\$42,064,609	\$41,426,871	\$39,650,179	\$40,742,588	\$40,726,870	\$40,585,356
Contributions as a percentage of covered-employee payroll	7.48%	7.85%	8.20%	7.81%	7.60%	8.98%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled, reporting units should present information for those years for which information is available.

GENESEE INTERMEDIATE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General Fund, Special Education Fund and Career Technical Education Fund. All annual appropriations lapse at fiscal year-end.

The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body (i.e., the level at which expenditures may not legally exceed appropriations) is the function level. State law requires the School District to have its budget in place by July 1. Expenditures in excess of amounts budgeted are a violation of Michigan law. State law permits districts to amend their budgets during the year. During the year, the budget was amended in a legally permissible manner. The School District increased/decreased budgeted amounts during the year in response to changes in funding and related expenditures.

Amounts encumbered for purchase orders, contracts, etc. are not tracked during the year. Budget appropriations are considered to be spent once the goods are delivered or the services rendered.

During the year, Genesee Intermediate School District has the following expenditure budget variances.

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<u>GENERAL FUND</u>			
Transportation	\$707,996	\$721,679	(\$13,683)
<u>SPECIAL EDUCATION FUND</u>			
Community Services	326,890	401,012	(74,122)
<u>CAREER TECHNICAL FUND</u>			
Instruction	6,787,296	6,849,345	(62,049)
Transportation	844,548	845,818	(1,270)

PENSION

Benefit changes - there were no changes of benefit terms in 2022.

Changes of assumptions - the assumption changes for 2022 were:

- * Discount rate for MIP, Basic, and Pension Plus plans decreased to 6.00% from 6.80%.

OPEB INFORMATION

Benefit changes - there were no changes of benefit terms in 2022.

Changes of assumptions - the assumption changes for 2022 were:

- * Discount rate decreased to 6.00% from 6.95%.

ADDITIONAL SUPPLEMENTARY
INFORMATION

GENESEE INTERMEDIATE SCHOOL DISTRICT
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>Special Revenue</u>		<u>Capital Projects</u>		Total Non-Major Governmental Funds
	<u>Food Service Fund</u>	<u>Student Activities Fund</u>	<u>General Capital Projects</u>	<u>GF 20 Capital Projects</u>	
<u>ASSETS</u>					
Cash and Cash Equivalents	\$14,111	\$259,330	\$5,268,000	\$0	\$5,541,441
Receivables:					
Accounts Receivable	12	961	0	0	973
Due from Other Governmental Units	102,698	0	0	0	102,698
Inventory	7,596	0	0	0	7,596
<u>TOTAL ASSETS</u>	<u>\$124,417</u>	<u>\$260,291</u>	<u>\$5,268,000</u>	<u>\$0</u>	<u>\$5,652,708</u>
<u>LIABILITIES</u>					
Accounts Payable	\$8,627	\$4,748	\$15,999	\$0	\$29,374
Due to Other Governmental Units	830	0	0	0	830
Unearned Revenue	188	0	0	0	188
Total Liabilities	<u>\$9,645</u>	<u>\$4,748</u>	<u>\$15,999</u>	<u>\$0</u>	<u>\$30,392</u>
<u>FUND BALANCE</u>					
Non-Spendable					
Inventory	7,596	0	0	0	7,596
Restricted					
School Service Fund	107,176	0	0	0	107,176
Committed	0	255,543	5,252,001	0	5,507,544
Total Fund Balance	<u>\$114,772</u>	<u>\$255,543</u>	<u>\$5,252,001</u>	<u>\$0</u>	<u>\$5,622,316</u>
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$124,417</u>	<u>\$260,291</u>	<u>\$5,268,000</u>	<u>\$0</u>	<u>\$5,652,708</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	<u>Special Revenue</u>		<u>Capital Projects</u>		<u>Total Non-Major Governmental Funds</u>
	<u>Food Service Fund</u>	<u>Student Activities Fund</u>	<u>General Capital Projects</u>	<u>GF 20 Capital Projects</u>	
<u>REVENUES</u>					
Local Sources	\$10,464	\$160,360	\$4,829	\$0	\$175,653
State Sources	9,006	0	0	0	9,006
Federal Sources	678,839	0	0	0	678,839
Total Revenues	<u>\$698,309</u>	<u>\$160,360</u>	<u>\$4,829</u>	<u>\$0</u>	<u>\$863,498</u>
<u>OTHER FINANCING SOURCES</u>					
Transfers In	0	0	1,650,000	0	1,650,000
Total Revenues and Other Financing Uses	<u>\$698,309</u>	<u>\$160,360</u>	<u>\$1,654,829</u>	<u>\$0</u>	<u>\$2,513,498</u>
<u>EXPENDITURES</u>					
Food Service	731,882	0	0	0	731,882
Student Activities	0	161,730	0	0	161,730
Capital Outlay	0	0	733,767	150,889	884,656
Total Expenditures	<u>\$731,882</u>	<u>\$161,730</u>	<u>\$733,767</u>	<u>\$150,889</u>	<u>\$1,778,268</u>
Net Change in Fund Balance	(\$33,573)	(\$1,370)	\$921,062	(\$150,889)	\$735,230
<u>FUND BALANCE - BEGINNING OF YEAR</u>	<u>148,345</u>	<u>256,913</u>	<u>4,330,939</u>	<u>150,889</u>	<u>4,887,086</u>
<u>FUND BALANCE - END OF YEAR</u>	<u>\$114,772</u>	<u>\$255,543</u>	<u>\$5,252,001</u>	<u>\$0</u>	<u>\$5,622,316</u>

INDIVIDUAL FUND SCHEDULES OF
REVENUES, EXPENDITURES AND
OTHER FINANCING SOURCES AND USES

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
YEAR ENDED JUNE 30, 2023

REVENUES FROMLocal Sources

Current Tax Levy	\$4,717,714
Payments in Lieu of Taxes	17,840
Earnings on Investments and Deposits	532,255
Other Local Grants	1,079,376
Charges for Services	491,629
Miscellaneous	547,234
Total Local Sources	<u>\$7,386,048</u>

State Sources

Intermediate Districts - Section 81	4,029,159
Renaissance Zone - Section 26a	57,464
Bus Driver Safety - Section 74	150,256
Math and Science - Section 99.1	310,668
Other State Grants	23,311,260
Total State Sources	<u>\$27,858,807</u>

Federal Sources

Title I Regional Assistance	1,318,118
Headstart	16,765,782
Homeless Children and Youth	127,581
Title III Immigrant Education	111,270
21st Century Learning	1,428,977
Other Federal Grants	1,328,245
PeNut Foundation	616,089
Total Federal Sources	<u>\$21,696,062</u>

Interdistrict Sources

Total Revenues	<u>6,892,371</u>
	<u>\$63,833,288</u>

OTHER FINANCING SOURCES

Transfer from Other Funds	100,000
Other Transfers	1,228
Total Other Financing Sources	<u>\$101,228</u>

TOTAL REVENUES AND OTHER FINANCING SOURCES

	<u>\$63,934,516</u>
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GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
YEAR ENDED JUNE 30, 2023

REVENUES FROMLocal Sources

Current Tax Levy	\$27,492,174
Payments in Lieu of Taxes	42,080
Earnings on Investments and Deposits	720,647
Miscellaneous	102,360
Contributions	26,625
Other Local Grants	45,769
Medicaid Fee-for-Service Program	6,664,945
Total Local Sources	<u>\$35,094,600</u>

State Sources

Special Education Foundation - Section 51a.2	6,460,645
Special Education - Section 51a	18,937,001
Court Placed - Section 53a	374,699
Other State Grants	13,814,437
School for the Deaf/Blind - Section 54	890,393
Special Education - Section 56	6,320,022
Total State Sources	<u>\$46,797,197</u>

Federal Sources

IDEA Flowthrough	19,604,590
Preschool Incentive	645,443
Other Federal Grants	657,753
Medicaid Administrative Outreach Claims	261,813
Total Federal Sources	<u>\$21,169,599</u>

Interdistrict Sources

Total Revenues	<u>232,414</u>
	<u>\$103,293,810</u>

OTHER FINANCING SOURCES

Other Transfers	<u>12,320</u>
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TOTAL REVENUES AND OTHER FINANCING SOURCES

\$103,306,130

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
YEAR ENDED JUNE 30, 2023

REVENUES FROMLocal Sources

Current Tax Levy	\$10,994,242
Payments in Lieu of Taxes	16,823
Earnings on Investments and Deposits	178,868
Contributions	116,332
Charges for Services	53,548
Other Local Grants	13,988
Miscellaneous	203,018
Total Local Sources	<u>\$11,576,819</u>

State Sources

Career Technical Education Administration - Section 61a.2	14,071
Career Technical Education - Section 61a.1	1,218,123
Career Technical Education Millage Equalization - Section 62	2,918,697
Other State Grants	1,807,967
Total State Sources	<u>\$5,958,858</u>

Federal Sources

Secondary Regional Allocation	1,552,105
Total Revenues	<u>\$19,087,782</u>

OTHER FINANCING SOURCES

Other Transfers	<u>104,979</u>
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TOTAL REVENUES AND OTHER FINANCING SOURCES

\$19,192,761

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

INSTRUCTION

Salaries - Professional	\$1,523,989
Salaries - Non-Professional	4,188
Insurances	276,842
Fica, Retirement, Etc.	915,441
Other Benefits	9,599
Purchased Services	13,523,942
Supplies & Materials	772,813
Other	132,604
Total Instruction	<u>\$17,159,418</u>

SUPPORT SERVICESSTUDENT SERVICES

Salaries - Professional	921,436
Salaries - Non-Professional	2,736
Insurances	174,550
Fica, Retirement, Etc.	467,685
Other Benefits	6,943
Purchased Services	3,047,817
Supplies & Materials	90,989
Other	4,676
Total Student Services	<u>\$4,716,832</u>

INSTRUCTIONAL STAFF

Salaries - Professional	2,346,804
Salaries - Non-Professional	423,040
Insurances	466,454
Fica, Retirement, Etc.	1,988,433
Other Benefits	24,959
Purchased Services	3,934,443
Supplies & Materials	391,458
Other	90,527
Total Instructional Staff	<u>\$9,666,118</u>

GENERAL ADMINISTRATION

Salaries - Professional	211,578
Salaries - Non-Professional	110,714
Insurances	29,235
Fica, Retirement, Etc.	158,326
Other Benefits	6,240
Purchased Services	149,672
Supplies & Materials	14,169
Other	67,364
Total General Administration	<u>\$747,298</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

SUPPORT SERVICES (Continued)

SCHOOL ADMINISTRATION

Salaries - Professional	\$221,848
Salaries - Non-Professional	162,431
Insurances	63,009
Fica, Retirement, Etc.	180,123
Other Benefits	5,178
Purchased Services	54,851
Supplies & Materials	26,510
Other	4,760
Total School Administration	\$718,710

BUSINESS ADMINISTRATION

Salaries - Professional	319,653
Salaries - Non-Professional	176,633
Insurances	96,736
Fica, Retirement, Etc.	256,778
Other Benefits	4,143
Purchased Services	228,681
Supplies & Materials	11,020
Capital Outlay	5,220
Other	44,940
Total Business Administration	\$1,143,804

OPERATION & MAINTENANCE

Salaries - Professional	27,189
Salaries - Non-Professional	29,495
Insurances	7,165
Fica, Retirement, Etc.	26,169
Other Benefits	672
Purchased Services	1,861,700
Supplies & Materials	502,863
Other	58,519
Total Operation & Maintenance	\$2,513,772

TRANSPORTATION

Salaries - Professional	37,161
Salaries - Non-Professional	98,431
Insurances	24,123
Fica, Retirement, Etc.	56,618
Purchased Services	370,609
Supplies & Materials	34,807
Other	99,930
Total Transportation	\$721,679

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

SUPPORT SERVICES (Continued)

SUPPORT SERVICES - OTHER

Salaries - Professional	\$591,218
Salaries - Non-Professional	400,333
Insurances	231,701
Fica, Retirement, Etc.	478,333
Other Benefits	49,054
Purchased Services	2,483,150
Supplies & Materials	225,457
Other	1,328,971
Total Support Services - Other	\$5,788,217

Total Support Services \$26,016,430

COMMUNITY SERVICES

Salaries - Non-Professional	130
Insurances	26
Fica, Retirement, Etc.	68
Purchased Services	2,066,484
Supplies & Materials	89,209
Other	7,135
Total Community Services	\$2,163,052

Total Expenditures \$45,338,900

OTHER FINANCING USES

Transfers to Other Funds	1,750,000
Transfers to Other Districts	13,967,444
Bond Payments	217,150
Building Improvements	876,365
Total Other Financing Uses	\$16,810,959

TOTAL EXPENDITURES AND OTHER FINANCING USES \$62,149,859

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

INSTRUCTION

Salaries - Professional	\$6,613,580
Salaries - Non-Professional	5,500,847
Insurances	3,070,651
Fica, Retirement, Etc.	8,762,557
Other Benefits	60,654
Purchased Services	629,080
Supplies & Materials	727,542
Other	9,453
Total Instruction	<u>\$25,374,364</u>

SUPPORT SERVICESSTUDENT SERVICES

Salaries - Professional	7,786,449
Salaries - Non-Professional	325,288
Insurances	1,707,608
Fica, Retirement, Etc.	4,243,327
Other Benefits	21,280
Purchased Services	3,104,783
Supplies & Materials	445,138
Other	4,169
Total Student Services	<u>\$17,638,042</u>

INSTRUCTIONAL STAFF

Salaries - Professional	625,416
Salaries - Non-Professional	340,382
Insurances	122,636
Fica, Retirement, Etc.	456,799
Other Benefits	23,448
Purchased Services	1,224,538
Supplies & Materials	221,515
Other	4,282
Total Instructional Staff	<u>\$3,019,016</u>

GENERAL ADMINISTRATION

Salaries - Professional	83,368
Salaries - Non-Professional	39,541
Insurances	10,378
Fica, Retirement, Etc.	61,568
Other Benefits	800
Purchased Services	117,818
Supplies & Materials	5,166
Other	17,792
Total General Administration	<u>\$336,431</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

SUPPORT SERVICES (Continued)

SCHOOL ADMINISTRATION

Salaries - Professional	\$648,459
Salaries - Non-Professional	350,267
Insurances	141,197
Fica, Retirement, Etc.	515,608
Other Benefits	9,600
Purchased Services	13,399
Supplies & Materials	41,366
Other	4,354
Total School Administration	\$1,724,250

BUSINESS ADMINISTRATION

Salaries - Professional	285,566
Salaries - Non-Professional	661,403
Insurances	199,786
Fica, Retirement, Etc.	490,706
Other Benefits	14,461
Purchased Services	276,275
Supplies & Materials	16,305
Other	6,677
Total Business Administration	\$1,951,179

OPERATION & MAINTENANCE

Salaries - Professional	34,439
Salaries - Non-Professional	205,001
Insurances	45,079
Fica, Retirement, Etc.	117,594
Other Benefits	851
Purchased Services	1,256,911
Supplies & Materials	490,369
Other	219
Total Operation & Maintenance	\$2,150,463

TRANSPORTATION

Purchased Services	792,087
Supplies & Materials	32,639
Other	8,890,762
Total Transportation	\$9,715,488

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

<u>SUPPORT SERVICES (Continued)</u>	
<u>SUPPORT SERVICES - OTHER</u>	
Salaries - Professional	\$1,035,785
Salaries - Non-Professional	230,485
Insurances	254,542
Fica, Retirement, Etc.	655,012
Other Benefits	43,256
Purchased Services	1,141,012
Supplies & Materials	195,259
Capital Outlay	108,967
Other	11,254
Total Support Services - Other	\$3,675,572
Total Support Services	\$40,210,441
 <u>COMMUNITY SERVICES</u>	
Purchased Services	138,517
Supplies & Materials	168,992
Other	93,503
Total Community Services	\$401,012
Total Expenditures	\$65,985,817
 <u>OTHER FINANCING USES</u>	
Transfers to Other Districts	25,658,556
Transfers to Other Funds	10,350,000
Building Improvements	1,469,658
Total Other Financing Uses	\$37,478,214
<u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u>	\$103,464,031

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

INSTRUCTION

Salaries - Professional	\$2,519,090
Salaries - Non-Professional	332,637
Insurances	626,745
Fica, Retirement, Etc.	1,950,506
Other Benefits	23,910
Purchased Services	489,588
Supplies	856,360
Capital Outlay	46,027
Other	4,482
Total Instruction	<u>\$6,849,345</u>

SUPPORT SERVICESSTUDENT SERVICES

Salaries - Professional	293,313
Insurances	58,564
Fica, Retirement, Etc.	130,521
Purchased Services	146,305
Supplies	67
Total Student Services	<u>\$628,770</u>

INSTRUCTIONAL STAFF

Salaries - Professional	379,092
Salaries - Non-Professional	54,082
Insurances	88,391
Fica, Retirement, Etc.	197,866
Other Benefits	38
Purchased Services	374,723
Supplies & Materials	91,843
Other	5,260
Total Instructional Staff	<u>\$1,191,295</u>

GENERAL ADMINISTRATION

Salaries - Professional	16,651
Salaries - Non-Professional	7,908
Insurances	2,075
Fica, Retirement, Etc.	12,311
Other Benefits	160
Purchased Services	24,118
Supplies & Materials	1,253
Other	3,953
Total General Administration	<u>\$68,429</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

SUPPORT SERVICES (Continued)

SCHOOL ADMINISTRATION

Salaries - Professional	\$208,390
Salaries - Non-Professional	171,943
Insurances	103,242
Fica, Retirement, Etc.	193,088
Purchased Services	83,258
Supplies & Materials	43,553
Other	1,081
Total Business Administration	\$804,555

BUSINESS ADMINISTRATION

Salaries - Professional	38,137
Salaries - Non-Professional	94,538
Insurances	25,970
Fica, Retirement, Etc.	68,364
Other Benefits	2,125
Purchased Services	35,592
Supplies & Materials	2,002
Other	26,624
Total Business Administration	\$293,352

OPERATION & MAINTENANCE

Salaries - Professional	29,002
Salaries - Non-Professional	71,378
Insurances	22,064
Fica, Retirement, Etc.	50,378
Other Benefits	717
Purchased Services	977,839
Supplies & Materials	318,446
Other	181
Total Operation & Maintenance	\$1,470,005

TRANSPORTATION

Purchased Services	20,065
Supplies & Materials	1,373
Other	824,380
Total Transportation	\$845,818

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
YEAR ENDED JUNE 30, 2023

SUPPORT SERVICES (Continued)

SUPPORT SERVICES - OTHER

Salaries - Professional	\$115,023
Salaries - Non-Professional	71,313
Insurances	39,411
Fica, Retirement, Etc.	96,656
Other Benefits	6,090
Purchased Services	136,140
Supplies & Materials	71,051
Other	7,861
Total Support Services - Other	<u>\$543,545</u>

Total Support Services \$5,845,769

Total Expenditures \$12,695,114

OTHER FINANCING USES

Transfers to Other Districts	2,113,184
Transfers to Other Funds	3,862,500
Bond Payment	860,325
Total Other Financing Uses	<u>\$6,836,009</u>

TOTAL EXPENDITURES AND OTHER FINANCING USES \$19,531,123

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF BOND PRINCIPAL AND INTEREST REQUIREMENTS
JUNE 30, 2023

2014 SCHOOL IMPROVEMENT BONDS

Date Authorized : November 12, 2014

Amount Authorized: \$8,000,000

<u>PAYMENT DATE - MAY 1ST</u>	<u>INTEREST RATE</u>	<u>PRINCIPAL AMOUNT</u>	<u>INTEREST AMOUNT NOVEMBER 1</u>	<u>INTEREST AMOUNT MAY 1</u>	<u>TOTAL</u>
2023-2024	3.00%	\$680,000	\$92,838	\$92,837	\$865,675
2024-2025	3.00%	700,000	82,637	82,638	865,275
2025-2026	3.25%	725,000	72,138	72,137	869,275
2026-2027	3.50%	750,000	60,356	60,356	870,712
2027-2028	3.75%	775,000	47,231	47,231	869,462
2028-2029	4.00%	805,000	32,700	32,700	870,400
2029-2030	4.00%	830,000	16,600	16,600	863,200
<u>TOTAL</u>		<u>\$5,265,000</u>	<u>\$404,500</u>	<u>\$404,499</u>	<u>\$6,073,999</u>

2020 SCHOOL IMPROVEMENT BONDS

Date Authorized : January 30, 2020

Amount Authorized: \$1,900,000

<u>PAYMENT DATE - MAY 1ST</u>	<u>INTEREST RATE</u>	<u>PRINCIPAL AMOUNT</u>	<u>INTEREST AMOUNT NOVEMBER 1</u>	<u>INTEREST AMOUNT MAY 1</u>	<u>TOTAL</u>
2023-2024	2.00%	\$185,000	\$16,775	\$16,775	\$218,550
2024-2025	2.00%	185,000	14,925	14,925	214,850
2025-2026	2.00%	190,000	13,075	13,075	216,150
2026-2027	2.00%	195,000	11,175	11,175	217,350
2027-2028	3.00%	200,000	9,225	9,225	218,450
2028-2029	3.00%	205,000	6,225	6,225	217,450
2029-2030	3.00%	210,000	3,150	3,150	216,300
<u>TOTAL</u>		<u>\$1,370,000</u>	<u>\$74,550</u>	<u>\$74,550</u>	<u>\$1,519,100</u>

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass-Through Grantor/ Program Title	Federal ALN	Pass- Through Project Number	Program Or Award Amount	Accrued (Deferred) Revenue July 1, 2022	Prior Year Expenditures	Current Year Expenditures	Adjustments Prior Years	Current Year Cash/ Payments In Kind Received	Accrued (Deferred) Revenue June 30, 2023	Transferred to Subrecipients as of June 30, 2023
U.S. DEPARTMENT OF EDUCATION										
Direct Grant										
Nurse Pilot Project	84.215K	S215K220181	\$1,000,000	\$0	\$0	\$4,386	\$0	\$0	\$4,386	\$0
Passed Through Michigan Department of Education:										
Title I Grants to Local Education Agencies										
Title I - Reg Assist stance (21-22)	84.010	221570-2122	2,086,184	550,312	941,800	432,475	0	982,787	0	522,923
Title I - Reg Assist stance (22-23)		231570-2223	1,860,691	0	0	885,643	0	449,039	436,604	310,128
Total ALN 84.010			\$3,946,875	\$550,312	\$941,800	\$1,318,118	\$0	\$1,431,826	\$436,604	\$833,051
Special Education - Grants to States										
IDEA Flowthrough (20-21)	84.027	210450-2021	17,276,429	89,766	17,276,429	0	0	89,766	0	0
IDEA Flowthrough (21-22)		220450-2122	17,375,741	5,384,887	16,667,212	708,529	0	5,967,462	125,954	4,940,143
COVID-19 - IDEA Flowthrough ARP (21-22)		221280-2122	3,544,487	905,035	905,035	2,216,531	0	1,934,229	1,187,337	1,663,329
General Supervision Grant (21-22)		220493-2122	171,600	9,264	171,600	0	0	9,264	0	0
IDEA Flowthrough (22-23)		230450-2223	17,702,932	0	0	16,488,685	0	9,663,723	6,824,962	10,009,827
General Supervision Grant (22-23)		230493-2223	188,800	0	0	188,800	0	169,997	18,803	0
Passed Through Marquette RESA										
IDEA Grant Funded Initiatives (22-23)	84.027	220470-2D33	8,849	0	0	2,045	0	8,849	(6,804)	0
Total ALN 84.027			\$56,268,838	\$6,388,952	\$35,020,276	\$19,604,590	\$0	\$17,843,290	\$8,150,252	\$16,613,299
Special Education - Preschool Grants										
Preschool Incentive (21-22)	84.173	220460-2122	502,220	117,370	456,370	45,850	0	158,642	4,578	126,781
COVID-19 - Preschool ARP (21-22)		221285-2122	276,326	25,577	35,584	101,774	0	61,154	66,197	55,373
Preschool Incentive (22-23)		230460-2223	514,695	0	0	497,819	0	259,140	238,679	258,564
Total ALN 84.173			\$1,293,241	\$142,947	\$491,954	\$645,443	\$0	\$478,936	\$309,454	\$440,718
Total Special Education Cluster			\$57,562,079	\$6,531,899	\$35,512,230	\$20,250,033	\$0	\$18,322,226	\$8,459,706	\$17,054,017
Career Technical Education - Basic Grants to States										
CTE Perkins - Regional Allocation (21-22)	84.048	223520-221215	1,161,663	363,060	1,161,663	0	0	363,060	0	112,331
CTE Perkins - Regional Allocation (22-23)		233520-231215	1,398,315	0.00	0.00	1,363,869	0	1,003,790	360,079	771,214
CTE Perkins - Mechatronics (21-22)		213480-211253	61,388	14,824	26,647	0	0	14,824	0	0
CTE Perkins - Public Safety (21-22)		213480-211254	61,436	19,201	30,520	0	0	19,201	0	0
CTE Perkins - Public Safety (22-23)		223480-221268	637	637	637	0	0	637	0	0
CTE Perkins - Mechatronics (22-23)		223480-221268	637	637	637	0	0	637	0	0
CTE Perkins -Agriculture (22-23)		223480-221262	341,850	0	0	188,236	0	188,236	0	0
Total ALN 84.048			\$3,025,926	\$398,359	\$1,220,104	\$1,552,105	\$0	\$1,590,385	\$360,079	\$883,545
Special Ed - Grants for Infants & Families With Disabilities										
Infant and Toddlers Formula Grant (22-23)	84.181	231340-2223	410,321	0	0	410,321	0	353,166	57,155	0
COVID-19 - Early on ARP		221283-EOARP	196,027	25,484	25,484	148,991	0	150,050	24,425	0
C Total ALN 84.181			\$606,348	\$25,484	\$25,484	\$559,312	\$0	\$503,216	\$81,580	\$0

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass-Through Grantor/ Program Title	Federal ALN	Pass- Through Project Number	Program Or Award Amount	Accrued (Deferred) Revenue July 1, 2022	Prior Year Expenditures	Current Year Expenditures	Adjustments Prior Years	Current Year Cash/ Payments In Kind Received	Accrued (Deferred) Revenue June 30, 2023	Transferred to Subrecipients as of June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION (Continued)</u>										
<u>Passed Through Michigan Department of Education (Continued):</u>										
Education for Homeless Children and Youth	84.196									
HAA VII-B Homeless Child Education (21-22)		222320-2122	\$168,754	\$13,843	\$63,785	\$21,453	\$0	\$35,296	\$0	\$0
HAA VII-B Homeless Child Education (22-23)		232320-2223	167,778	0	0	106,128	0	90,081	16,047	0
Total ALN 84.196			\$336,532	\$13,843	\$63,785	\$127,581	\$0	\$125,377	\$16,047	\$0
21st Century Learning Grant	84.287C									
21st Century Learning Cohort J (21-22)		222110-J17040	675,000	93,736	630,986	44,014	0	137,750	0	0
21st Century Learning Cohort K (21-22)		222110-K181501	675,000	130,052	675,000	0	0	130,052	0	0
21st Century Learning Cohort K (22-23)		232110-K181501	750,000	0	0	646,732	0	618,007	28,725	0
21st Century Learning Cohort M (22-23)		232110-M221004	750,000	0	0	738,231	0	564,125	174,106	0
Total ALN 84.287C			\$2,850,000	\$223,788	\$1,305,986	\$1,428,977	\$0	\$1,449,934	\$202,831	\$0
English Language Acquisition Grants	84.365									
Title III - Limited English (21-22)		220580-2122	114,656	81,592	0	17,938	0	99,530	0	0
Title III - Limited English (22-23)		230580-2223	113,592	0	0	93,332	0	82,844	10,488	0
Total ALN 84.365			\$228,248	\$81,592	\$0	\$111,270	\$0	\$182,374	\$10,488	\$0
Education Stabilization Fund										
COVID-19 - GEER II	84.425C	211202-2122	250	250	250	0	0	250	0	0
COVID-19 - ESSER II - Credit Recovery	84.425D	213742-2122	3,300	1,817	1,817	0	0	1,817	0	0
Covid 19 - ARP - Homeless I	84.425W	211010-2122	86,354	0	0	49,391	0	18,668	30,723	0
Total ALN 84.425			\$89,904	\$2,067	\$2,067	\$49,391	\$0	\$20,735	\$30,723	\$0
TOTAL U.S. DEPARTMENT OF EDUCATION			\$69,645,912	\$7,827,344	\$39,071,456	\$25,401,173	\$0	\$23,626,073	\$9,602,444	\$18,770,613
<u>U.S. DEPARTMENT OF AGRICULTURE</u>										
<u>Direct Grant</u>										
Farm to School	10.575	CN-F2S-IMP-19-MI-1	100,000	27,236	58,461	0	0	27,236	0	0
<u>Passed Through Michigan Department of Education</u>										
Local Food for Schools	10.185	230985	3,587	0	0	3,587	0	0	3,587	0
Seamless Summer Option - Breakfast	10.553	221970	164,471	16,034	164,471	0	0	16,034	0	0
National School Breakfast Program	10.553	221971	35,831	0	0	35,831	0	35,831	0	0
National School Breakfast Program	10.553	231970	150,070	0	0	150,070	0	116,026	34,044	0
Total ALN 10.553			\$350,372	\$16,034	\$164,471	\$185,901	\$0	\$167,891	\$34,044	\$0
<u>Non-Cash Assistance</u>										
Entitlement Commodities	10.555	N/A	40,000	0	0	40,000	0	40,000	0	0
Bonus Commodities	10.555	N/A	1,953	0	0	1,953	0	1,953	0	0
Total Commodities			\$41,953	\$0	\$0	\$41,953	\$0	\$41,953	\$0	\$0

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass-Through Grantor/ Program Title	Federal ALN	Pass- Through Project Number	Program Or Award Amount	Accrued (Deferred) Revenue July 1, 2022	Prior Year Expenditures	Current Year Expenditures	Adjustments Prior Years	Current Year Cash/ Payments In Kind Received	Accrued (Deferred) Revenue June 30, 2023	Transferred to Subrecipients as of June 30, 2023
<u>U.S. DEPARTMENT OF AGRICULTURE (Continued)</u>										
<u>Passed Through Michigan Department of Education (Continued)</u>										
Cash Assistance										
Supply Chain Assistance	10.555	220910	\$50,293	\$0	\$24,956	\$25,337	\$0	\$25,337	\$0	\$0
National School Lunch Program	10.555	221960	62,485	0	0	62,485	0	62,485	0	0
Seamless Summer Option - Breakfast	10.555	221961	308,947	28,197	308,947	0	0	28,197	0	0
Supply Chain Assistance	10.555	230910	15,011	0	0	15,011	0	15,011	0	0
National School Lunch Program	10.555	231960	266,566	0	0	266,566	0	206,823	59,743	0
Total Cash Assistance ALN 10.555			\$703,302	\$28,197	\$333,903	\$369,399	\$0	\$337,853	\$59,743	\$0
Total ALN 10.555			\$745,255	\$28,197	\$333,903	\$411,352	\$0	\$379,806	\$59,743	\$0
Total Nutrition Cluster			\$1,095,627	\$44,231	\$498,374	\$597,253	\$0	\$547,697	\$93,787	\$0
NSLP Equipment Assistance Grant	10.579	211991	55,234	0	0	50,308	0	50,308	0	0
Pandemic EBT	10.649	220980	3,135	0	0	3,135	0	3,135	0	0
<u>Passed Through Eastern Michigan Food Bank</u>										
Child Care Food Program	10.558	232010	24,556	0	0	24,556	0	20,190	4,366	0
<u>Passed Through Michigan Fitness Foundation</u>										
Snap-Ed (21-22)		FY 22 GISD	950,000	128,600	446,349	113,993	0	242,593	0	\$0
Snap-Ed (22-23)		FY 23 GISD	707,840	0	0	502,096	0	359,353	142,743	\$0
Total Passed Through Michigan Fitness Foundation			\$1,657,840	\$128,600	\$446,349	\$616,089	\$0	\$601,946	\$142,743	\$0
<u>TOTAL U.S. DEPARTMENT OF AGRICULTURE</u>			\$2,939,979	\$200,067	\$1,003,184	\$1,294,928	\$0	\$1,250,512	\$244,483	\$0
<u>U.S. DEPARTMENT OF JUSTICE</u>										
<u>Direct Grant</u>										
Stop-School Violence Prev & Mental Health	16.839	2019-YS-KX-0028	249,864	12,503	42,654	109,350	0	79,850	42,003	0
Stop-School Violence Threat & Threat Assessment	16.839	2019-YS-BX-0058	249,447	2,412	91,057	55,124	0	41,081	16,455	0
Stop-Prevent School Violence	16.839	15PBJA-21-GG-04672-STOF	579,953	0	0	62,818	0	103	62,715	0
<u>TOTAL U.S. DEPARTMENT OF JUSTICE</u>			\$1,079,264	\$14,915	\$133,711	\$227,292	\$0	\$121,034	\$121,173	\$0
<u>U.S. DEPARTMENT OF LABOR</u>										
<u>Passed Through GSMW/CAIWDASOM</u>										
WIA Youth Activities										
WIA Youth Activities (21-22)	17.259	220-21-WIY-135	150,000	41,683	130,718	0	0	41,683	0	0
WIA Youth Activities (22-23)	17.259	220-22-WIY-135	100,000	0	0	98,441	0	84,065	14,376	0
<u>TOTAL U.S. DEPARTMENT OF LABOR</u>			\$250,000	\$41,683	\$130,718	\$98,441	\$0	\$125,748	\$14,376	\$0
<u>U.S. DEPARTMENT OF TREASURY</u>										
<u>Passed Through Michigan Department of Education</u>										
COVID-19 - Section 31p - TRAILS	21.027	FY 23 GISD	892,857	0	0	267,857	0	0	267,857	0
GSRP Expansion State Fiscal Recovery Funds (21-22)	21.027	222390-GSRP2122	669,900	92,143	437,583	141,670	0	233,813	0	0
<u>TOTAL U.S. DEPARTMENT OF TREASURY</u>			\$1,562,757	\$92,143	\$437,583	\$409,527	\$0	\$233,813	\$267,857	\$0

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass-Through Grantor/ Program Title	Federal ALN	Pass- Through Project Number	Program Or Award Amount	Accrued (Deferred) Revenue July 1, 2022	Prior Year Expenditures	Current Year Expenditures	Adjustments Prior Years	Current Year Cash/ Payments In Kind Received	Accrued (Deferred) Revenue June 30, 2023	Transferred to Subrecipients as of June 30, 2023
<u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>										
<u>Direct Grant</u>										
COVID-19: CDC Adolescent Health (7871-0002-533)	93.079	NU87PS004355-03-00 C3	\$190,909	\$10,741	\$56,718	\$27,329	\$0	\$28,343	\$9,727	\$0
CDC Adolescent Health (7872-0000-533)	93.079	NU87PS004355-04-00	360,000	116,367	364,963	20,228	0	136,595	0	0
COVID-19: CDC Adolescent Health (7872-0002-533)	93.079	NU87PS004355-04-00 C3	190,909	35,151	64,096	176,767	0	194,367	17,551	0
CDC Adolescent Health (7873-0000-533)	93.079	NU87PS004355-05-00	360,000	0	0	285,678	0	248,084	37,594	0
Total ALN 93.079			\$1,101,818	\$162,259	\$485,777	\$510,002	\$0	\$607,389	\$64,872	\$0
<u>Direct Grant</u>										
Head Start (7232-521)	93.600	05CH010618-04-00	10,787,616	1,421,232	10,047,287	0	0	1,421,232	0	0
Head Start (7233-521)		05CH010618-05-00	10,498,350	0	0	9,573,238	0	8,428,406	1,144,832	0
Head Start (7232-522)		05CH010618-04-00	122,010	16,395	72,506	0	0	16,395	0	0
Head Start (7233-522)		05CH010618-05-00	122,010	0	0	93,372	0	76,971	16,401	0
Early Head Start (7232-523)		05HP000104-01-00	2,824,086	411,969	2,614,454	209,632	0	621,601	0	0
Early Head Start A - T/T&TA (7232-524)		05HP000104-01-00	64,047	6,510	20,406	5,301	0	11,811	0	0
Early Head Start A - T/T&TA (7233-530)		05CH010618-05-00	94,860	0	0	51,509	0	43,228	8,281	0
Early Head Start B (7232-529)		05CH010618-04-00	1,099,789	148,738	1,099,789	0	0	148,738	0	0
Early Head Start B (7233-529)		05CH010618-05-00	5,521,128	0	0	5,158,789	0	4,246,132	912,657	0
Early Head Start B (7231-534)		05CH010618-04-00	10,000	3,472	9,674	0	0	3,472	0	0
Early Head Start C (7231-534)		05HP000121-03-00	1,494,927	156,981	1,494,927	0	0	156,981	0	0
Early Head Start C T&TS (7231-535)		05HP000121-03-00	31,490	2,745	22,319	0	0	2,745	0	0
COVID-19 - HS/EHS COVID Relief Funds (7232-536)		05HE001089-01-01	1,885,684	20,148	211,743	1,673,941	0	1,694,089	0	0
Total Head Start			\$34,555,997	\$2,188,190	\$15,593,105	\$16,765,782	\$0	\$16,871,801	\$2,082,171	\$0
<u>Passed Through Michigan Department of Education</u>										
<u>PDG B-5 Trusted Advisors Grant (Activity #3)</u>										
Trusted Advisors	93.434	223910-3.622	32,500	10,234	1,851	19,635	0	26,968	2,901	0
Preschool Development Birth to Five	93.434	223962-PDGB54.13	98,755	36,061	36,061	62,694	0	88,174	10,581	0
Total ALN 93.434			\$131,255	\$46,295	\$37,912	\$82,329	\$0	\$115,142	\$13,482	\$0
<u>Passed Through Michigan Department of Health & Human Services</u>										
Child Abuse & Neglect Program (21-22)	93.590	2022-737574	50,000	(17,930)	24,647	12,158	(5,772)	0	0	0
Child Abuse & Neglect Program (22-23)	93.590	2023-142400	75,000	0	0	33,160	0	37,501	(4,341)	0
Total ALN 93.590			\$125,000	(\$17,930)	\$24,647	\$45,318	(\$5,772)	\$37,501	(\$4,341)	\$0
<u>Passed Through the Michigan Department of Community Health</u>										
Medical Assistance Program Title XIX	93.778									
Medicaid Outreach (22-23)		N/A	261,813	0	0	261,813	0	261,813	0	160,093
<u>TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			\$36,175,883	\$2,378,814	\$16,141,441	\$17,665,244	(\$5,772)	\$17,893,646	\$2,156,184	\$160,093
<u>TOTAL SCHEDULE OF FEDERAL AWARDS</u>			\$111,653,795	\$10,554,966	\$56,918,093	\$45,096,605	(\$5,772)	\$43,250,826	\$12,406,517	\$18,930,706

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES/RECONCILIATION TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

<u>FEDERAL REVENUE RECOGNIZED FOR THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</u>	<u>\$45,096,605</u>
<u>FEDERAL REVENUE RECOGNIZED PER THE GENERAL PURPOSE FINANCIAL STATEMENTS</u>	
General Fund	\$21,696,062
Special Education Fund	21,169,599
Career Technical Education Fund	1,552,105
Food Service	<u>678,839</u>
<u>TOTAL</u>	<u>\$45,096,605</u>

- 1) Basis of Presentation - The accompanying schedule of expenditures of federal awards includes the federal grant activity of Genesee Intermediate School District for the year ended June 30, 2023.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the schedule presents only a selected portion of the operations of Genesee Intermediate School District, it is not intended to and does not present the financial position or changes in net position of Genesee Intermediate School District

Management has utilized the NexSys System in preparing the Schedule of Expenditures of Federal Awards. All differences between the Schedule of Expenditures of Federal Awards and the Grant Auditor's Report have been reconciled in the attached reconciliation on page 68 of this report.

The District qualifies for low-risk auditee status.

- 2) Summary of Significant Accounting Policies - Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Expenditures are recognized following the cost principles in the Uniform Guidance as applicable, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts (if any) shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The District has elected not to use the 10 percent de minimus indirect cost rate to recover indirect costs as allowed under the Uniform Guidance.

- 3) Noncash Assistance - The value of noncash assistance received was determined in accordance with the provisions of the Uniform Guidance. The grantee received no noncash assistance during the year ended June 30, 2023 that is not included on the schedule of expenditures of federal awards.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
RECONCILIATION OF "GRANT SECTION AUDITOR'S REPORT"
TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Current Payments Per the Grant Auditor's Report - Cash Management System		\$24,211,897
Add: Recorded on Cash Management in Prior Year but Recorded by District in the Current Year		
Title I - Regional Assistance Grant (ALN 84.010)	\$317,462	
Career Technical Education - Basic Grants to States (ALN 84.048)	34,027	
HAA Homeless Child Education (ALN 84.196)	7,431	
21st Century - Learning Cohort (ALN 84.287)	77,245	
Title III - Part A - English Learners (ALN 84.365)	76,007	
GSRP Expansion (ALN 21.027)	31,818	
Trusted Advisors (ALN 93.434)	10,235	
Total	554,225	554,225
Less: Recorded on Cash Management in Current Year but Recorded by District as Receivable		
Title I - Regional Assistance Grant (ALN 84.010)	\$141,936	
Title III - Part A - English Learners (ALN 84.365)	5,033	
National School Breakfast Program (ALN 10.553)	34,044	
National School Lunch Program (ALN 10.555)	59,743	
Total	(240,756)	(240,756)
Add: <u>Grants Passed Through Other Agencies</u>		
<u>Direct Grants</u>		
Farm to School (ALN 10.575)	\$27,236	
STOP Grants (ALN 16.839)	121,034	
CDC Adolescent (ALN 93.079)	607,389	
Head Start (ALN 93.600)	16,871,801	
Total Direct Grants	17,627,460	17,627,460
<u>Passed Through Marquette RESA</u>		
IDEA Grant Funded Initiative (ALN 84.027)		8,849
<u>Passed Through Eastern Michigan Food Bank</u>		
CACFP (ALN 10.558)		20,190
<u>Passed through Michigan Fitness Foundation</u>		
SNAP-ED (ALN 10.561)		601,946
<u>Passed Through GSMW/CAIWDASOM</u>		
WIOA Youth Activities (ALN 17.259)		125,748
<u>Passed Through Michigan Department of Health & Human Service</u>		
Child Abuse & Neglect Program (ALN 93.590)		37,501
<u>Passed through the Michigan Department of Community Health</u>		
Medicaid (ALN 93.778)		261,813
Entitlement and Bonus Commodities (ALN 10.555)		41,953
<u>TOTAL CURRENT YEAR RECEIPTS PER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</u>		\$43,250,826



October 26, 2023

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

To the Board of Education of
Genesee Intermediate School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Genesee Intermediate School District's basic financial statements, and have issued our report thereon dated October 26, 2023.

Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

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Purpose of this Report

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

Lewis & Knopf, P.C.

LEWIS & KNOPF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS



October 26, 2023

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

To the Board of Education of
Genesee Intermediate School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Genesee Intermediate School District compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Genesee Intermediate School District's major federal programs for the year ended June 30, 2023. Genesee Intermediate School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Genesee Intermediate School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Genesee Intermediate School District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Genesee Intermediate School District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Genesee Intermediate School District's federal programs.

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Auditor’s Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Genesee Intermediate School District’s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Genesee Intermediate School District’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Genesee Intermediate School District’s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

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

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

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

Lewis & Knopf, P.C.

LEWIS & KNOPF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENESEE INTERMEDIATE SCHOOL DISTRICT
SUMMARY OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency (ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency (ies) identified? Yes None reported

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

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

Identification of major programs:

<u>ALN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.027/84.173	Special Education Cluster

Dollar threshold use to distinguish between type A and type B programs: \$1,352,898

Auditee qualified as a low-risk auditee? Yes No

SECTION II – FINANCIAL STATEMENT FINDINGS

There were no findings for the current year.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no findings for the current year.

STATUS OF PRIOR YEAR FINDINGS

There were no findings for the prior year.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>Title I - Regional Assistance Grant (21-22)</u>								
	84.010							
Clio Area Schools		221570-2122	\$215,984	\$60,898	111,697	\$119,923	\$59,025	\$0
Davison Alt		221570-2122	210,400	0	78,398	107,037	107,037	0
Flint Community Schools		221570-2122	0	0	0	0	0	0
Genesee STEM		221570-2122	0	0	0	0	0	0
Lapeer Community Schools		221570-2122	234,310	125,498	155,628	162,841	37,343	0
Swartz Creek		221570-2122	167,361	18,069	51,957	60,087	42,018	0
Way Academy		221570-2122	173,414	0	71,578	46,507	46,507	0
Westwood Heights		221570-2122	114,445	5,392	17,092	26,528	21,136	0
Total Title I Regional Assistance Grant (21-22)			\$1,115,914	\$209,857	\$486,350	\$522,923	\$313,066	\$0
<u>Title I - Regional Assistance Grant (22-23)</u>								
	84.010							
Clio Area Schools		231570-2223	158,991	0	0	27,411	107,566	80,155
Davison Alt		231570-2223	165,912	0	0	62,301	114,197	51,896
Flint Community Schools		231570-2223	0	0	0	0	0	0
Genesee STEM		231570-2223	0	0	0	0	0	0
Lapeer Community Schools		231570-2223	127,959	0	0	63,435	81,942	18,507
Swartz Creek		231570-2223	153,383	0	0	60,108	97,739	37,631
Way Academy		231570-2223	154,726	0	0	40,265	40,265	0
Westwood Heights		231570-2223	219,321	0	0	56,608	111,554	54,946
Total Title I Regional Assistance Grant (22-23)			\$980,292	\$0	\$0	\$310,128	\$553,263	\$243,135

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>IDEA Flowthrough (21-22)</u>	84.027							
Atherton Community Schools		220450-2122	\$255,846	\$83,967	\$255,846	83,967	0	\$0
Beecher School District		220450-2122	180,480	50,177	180,480	50,177	0	0
Bendle Public Schools		220450-2122	315,345	133,565	315,345	133,565	0	0
Bentley Community School District		220450-2122	174,530	70,877	174,530	70,877	0	0
Burton Glen Academy		220450-2122	152,714	4,753	74,864	82,603	77,850	0
Carman-Ainsworth School District		220450-2122	1,146,346	499,728	1,146,347	499,728	0	0
Clio Area Schools		220450-2122	591,023	228,392	591,023	228,392	0	0
Davison Community Schools		220450-2122	1,223,696	379,127	1,146,266	456,557	77,430	0
Eagles Nest Academy		220450-2122	29,750	0	11,664	12,431	18,086	5,655
Fenton Area Public Schools		220450-2122	844,886	1,367	844,886	1,367	0	0
Flex High School of Michigan		220450-2122	77,349	45,851	77,349	45,851	0	0
Flint Cultural Center Academy		220450-2122	69,416	423,556	1,272,048	433,942	10,386	0
Flint Community Schools		220450-2122	1,453,759	19,211	59,030	200,922	181,711	0
Flushing Community Schools		220450-2122	1,031,316	126,184	1,031,316	126,184	0	0
Genesee School District		220450-2122	230,063	92,191	230,063	92,191	0	0
Genesee STEM		220450-2122	55,532	0	55,532	0	0	0
Goodrich Area Schools		220450-2122	366,911	0	364,200	2,711	2,711	0
Grand Blanc Community Schools		220450-2122	1,856,369	565,050	1,702,667	718,752	153,702	0
Grand Blanc Academy		220450-2122	87,265	0	83,568	3,697	3,697	0
Greater Heights Academy		220450-2122	55,532	0	55,532	0	0	0
International Academy of Flint		220450-2122	218,163	73,591	178,922	112,832	39,241	0
Kearsley Community Schools		220450-2122	910,335	399,741	910,335	399,741	0	0
Lake Fenton Community Schools		220450-2122	440,293	170,236	440,293	170,236	0	0
Lakeville Community Schools		220450-2122	301,462	131,349	301,462	131,349	0	0
Linden Community Schools		220450-2122	781,420	0	781,420	0	0	0
Linden Charter Academy		220450-2122	150,731	1,254	150,594	1,391	137	0
Madison Academy		220450-2122	126,931	30,361	126,931	30,361	0	0
Montrose Community Schools		220450-2122	382,777	111,730	382,777	111,730	0	0
Mt. Morris Consolidated Schools		220450-2122	573,174	0	502,367	70,807	70,807	0
Northridge Academy		220450-2122	49,583	4,686	49,583	4,686	0	0
New Standard Academy		220450-2122	111,065	35,994	111,065	35,994	0	0
Richfield Public School Academy		220450-2122	210,230	67,622	187,682	90,170	22,548	0
Swartz Creek Community Schools		220450-2122	1,035,283	428,273	1,035,283	428,273	0	0
Way Academy		220450-2122	11,900	0	11,900	0	0	0
Westwood Heights Schools		220450-2122	289,562	85,804	289,562	85,804	0	0
Woodland Park Academy		220450-2122	101,148	22,855	101,148	22,855	0	0
Total IDEA Flowthrough (21-22)			\$15,892,185	\$4,287,492	\$15,233,880	\$4,940,143	\$658,306	\$5,655

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>IDEA Flowthrough (22-23)</u>	84.027							
Atherton Community Schools		230450-2223	\$290,630	\$0	0	\$116,969	\$290,630	\$173,661
Beecher School District		230450-2223	179,936	0	0	138,408	173,881	35,473
Bendle Public Schools		230450-2223	319,329	0	0	208,693	319,329	110,636
Bentley Community School District		230450-2223	204,534	0	0	121,304	204,534	83,230
Burton Glen Academy		230450-2223	138,938	0	0	0	0	0
Carman-Ainsworth School District		230450-2223	1,120,839	0	0	461,076	1,120,839	659,763
Clio Area Schools		230450-2223	598,115	0	0	225,591	598,115	372,524
Davison Community Schools		230450-2223	1,368,877	0	0	879,361	1,320,481	441,120
Eagle's Nest Academy		230450-2223	48,742	0	0	0	0	0
Fenton Area Public Schools		230450-2223	829,754	0	0	522,707	782,417	259,710
Flex High		230450-2223	91,790	0	0	91,790	91,790	0
Flint Community Schools		230450-2223	1,459,073	0	0	838,617	1,175,809	337,192
Flint Cultural Center Academy		230450-2223	89,740	0	0	41,225	69,000	27,775
Flushing Community Schools		230450-2223	1,022,444	0	0	901,889	1,022,444	120,555
Genesee School District		230450-2223	266,031	0	0	165,226	266,031	100,805
Genesee STEM		230450-2223	0	0	0	0	0	0
Goodrich Area Schools		230450-2223	374,676	0	0	373,551	373,551	0
Grand Blanc Community Schools		230450-2223	1,955,149	0	0	1,167,113	1,727,395	560,282
Grand Blanc Academy		230450-2223	99,900	0	0	54,654	89,718	35,064
Greater Heights Academy		230450-2223	54,892	0	0	35,751	54,892	19,141
International Academy of Flint		230450-2223	237,333	0	0	52,393	169,789	117,396
Kearsley Community Schools		230450-2223	919,949	0	0	626,382	919,949	293,567
Lake Fenton Community Schools		230450-2223	430,023	0	0	274,360	430,023	155,663
Lakeville Community Schools		230450-2223	251,682	0	0	174,951	244,682	69,731
Linden Community Schools		230450-2223	796,955	0	0	509,600	796,955	287,355
Linden Charter Academy		230450-2223	149,187	0	0	88,515	149,187	60,672
Madison Academy		230450-2223	122,538	0	0	107,210	122,538	15,328
Montrose Community Schools		230450-2223	384,926	0	0	284,185	384,926	100,741
Mt. Morris Consolidated Schools		230450-2223	608,365	0	0	381,921	515,884	133,963
Northridge Academy		230450-2223	38,493	0	0	23,735	38,493	14,758
New Standard Academy		230450-2223	114,339	0	0	95,003	114,339	19,336
Richfield Public School Academy		230450-2223	177,886	0	0	96,236	151,204	54,968
Swartz Creek Community Schools		230450-2223	1,073,692	0	0	652,539	1,017,222	364,683
Way Academy		230450-2223	11,844	0	0	11,844	11,844	0
Westwood Heights Schools		230450-2223	296,780	0	0	210,504	296,780	86,276
Woodland Park Academy		230450-2223	85,640	0	0	76,524	85,640	9,116
Total IDEA Flowthrough (22-23)			\$16,213,021	\$0	\$0	\$10,009,827	\$15,130,311	\$5,120,484

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>IDEA Flowthrough ARP (21-22)</u>	84.027							
Atherton Community Schools		221280-2122	\$52,190	\$0	\$0	\$0	\$27,029	\$27,029
Beecher School District		221280-2122	36,816	15,333	15,333	34,450	21,483	2,366
Bendle Public Schools		221280-2122	64,327	41,191	41,191	52,295	23,136	12,032
Bentley Community School District		221280-2122	35,602	0	0	0	20,449	20,449
Burton Glen Academy		221280-2122	31,152	0	0	0	0	0
Carman-Ainsworth School District		221280-2122	233,841	0	0	135,508	197,334	61,826
Clio Area Schools		221280-2122	120,562	0	0	40,894	110,137	69,243
Davison Community Schools		221280-2122	178,020	17,182	17,182	113,757	232,438	135,863
Eagle's Nest Academy		221280-2122	6,069	0	0	4,929	4,929	0
Fenton Area Public Schools		221280-2122	172,347	0	0	122,968	169,915	46,947
Flex High		221280-2122	15,778	0	0	0	15,778	15,778
Flint Community Schools		221280-2122	296,550	0	0	0	214,323	214,323
Flint Cultural Center Academy		221280-2122	14,160	0	5,573	6,596	8,587	1,991
Flushing Community Schools		221280-2122	210,376	87,518	87,518	88,103	97,295	96,710
Genesee School District		221280-2122	46,930	0	0	46,930	46,930	0
Genesee STEM		221280-2122	0	0	0	0	0	0
Goodrich Area Schools		221280-2122	74,845	69,374	69,374	74,845	5,471	0
Grand Blanc Community Schools		221280-2122	378,678	39,690	39,690	377,086	338,988	1,592
Grand Blanc Academy		221280-2122	17,801	0	16,864	0	0	0
Greater Heights Academy		221280-2122	11,328	0	11,328	0	0	0
International Academy of Flint		221280-2122	44,503	0	0	0	42,832	42,832
Kearsley Community Schools		221280-2122	185,698	161,430	161,430	185,698	24,268	0
Lake Fenton Community Schools		221280-2122	89,815	15,730	15,730	37,045	73,917	52,602
Lakeville Community Schools		221280-2122	61,495	44,041	44,041	52,762	15,843	7,122
Linden Community Schools		221280-2122	159,401	0	0	62,327	141,717	79,390
Linden Charter Academy		221280-2122	30,747	0	0	0	30,747	30,747
Madison Academy		221280-2122	25,892	25,892	25,892	25,892	0	0
Montrose Community Schools		221280-2122	78,082	0	0	14,284	44,121	29,837
Mt. Morris Consolidated Schools		221280-2122	116,921	72,954	72,954	93,965	28,794	7,783
Northridge Academy		221280-2122	10,114	0	0	0	10,114	10,114
New Standard Academy		221280-2122	22,656	22,656	22,656	22,656	0	0
Richfield Academy		221280-2122	42,884	0	0	0	0	0
Swartz Creek Community Schools		221280-2122	211,186	0	211,186	0	0	0
Way Academy		221280-2122	2,427	2,427	2,427	2,427	0	0
Westwood Heights Schools		221280-2122	59,067	24,250	24,250	47,279	23,029	0
Woodland Park Academy		221280-2122	20,633	20,416	20,416	20,633	217	0
Total IDEA Flowthrough (21-22)			\$3,158,893	\$660,084	\$905,035	\$1,663,329	\$1,969,821	\$966,576

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>Secondary Regional Allocation (21-22)</u>								
	84.048							
Carman-Ainsworth School District		223520-221215	\$20,718	\$808	\$19,604	\$808	\$0	\$0
Clio Area Schools		223520-221215	16,717	0	17,192	0	0	0
Davison Community Schools		223520-221215	72,061	3,809	72,061	3,809	0	0
Fenton Area Public Schools		223520-221215	65,735	12,784	55,782	12,784	0	0
Flushing Community Schools		223520-221215	18,751	0	18,403	0	0	0
Goodrich Area Schools		223520-221215	0	0	0	0	0	0
Grand Blanc Community Schools		223520-221215	178,811	29,721	178,786	29,721	0	0
Kearsley Community Schools		223520-221215	11,148	6,639	9,474	6,639	0	0
Lake Fenton Schools		223520-221215	19,445	0	19,144	0	0	0
Montrose Community Schools		223520-221215	32,868	18,726	32,688	18,726	0	0
Mt. Morris Consolidated Schools		223520-221215	0	0	0	0	0	0
Shiawassee RESD		223520-221215	219,436	35,931	216,882	35,931	0	0
Westwood Heights School District		223520-221215	11,148	3,913	11,149	3,913	0	0
Total Secondary Regional Allocation (21-22)			\$666,838	\$112,331	\$651,165	\$112,331	\$0	\$0
<u>Secondary Regional Allocation (22-23)</u>								
	84.048							
Carman-Ainsworth School District		223520-231215	40,412	0	0	21,793	27,503	5,710
Clio Area Schools		223520-231215	15,143	0	0	13,892	13,892	0
Davison Community Schools		223520-231215	76,419	0	0	65,869	76,419	10,550
Fenton Area Public Schools		223520-231215	87,742	0	0	77,043	84,386	7,343
Flushing Community Schools		223520-231215	39,504	0	0	35,622	38,521	2,899
Goodrich Area Schools		223520-231215	0	0	0	0	0	0
Grand Blanc Community Schools		223520-231215	260,750	0	0	237,493	261,128	23,635
Kearsley Community Schools		223520-231215	11,149	0	0	8,146	8,146	0
Lake Fenton Schools		223520-231215	22,639	0	0	22,639	22,639	0
Montrose Community Schools		223520-231215	63,927	0	0	48,975	56,143	7,168
Mt. Morris Consolidated Schools		223520-231215	0	0	0	0	0	0
Shiawassee RESD		223520-231215	253,784	0	0	232,356	247,038	14,682
Westwood Heights School District		223520-231215	11,218	0	0	7,386	10,697	3,311
Total Secondary Regional Allocation (22-23)			\$882,687	\$0	\$0	\$771,214	\$846,512	\$75,298

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>IDEA Preschool Incentive (21-22)</u>		84.173						
Beecher School District		220460-2122	\$1,511	\$1,005	\$1,005	\$1,511	\$506	\$0
Bendle Public Schools		220460-2122	25,695	10,835	25,695	10,835	0	0
Bentley Community Schools		220460-2122	0	0	0	0	0	0
Burton Glen Academy		220460-2122	0	0	0	0	0	0
Carman-Ainsworth School District		220460-2122	37,787	18,244	37,787	18,244	0	0
Clio Area Schools		220460-2122	19,649	0	19,649	0	0	0
Davison Community Schools		220460-2122	34,764	3,349	34,764	3,349	0	0
Fenton Area Public Schools		220460-2122	60,460	887	60,460	887	0	0
Flint Community Schools		220460-2122	81,630	22,823	69,098	35,355	12,532	0
Flushing Community Schools		220460-2122	22,672	4,514	22,672	4,514	0	0
Genesee School District		220460-2122	1,511	0	1,511	0	0	0
Goodrich Area Schools		220460-2122	1,511	0	1,511	0	0	0
Grand Blanc Community Schools		220460-2122	87,666	7,474	59,146	35,994	28,520	0
International Academy		220460-2122	339	0	0	0	0	0
Kearsley Community Schools		220460-2122	19,649	8,434	19,649	8,434	0	0
LakeVille Community Schools		220460-2122	7,681	2,609	2,609	4,534	1,925	0
Montrose Community Schools		220460-2122	7,557	3,124	7,557	3,124	0	0
Mt. Morris Consolidated Schools		220460-2122	6,046	0	6,046	0	0	0
Richfield Public School Academy		220460-2122	4,081	0	0	0	0	0
Swartz Creek Community Schools		220460-2122	3,023	0	3,023	0	0	0
Westwood Heights		220460-2122	0	0	0	0	0	0
Total IDEA Preschool Incentive (21-22)			\$423,232	\$83,298	\$372,182	\$126,781	\$43,483	\$0

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>IDEA Preschool Incentive (22-23)</u>								
	84.173							
Beecher School District		230460-2223	\$4,736	\$0	\$0	\$4,736	\$4,736	\$0
Bendle Public Schools		230460-2223	29,998	0	0	18,537	29,998	11,461
Bentley Community Schools		230460-2223	0	0	0	0	0	0
Burton Glen Academy		230460-2223	0	0	0	0	0	0
Carman-Ainsworth School District		230460-2223	28,419	0	0	17,884	28,419	10,535
Clio Area Schools		230460-2223	15,788	0	0	0	15,788	15,788
Davison Community Schools		230460-2223	36,313	0	0	23,443	36,313	12,870
Fenton Area Public Schools		230460-2223	29,998	0	0	18,158	29,336	11,178
Flint Community Schools		230460-2223	93,150	0	0	59,013	83,726	24,713
Flushing Community Schools		230460-2223	28,419	0	0	28,419	28,419	0
Genesee School District		230460-2223	1,579	0	0	1,579	1,579	0
Goodrich Area Schools		230460-2223	1,579	0	0	1,579	1,579	0
Grand Blanc Community Schools		230460-2223	78,941	0	0	36,757	78,941	42,184
International Academy		230460-2223	0	0	0	0	0	0
Kearsley Community Schools		230460-2223	22,103	0	0	14,804	22,103	7,299
Lake Fenton Community Schools		230460-2223	4,736	0	0	2,541	2,679	138
LakeVille Community Schools		230460-2223	11,052	0	0	5,480	7,513	2,033
Montrose Community Schools		230460-2223	9,473	0	0	5,822	9,473	3,651
Mt. Morris Consolidated Schools		230460-2223	12,631	0	0	12,631	12,631	0
Richfield Public Academy		230460-2223	0	0	0	0	0	0
Swartz Creek Community Schools		230460-2223	7,894	0	0	6,531	7,629	1,098
Westwood Heights		230460-2223	1,579	0	0	650	650	0
Total IDEA Preschool Incentive (22-23)			\$418,388	\$0	\$0	\$258,564	\$401,512	\$142,948

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF EDUCATION</u>								
<u>IDEA Preschool Incentive ARP (21-22)</u>								
	84.173							
Beecher School District		221285-2122	\$0	\$0	\$0	\$0	\$0	\$0
Bendle Public Schools		221285-2122	14,365	6,696	6,696	14,365	7,669	0
Bentley Community Schools		221285-2122	0	0	0	0	0	0
Burton Glen Academy		221285-2122	0	0	0	0	0	0
Carman-Ainsworth School District		221285-2122	21,126	0	0	0	3,718	3,718
Clio Area Schools		221285-2122	10,985	0	0	0	0	0
Davison Community Schools		221285-2122	19,436	0	0	0	3,774	3,774
Fenton Area Public Schools		221285-2122	28,731	0	0	5,210	7,674	2,464
Flint Community Schools		221285-2122	45,632	0	0	0	0	0
Flushing Community Schools		221285-2122	12,675	176	7,648	176	5,027	5,027
Genesee School District		221285-2122	845	0	0	845	845	0
Goodrich Area Schools		221285-2122	845	0	845	0	0	0
Grand Blanc Community Schools		221285-2122	49,012	0	3,894	16,606	29,823	13,217
International Academy		221285-2122	0	0	0	0	0	0
Kearsley Community Schools		221285-2122	10,985	10,985	10,985	10,985	0	0
Lake Fenton Community Schools		221285-2122	5,070	0	0	0	5,070	5,070
LakeVille Community Schools		221285-2122	2,535	446	446	2,105	1,659	0
Montrose Community Schools		221285-2122	4,225	0	0	1,701	4,225	2,524
Mt. Morris Consolidated Schools		221285-2122	3,380	3,380	3,380	3,380	0	0
Richfield Public Academy		221285-2122	0	0	0	0	0	0
Swartz Creek Community Schools		221285-2122	1,690	0	1,690	0	0	0
Westwood Heights		221285-2122	0	0	0	0	0	0
Total IDEA Preschool Incentive (21-22)			\$231,537	\$21,683	\$35,584	\$55,373	\$69,484	\$35,794
<u>TOTAL U.S. DEPARTMENT OF EDUCATION</u>			\$39,982,987	\$5,374,745	\$17,684,196	\$18,770,613	\$19,985,758	\$6,589,890

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor/Program Title/ Subrecipient	Federal Federal ALN	Subrecipient Project Number	Subrecipient Award Amount	Due To Subrecipients July 1, 2022	Subrecipient's Prior Year Expenditures	Current Year Cash Transferred To Subrecipients	Federal Expenditures Reported By Subrecipients	Due To Subrecipients June 30, 2023
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>								
<u>Medicaid Outreach (22-23)</u>								
Atherton Community Schools		N/A	\$2,795	\$0	\$0	\$2,795	\$2,795	\$0
Beecher School District		N/A	1,045	0	0	1,045	1,045	0
Bendle Public Schools		N/A	3,408	0	0	3,408	3,408	0
Bentley Community Schools		N/A	2,113	0	0	2,113	2,113	0
Carman-Ainsworth School District		N/A	10,384	0	0	10,384	10,384	0
Clio Area Schools		N/A	8,180	0	0	8,180	8,180	0
Davison Community Schools		N/A	22,789	0	0	22,789	22,789	0
Fenton Area Public Schools		N/A	9,793	0	0	9,793	9,793	0
Flint Community Schools		N/A	10,384	0	0	10,384	10,384	0
Flushing Community Schools		N/A	8,793	0	0	8,793	8,793	0
Genesee School District		N/A	1,386	0	0	1,386	1,386	0
Goodrich Area Schools		N/A	3,658	0	0	3,658	3,658	0
Grand Blanc Community Schools		N/A	17,359	0	0	17,359	17,359	0
International Academy		N/A	2,227	0	0	2,227	2,227	0
Kearsley Community Schools		N/A	9,179	0	0	9,179	9,179	0
Lake Fenton Community Schools		N/A	4,635	0	0	4,635	4,635	0
LakeVille Community Schools		N/A	2,295	0	0	2,295	2,295	0
Linden Community Schools		N/A	13,905	0	0	13,905	13,905	0
Montrose Community Schools		N/A	2,567	0	0	2,567	2,567	0
Mt Morris Consolidated Schools		N/A	4,113	0	0	4,113	4,113	0
Northridge Academy		N/A	0	0	0	0	0	0
Richfield Academy		N/A	2,908	0	0	2,908	2,908	0
Swartz Creek Community Schools		N/A	10,906	0	0	10,906	10,906	0
Westwood Heights Schools		N/A	5,271	0	0	5,271	5,271	0
Total Medicaid Outreach (21-22)			\$160,093	\$0	\$0	\$160,093	\$160,093	\$0
<u>TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS</u>			\$40,143,080	\$5,374,745	\$17,684,196	\$18,930,706	\$20,145,851	\$6,589,890



October 26, 2023

To the Board of Education of
Genesee Intermediate School District

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District for the year ended June 30, 2023. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 21, 2023. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Genesee Intermediate School District are described in Note 1 to the financial statements. The application of existing policies was not changed during the 2022-2023 year. During the fiscal year, the District implemented Governmental Accounting Standards Board Statement No. 96, *Subscription-based Information Technology Arrangements*. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's financial statements were:

Estimates have been used to calculate the net pension and net OPEB liabilities.

Estimates have been used in calculating the liability for employee compensated absences.

We evaluated the key factors and assumptions used to develop the balance of employee compensated absences in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's determination of the estimated life span of the capital assets.

We evaluated the key factors and assumptions used by management to develop the estimated life span of the capital assets in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated , 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to required supplementary information (RSI) which are required and supplement the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Genesee Intermediate School District
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October 26, 2023

We were engaged to report on the other supplementary information, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the use of the Board of Education and management of Genesee Intermediate School District and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Lewis & Knopf, P.C.

LEWIS & KNOPF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS