Bruneau – Grandview Joint School District No. 365

Audited Financial Statements

Year Ended June 30, 2026

QUEST CPAs PLLC
www.qcpas.com

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Independent Auditor's Report

Board of Trustees
Bruneau – Grandview Joint School District No. 365

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bruneau – Grandview Joint School District No. 365 (the School) as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

Qualified Opinion on the Governmental Activities

In our opinion, except for the effects of the matter described in the Matter Giving Rise to the Qualified Opinion on the Governmental Activities section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2026, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Unmodified Opinions on All Other Opinion Units Described Below

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2026, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

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

Matter Giving Rise to the Qualified Opinion on the Governmental Activities

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Management has not included the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements 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 August 26, 2026, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

Quest CPAs PLLC

Meridian, Idaho
August 26, 2026

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Net Position

June 30, 2026

	Governmental Activities
Assets	
Current Assets	
Cash & Investments	$7,909,791
Receivables:	
Local Sources	146,257
State Sources	97,406
Federal Sources	61,253
Total Current Assets	8,214,707
Noncurrent Assets	
Nondepreciable Capital Assets	162,500
Depreciable Net Capital Assets	3,820,640
Total Noncurrent Assets	3,983,140
Total Assets	12,197,847
Deferred Outflows of Resources	
Pension Items	531,783
Total Deferred Outflows of Resources	531,783
Total Assets and Deferred Outflows of Resources	$12,729,630
Liabilities	
Current Liabilities	
Accounts Payable	$17,123
Salaries & Benefits Payable	406,897
Unspent Grant Allocation	10,163
Accrued Interest	5,172
Long-Term Liabilities, Current	317,354
Total Current Liabilities	756,709
Noncurrent Liabilities	
Long-Term Liabilities, Noncurrent	1,481,160
Total Noncurrent Liabilities	1,481,160
Total Liabilities	2,237,869
Deferred Inflows of Resources	
Pension Items	500,873
Total Deferred Inflows of Resources	500,873
Total Liabilities and Deferred Inflows of Resources	2,738,742
Net Position	
Net Investment in Capital Assets	3,336,436
Restricted:	
Special Programs	351,077
Debt Service	671,610
Capital Projects	2,076,527
Unrestricted	3,555,238
Total Net Position	9,990,888
Total Liabilities and Deferred Inflows of Resources and Net Position	$12,729,630

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Activities

Year Ended June 30, 2026

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue And Changes in Net Position
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities
Governmental Activities					
Instructional Programs					
Elementary School	$1,584,331		$322,137		($1,262,194)
Secondary School	1,611,420		235,247		(1,376,173)
Vocational-Technical	51,940		54,595		2,655
Special Education	293,808		44,355		(249,453)
Special Education Preschool	3,141		3,141		0
Gifted & Talented	0				0
Interscholastic	74,937				(74,937)
School Activity	0				0
Support Service Programs					
Attendance - Guidance - Health	111,398				(111,398)
Special Education Support Services	119,349		59,440		(59,909)
Instruction Improvement	43,007		24,504		(18,503)
Educational Media	111				(111)
Instruction-Related Technology	156,043				(156,043)
Board of Education	86,456				(86,456)
District Administration	189,893				(189,893)
School Administration	312,561				(312,561)
Business Operation	80,804				(80,804)
Administrative Technology	0				0
Buildings - Care	335,035				(335,035)
Maintenance - Buildings & Equipment	257,820		3,523		(254,297)
Maintenance - Grounds	41,279				(41,279)
Pupil-To-School Transportation	261,902				(261,902)
Pupil-Activity Transportation	14,116				(14,116)
General Transportation	11,050				(11,050)
Other Support Services	0				0
Non-Instructional Programs					
Child Nutrition	170,706	$21,230	70,817		(78,659)
Community Services	0				0
Student Activity	139,721	136,056			(3,665)
Capital Assets	229,983				(229,983)
Debt Service - Principal	0				0
Debt Service - Interest	14,198				(14,198)
Total	$6,195,009	$157,286	$817,759	$0	(5,219,964)
	General Revenues				
	Local Taxes				690,790
	Other Local Revenues				463,915
	State Revenues				4,494,844
	Federal Revenues				0
	Total				5,649,549
	Change in Net Position				429,585
	Net Position - Beginning				9,561,303
	Net Position - Ending				$9,990,888

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Balance Sheet - Governmental Funds

June 30, 2026

	General Fund	Child Nutrition Fund	Bond R & I Fund	Plant Facilities Fund
Assets				
Cash & Investments	$4,776,321	$8,029	$670,995	$820,074
Receivables:				
Local Sources	143,448		2,809	
State Sources	97,406			
Federal Sources				
Due From Other Funds	19,927			
Total Assets	$5,037,102	$8,029	$673,804	$820,074
Liabilities				
Accounts Payable	$17,123			
Due To Other Funds				
Salaries & Benefits Payable	340,863	$8,029		
Unspent Grant Allocation				
Total Liabilities	357,986	8,029	$0	$0
Deferred Inflows of Resources				
Unavailable Tax Revenues	17,930		2,194	
Total Deferred Inflows of Resources	17,930	0	2,194	0
Fund Balances				
Restricted:				
Special Programs				
Debt Service			671,610	
Capital Projects				820,074
Unassigned	4,661,186			
Total Fund Balances	4,661,186	0	671,610	820,074
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$5,037,102	$8,029	$673,804	$820,074

	School District Modernization Facilities Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash & Investments	$1,160,168	$452,057	$7,887,644
Receivables:			
Local Sources		0	146,257
State Sources		0	97,406
Federal Sources		61,253	61,253
Due From Other Funds		0	19,927
Total Assets	$1,160,168	$513,310	$8,212,487
Liabilities			
Accounts Payable		$0	$17,123
Due To Other Funds		19,927	19,927
Salaries & Benefits Payable		42,541	391,433
Unspent Grant Allocation		10,163	10,163
Total Liabilities	$0	72,631	438,646
Deferred Inflows of Resources			
Unavailable Tax Revenues		0	20,124
Total Deferred Inflows of Resources	0	0	20,124
Fund Balances			
Restricted:			
Special Programs		344,394	344,394
Debt Service		0	671,610
Capital Projects	1,160,168	96,285	2,076,527
Unassigned		0	4,661,186
Total Fund Balances	1,160,168	440,679	7,753,717
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$1,160,168	$513,310	$8,212,487

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

Total Governmental Fund Balances	$7,753,717
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	3,983,140
The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position and are not reported in the governmental funds.	6,683
Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	20,124
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(1,803,686)
Pension deferred outflows/inflows are not due and payable in the current period and therefore are not reported in the funds.	30,910
Net Position of Governmental Activities	$9,990,888

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
Year Ended June 30, 2026

	General Fund	Child Nutrition Fund	Bond R & I Fund	Plant Facilities Fund
Revenues				
Local Taxes	$679,015		$23,700	
Other Local Revenue	319,933	$24,109	28,026	$31,044
State Revenue	4,419,844		75,000	
Federal Revenue	273,553	70,817		
Total Revenues	5,692,345	94,926	126,726	31,044
Expenditures				
Instructional Programs				
Elementary School	1,446,902			
Secondary School	1,528,412			
Vocational-Technical				
Special Education	249,453			
Special Education Preschool				
Gifted & Talented				
Interscholastic	74,937			
School Activity				
Support Service Programs				
Attendance - Guidance - Health	111,398			
Special Education Support Services	46,917			
Instruction Improvement	18,503			
Educational Media	111			
Instruction-Related Technology	156,043			
Board of Education	85,822			
District Administration	189,893			
School Administration	312,561			
Business Operation	80,804			
Administrative Technology				
Buildings - Care	290,861			
Maintenance - Buildings & Equipment	257,820			
Maintenance - Grounds	40,694			
Pupil-To-School Transportation	261,902			
Pupil-Activity Transportation	14,116			
General Transportation	29,050			
Other Support Services			500	
Non-Instructional Programs				
Child Nutrition	5,555	165,151		
Community Services				
Student Activity				
Capital Assets				15,054
Debt Service - Principal			310,674	
Debt Service - Interest			16,203	
Total Expenditures	5,201,754	165,151	327,377	15,054
Excess (Deficiency) of Revenues Over Expenditures	490,591	(70,225)	(200,651)	15,990
Other Financing Sources (Uses)				
Transfers In	48,233	70,225		150,000
Transfers Out	(249,181)			
Total Other Financing Sources (Uses)	(200,948)	70,225	0	150,000
Net Change in Fund Balances	289,643	0	(200,651)	165,990
Fund Balances - Beginning	4,371,543	0	872,261	654,084
Fund Balances - Ending	$4,661,186	$0	$671,610	$820,074

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

Year Ended June 30, 2026

	School District Modernization Facilities Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
Local Taxes		$0	$702,715
Other Local Revenue	$48,233	169,856	621,201
State Revenue		194,739	4,689,583
Federal Revenue		278,650	623,020
Total Revenues	48,233	643,245	6,636,519
Expenditures			
Instructional Programs			
Elementary School		148,522	1,595,424
Secondary School		94,291	1,622,703
Vocational-Technical		51,940	51,940
Special Education		44,355	293,808
Special Education Preschool		3,141	3,141
Gifted & Talented		0	0
Interscholastic		0	74,937
School Activity		0	0
Support Service Programs			
Attendance - Guidance - Health		0	111,398
Special Education Support Services		72,432	119,349
Instruction Improvement		24,504	43,007
Educational Media		0	111
Instruction-Related Technology		0	156,043
Board of Education		634	86,456
District Administration		0	189,893
School Administration		0	312,561
Business Operation		0	80,804
Administrative Technology		0	0
Buildings - Care		44,174	335,035
Maintenance - Buildings & Equipment		0	257,820
Maintenance - Grounds		585	41,279
Pupil-To-School Transportation		0	261,902
Pupil-Activity Transportation		0	14,116
General Transportation		0	29,050
Other Support Services		0	500
Non-Instructional Programs			
Child Nutrition		0	170,706
Community Services		0	0
Student Activity		139,721	139,721
Capital Assets		0	15,054
Debt Service - Principal		0	310,674
Debt Service - Interest		0	16,203
Total Expenditures	0	624,299	6,333,635
Excess (Deficiency) of Revenues Over Expenditures	48,233	18,946	302,884
Other Financing Sources (Uses)			
Transfers In		28,956	297,414
Transfers Out	(48,233)	0	(297,414)
Total Other Financing Sources (Uses)	(48,233)	28,956	0
Net Change in Fund Balances	0	47,902	302,884
Fund Balances - Beginning	1,160,168	392,777	7,450,833
Fund Balances - Ending	$1,160,168	$440,679	$7,753,717

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

Net Change in Fund Balances - Total Governmental Funds	$302,884
Amounts reported for governmental activities in the statement of activities are different because:	
Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense or allocated over the appropriate term as amortization expense. This is the excess of capital outlays over (under) depreciation/amortization expense in the current period.	(196,929)
Revenues in the statement of activities that do not provide current financial resources are deferred in the funds.	(11,925)
The net change in position of the internal service fund is reported in the governmental activities in the satement of activities.	(73,303)
Repayment of long-term liability principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	310,674
In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds.	2,505
Changes in net pension asset/liability and related pension deferred outflows/inflows do not provide or require current financial resources and therefore are not reflected in the funds.	95,679
Change in Net Position of Governmental Activities	$429,585

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Net Position - Proprietary Fund

June 30, 2026

	Internal Service Fund
Assets	
Current Assets	
Cash & Investments	$22,147
Total Current Assets	22,147
Total Assets	$22,147
Liabilities	
Salaries & Benefits Payable	$15,464
Total Liabilities	15,464
Net Position	
Restricted:	
Special Programs	6,683
Total Net Position	6,683
Total Liabilities and Net Position	$22,147

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund
Year Ended June 30, 2026

	Internal Service Fund
Operating Revenues	
Other Local Revenue	$44,921
Total Operating Revenues	44,921
Operating Expenses	
Buildings - Care	17,564
Maintenance - Buildings & Equipment	100,660
Total Operating Expenses	118,224
Operating Income (Loss)	(73,303)
Noncapital Subsidies	
Transfers In	0
Transfers Out	0
Total Noncapital Subsidies	0
Operating Income (Loss) and Noncapital Subsidies	(73,303)
Change in Net Position	(73,303)
Net Position - Beginning	79,986
Net Position - Ending	$6,683

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Cash Flows - Proprietary Fund

Year Ended June 30, 2026

	Internal Service Fund
Cash Flows From Operations	
Receipts from Program Users	$44,921
Payments for Personnel	(104,077)
Payments for Goods & Services	(17,614)
Cash Provided (Used) By Operations	(76,770)
Change in Cash & Investments	(76,770)
Cash & Investments - Beginning	98,917
Cash & Investments - Ending	$22,147
Reconciliation of Operating Income (Loss) to Cash Provided (Used) By Operations	
Operating Income (Loss)	($73,303)
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operations:	
Changes in Assets & Liabilities:	
Salaries & Benefits Payable	(3,467)
Cash Provided (Used) By Operations	($76,770)

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Statement of Fiduciary Net Position

June 30, 2026

	Private Purpose Trust Funds - Scholarship
Assets	
Cash & Investments	$23,234
Total Assets	$23,234
Net Position	
Restricted:	
Held in Trust	$23,234
Total Net Position	$23,234

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365
Statement of Changes in Fiduciary Net Position
Year Ended June 30, 2026

	Private Purpose Trust Funds - Scholarship
Additions	
Contributions	
Investment Income (Loss)	$938
Total Additions	938
Deductions	
Scholarships Awarded	1,000
Total Deductions	1,000
Change in Net Position	(62)
Net Position - Beginning	23,296
Net Position - Ending	$23,234

See Accompanying Notes

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Bruneau – Grandview Joint School District No. 365 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Elmore and Owyhee Counties.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Internal Service Fund – The internal service fund is used to account for the School's medical benefit pool used for its health insurance plan. As the internal service fund serves the governmental funds of the School, it is classified with the governmental activities on the government-wide statements.

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

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

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

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

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be

determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

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

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

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

Capital Assets and Depreciation – Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method.

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

Compensated Absences – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded. In addition, GASB 101 *Compensated Absences* provides that a liability is recorded when it is more likely than not that employees will use material accumulated sick leave. Based on the School's leave patterns and using a LIFO (last in, first out) assumption, the amount of accumulated sick leave expected to result in future absences is deemed to be immaterial and, accordingly, no liability is recorded. Compensated absences will be paid by the fund in which the employee works.

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

Pensions – For purposes of measuring the net pension asset/liability and pension revenue/expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Pension obligations will be paid by the fund in which the employee works.

Deferred Outflows/Inflows of Resources – The School's financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

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

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

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

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

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

appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

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

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

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

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

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

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	Governmental Funds	Fiduciary Funds	Total
Cash - Deposits	$198,865		$198,865
Investments - Local Gov't Investment Pool	7,710,926	$23,234	7,734,160
Total	$7,909,791	$23,234	$7,933,025

Deposits – At year end, the carrying amounts of the School's deposits were $198,865 and the bank balances were $280,714. Of the bank balances, $250,000 was insured and the remainder was uninsured and uncollateralized.

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

Interest rate risk:

	Investment Maturity Schedule (In Years)	
Investment Type	Less Than 1	Total
Local Gov't Invest Pool	$7,734,160	$7,734,160
Total	$7,734,160	$7,734,160

Credit rate risk:

	Investment Rating Schedule	
Investment Type	Not Rated	Total
Local Gov't Invest Pool	$7,734,160	$7,734,160
Total	$7,734,160	$7,734,160

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

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

C. RECEIVABLES

Receivables consist of the following at year end:

	General Fund	Special Revenue Funds	Debt Service Fund	Total
Local Sources				
Local Taxes	$143,448		$2,809	$146,257
Total	$143,448		$2,809	$146,257
State Sources				
Foundation Program	$97,406			$97,406
Total	$97,406			$97,406
Federal Sources				
Special Programs		$61,253		$61,253
Total		$61,253		$61,253

D. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	$162,500			$162,500
Total	162,500	$0	$0	162,500
Depreciable Capital Assets				
Buildings	9,759,524			9,759,524
Equipment	1,547,124	18,000		1,565,124
Transportation	990,971			990,971
Subtotal	12,297,619	18,000	0	12,315,619
Accumulated Depreciation				
Buildings	6,064,849	154,306		6,219,155
Equipment	1,341,410	42,193		1,383,603
Transportation	873,791	18,430		892,221
Subtotal	8,280,050	214,929	0	8,494,979
Total	4,017,569	(196,929)	0	3,820,640
Net Capital Assets	$4,180,069	($196,929)	$0	$3,983,140

Depreciation expense of $214,929 was charged to the capital assets program.

E. LONG-TERM LIABILITIES

Bonded Debt – At year end, the School's bonded debt was as follows:

	Outstanding
2017 - $2,940,000 - general obligation refunding bonds due in annual principal installments and semiannual interest payments with interest at 2.15% through 2027/28, secured by future taxes, paid through the bond redemption and interest fund	$641,532
Total	$641,532

Maturities on the bonds are estimated as follows:

Year Ended	Principal	Interest
6/30/27	$317,354	$10,381
6/30/28	324,178	3,484
Total	$641,532	$13,865

Changes in long-term liabilities are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
2017 GOR Bonds	$952,206		$310,674	$641,532	$317,354
Net Pension Liability	1,850,262		693,280	1,156,982	-
Total	$2,802,468	$0	$1,003,954	$1,798,514	$317,354

Interest and related costs during the year amounted to $14,198 and were charged to the debt service – interest program in the statement of activities.

F. PENSION PLAN

Plan description

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

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

Pension benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided

the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and employer contributions

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

The contribution rates for employees are set by statute at 60% of the employer rate for general members and school employee members. As of June 30, 2025 it was 7.18% for general members and 8.08% for school employee members. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.96% for general members and 13.48% for school employee members. The School's contributions were $313,757 for the year ended June 30, 2026.

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

At June 30, 2026, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2025, the School's proportion was 0.04784549%.

For the year ended June 30, 2026, the School recognized pension revenue (expense) of ($218,078). At June 30, 2026, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$218,026	
Changes in assumptions or other inputs		$203,452
Difference between projected and actual earnings on pension plan investments		297,421
Employer contributions subsequent to the measurement date	313,757	
Total	$531,783	$500,873

$313,757 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) in the year ending June 30, 2027.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at the beginning of the measurement period ended June 30, 2025 was calculated at 4.4 years.

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

Year Ended	
6/30/27	($197,879)
6/30/28	193,366
6/30/29	176,953
6/30/30	110,407
Total	$282,847

Actuarial assumptions

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

The total pension liability in the June 30, 2025 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases including inflation	3.15%
Investment rate of return, net of investment expenses	6.55%
Cost-of-living (COLA) adjustments	1.00%

Contributing members, service retirement members, and beneficiaries

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

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

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

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2025.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap US Equity	22%	4.75%
Small/Mip Cap US Equity	10%	4.95%
International Equity	11%	4.75%
Emerging Markets Equity	11%	4.95%
Domestic Fixed	20%	2.25%
TIPS	10%	2.05%
Core Real Estate	8%	3.75%
Private Equity	8%	6.00%

Discount rate

The discount rate used to measure the total pension liability was 6.55%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

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

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 6.55%, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (5.55%)	Current Discount Rate (6.55%)	1% Increase (7.55%)
School's proportionate share of the net pension liability (asset)	$2,783,704	$1,156,982	($171,978)

Pension plan fiduciary net position

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

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

Impact on the School's net position

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan when deemed necessary), such deficits are not deemed to be of substantial concern.

G. INTERFUND BALANCES AND TRANSFERS

Interfund balances at year end consist of the following:

	Due From Fund	
	Nonmajor Governmental	Total
Due To Fund		
General	$19,927	$19,927
Total	$19,927	$19,927

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

Interfund transfers during the year consist of the following:

Fund	Transfer In	Transfer Out	Purpose
General	$48,233	$249,181	Depreciation, Maintenance, Reimbursement, Support
Child Nutrition	70,225		Support
Plant Facilities	150,000		Reimbursement
School District Modernization Facilities		48,233	Maintenance
Nonmajor Governmental	28,956		Depreciation, Support
Total	$297,414	$297,414	

H. TAX ABATEMENTS

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

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Budgetary Comparison Schedule - General and Major Special Revenue Funds

Year Ended June 30, 2026

General Fund	Budgeted Amounts (GAAP Basis) Original	Budgeted Amounts (GAAP Basis) Final	Original Budget Variance With Final Budget Over (Under)	Actual Amounts	Final Budget Variance With Actual Amounts Over (Under)	
Revenues						
Local Taxes	$650,000	$650,000	$0	$679,015	$29,015	
Other Local Revenue	182,150	248,636	66,486	319,933	71,297	
State Revenue	4,046,754	3,995,437	(51,317)	4,419,844	424,407	
Federal Revenue	300,000	245,534	(54,466)	273,553	28,019	
Total Revenues	5,178,904	5,139,607	(39,297)	5,692,345	552,738	
Expenditures						
Instructional Programs						
Elementary School	1,141,059	1,062,523	(78,536)	1,446,902	384,379	
Secondary School	1,587,734	1,455,243	(132,491)	1,528,412	73,169	
Vocational-Technical	0	0	0	0	0	
Special Education	213,890	232,954	19,064	249,453	16,499	
Special Education Preschool	0	0	0	0	0	
Gifted & Talented	0	0	0	0	0	
Interscholastic	104,833	86,917	(17,916)	74,937	(11,980)	
School Activity	0	0	0	0	0	
Support Service Programs						
Attendance - Guidance - Health	113,166	110,801	(2,365)	111,398	597	
Special Education Support Services	28,500	42,510	14,010	46,917	4,407	
Instruction Improvement	22,725	1,934	(20,791)	18,503	16,569	
Educational Media	0	0	0	111	111	
Instruction-Related Technology	139,032	65,012	(74,020)	156,043	91,031	
Board of Education	84,811	65,374	(19,437)	85,822	20,448	
District Administration	172,530	135,781	(36,749)	189,893	54,112	
School Administration	331,902	323,336	(8,566)	312,561	(10,775)	
Business Operation	76,988	66,450	(10,538)	80,804	14,354	
Administrative Technology	0	0	0	0	0	
Buildings - Care	275,716	282,608	6,892	290,861	8,253	
Maintenance - Buildings & Equipment	265,436	277,195	11,759	257,820	(19,375)	
Maintenance - Grounds	52,073	54,755	2,682	40,694	(14,061)	
Pupil-To-School Transportation	278,957	242,497	(36,460)	261,902	19,405	
Pupil-Activity Transportation	14,212	12,876	(1,336)	14,116	1,240	
General Transportation	28,596	6,864	(21,732)	29,050	22,186	
Other Support Services	0	0	0	0	0	
Non-Instructional Programs						
Child Nutrition	80,780	45,843	(34,937)	5,555	(40,288)	
Community Services	0	0	0	0	0	
Student Activity	0	0	0	0	0	
Capital Assets	0	0	0	0	0	
Debt Service - Principal	0	0	0	0	0	
Debt Service - Interest	0	0	0	0	0	
Total Expenditures	5,012,940	4,571,473	(441,467)	5,201,754	630,281	*
Excess (Deficiency) of Revenues Over Expenditures	165,964	568,134	402,170	490,591	(77,543)	
Other Financing Sources (Uses)						
Transfers In	0	0	0	48,233	48,233	
Transfers Out	(165,964)	(191,988)	26,024	(249,181)	57,193	*
Total Other Financing Sources (Uses)	(165,964)	(191,988)	(26,024)	(200,948)	(8,960)	
Net Change in Fund Balances	0	376,146	376,146	289,643	(86,503)	
Fund Balances - Beginning	0	0	0	4,371,543	4,371,543	
Fund Balances - Ending	$0	$376,146	$376,146	$4,661,186	$4,285,040	
	**Total expenditures over (under) appropriations are:*				$687,474	

NOTE:

A. Significant Variances - Variances between the original and final budget arise when budget amendments are made to better estimate revenues and expenditures. Variances between the final budget and actual amounts result from unanticipated revenues and expenditures as well as final updates to revenue allocations and budget category utilization.

Child Nutrition Fund	Budgeted Amounts (GAAP Basis) Original	Final	Original Budget Variance With Final Budget Over (Under)	Actual Amounts	Final Budget Variance With Actual Amounts Over (Under)
Revenues					
Other Local Revenue	$25,500	$24,909	($591)	$24,109	($800)
Federal Revenue	80,645	63,639	(17,006)	70,817	7,178
Total Revenues	106,145	88,548	(17,597)	94,926	6,378
Expenditures					
Non-Instructional Programs					
Child Nutrition	130,181	156,186	26,005	165,151	8,965
Total Expenditures	130,181	156,186	26,005 *	165,151	8,965 *
Excess (Deficiency) of Revenues Over Expenditures	(24,036)	(67,638)	(43,602)	(70,225)	(2,587)
Other Financing Sources (Uses)					
Transfers In	70,000	40,000	(30,000)	70,225	30,225
Transfers Out	0	0	0 *	0	0 *
Total Other Financing Sources (Uses)	70,000	40,000	(30,000)	70,225	30,225
Net Change in Fund Balances	45,964	(27,638)	(73,602)	0	27,638
Fund Balances - Beginning	(45,964)	0	45,964	0	0
Fund Balances - Ending	$0	($27,638)	($27,638)	$0	$27,638
	**Total expenditures (over) under appropriations are:*				$8,965

NOTE:

A. Significant Variances - Variances between the original and final budget arise when budget amendments are made to better estimate revenues and expenditures. Variances between the final budget and actual amounts result from unanticipated revenues and expenditures as well as final updates to revenue allocations and budget category utilization.

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Schedule of Employer's Share of Net Pension Asset and Liability
and Schedule of Employer Contributions
PERSI - Base Plan

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

Fiscal Year Ended June 30	Employer's Portion of the Net Pension (Asset) Liability	Employer's Proportionate Share of the Net Pension (Asset) Liability	Covered Payroll	Employer's Proportional Share of the Net Pension (Asset) Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset) Liability
2017	0.05053160%	$1,024,354	$1,479,223	69.25%	87.26%
2018	0.05168020%	$812,324	$1,604,249	50.64%	90.68%
2019	0.05214060%	$769,083	$1,677,553	45.85%	91.69%
2020	0.05330030%	$608,408	$1,681,740	36.18%	93.79%
2021	0.05336890%	$1,239,296	$1,887,420	65.66%	88.22%
2022	0.05458110%	($43,107)	$2,030,477	-2.12%	100.36%
2023	0.05710961%	$2,249,409	$2,256,039	99.71%	83.09%
2024	0.05171738%	$2,063,870	$2,290,762	90.10%	83.83%
2025	0.04946373%	$1,850,262	$2,140,930	86.42%	85.54%
2026	0.04784549%	$1,156,982	$2,182,634	53.01%	90.89%

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

Schedule of Employer Contributions

Fiscal Year Ended June 30	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	$181,601	$181,601	$0	$1,604,249	11.32%
2018	$189,899	$189,899	$0	$1,677,553	11.32%
2019	$190,373	$190,373	$0	$1,681,740	11.32%
2020	$225,358	$225,358	$0	$1,887,420	11.94%
2021	$242,439	$242,439	$0	$2,030,477	11.94%
2022	$269,371	$269,371	$0	$2,256,039	11.94%
2023	$273,517	$273,517	$0	$2,290,762	11.94%
2024	$271,684	$271,684	$0	$2,140,930	12.69%
2025	$294,219	$294,219	$0	$2,182,634	13.48%
2026	$313,757	$313,757	$0	$2,425,192	12.94%

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2026

	Special Revenue Funds			
	Forest Reserve	**Rental & Development**	**Student Activity**	**Driver Education**
Assets				
Cash & Investments	$32,982	$33,660	$171,381	$6,517
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Total Assets	$32,982	$33,660	$171,381	$6,517
Liabilities				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	$0	$0	$0	$0
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs	32,982	33,660	171,381	6,517
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	32,982	33,660	171,381	6,517
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$32,982	$33,660	$171,381	$6,517

	Special Revenue Funds			
	Professional Technical	**Technology**	**Substance Abuse**	**SRO Grant**
Assets				
Cash & Investments	$5,426	$89,504	$7,695	
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Total Assets	$5,426	$89,504	$7,695	$0
Liabilities				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable	$2,771			
Unspent Grant Allocation				
Total Liabilities	2,771	$0	$0	$0
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs	2,655	89,504	7,695	
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	2,655	89,504	7,695	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$5,426	$89,504	$7,695	$0

	Special Revenue Funds			
	Title I-A ESSA IBP	**Title I-C ESSA EMC**	**IDEA Part B 611 School Age 3-21**	**IDEA Part B 619 Pre-School Age 3-5**
Assets				
Cash & Investments			$959	
Receivables:				
Local Sources				
State Sources				
Federal Sources	$29,848	$5,875	4,645	
Due From Other Funds				
Total Assets	$29,848	$5,875	$5,604	$0
Liabilities				
Accounts Payable				
Due To Other Funds	$14,423	$220		
Salaries & Benefits Payable	15,425	1,940	$5,604	
Unspent Grant Allocation		3,715		
Total Liabilities	29,848	5,875	5,604	$0
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$29,848	$5,875	$5,604	$0

	Special Revenue Funds			
	School Based Medicaid	**Title IV-A ESSA SS & AE**	**Title V-B ESSA REI**	**IDEA Mini Grants**
Assets				
Cash & Investments	$7,622			
Receivables:				
Local Sources				
State Sources				
Federal Sources	4,255	$5,634		$6,000
Due From Other Funds				
Total Assets	$11,877	$5,634	$0	$6,000
Liabilities				
Accounts Payable				
Due To Other Funds		$2,865		
Salaries & Benefits Payable	$11,877	2,769		
Unspent Grant Allocation				$6,000
Total Liabilities	11,877	5,634	$0	6,000
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$11,877	$5,634	$0	$6,000

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2026

	Special Revenue Funds		Capital Projects	
	Title II-A ESSA SEI	Phone Free Learning Grant	Bus Depreciation	Total
Assets				
Cash & Investments		$26	$96,285	$452,057
Receivables:				
Local Sources				0
State Sources				0
Federal Sources	$4,996			61,253
Due From Other Funds				0
Total Assets	$4,996	$26	$96,285	$513,310
Liabilities				
Accounts Payable				$0
Due To Other Funds	$2,419			19,927
Salaries & Benefits Payable	2,155			42,541
Unspent Grant Allocation	422	$26		10,163
Total Liabilities	4,996	26	$0	72,631
Deferred Inflows of Resources				
Unavailable Tax Revenues				0
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				344,394
Debt Service				0
Capital Projects			96,285	96,285
Unassigned				0
Total Fund Balances	0	0	96,285	440,679
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$4,996	$26	$96,285	$513,310

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Year Ended June 30, 2026

	Special Revenue Funds			
	Forest Reserve	**Rental & Development**	**Student Activity**	**Driver Education**
Revenues				
Local Taxes				
Other Local Revenue	$824	$29,519	$136,056	
State Revenue				
Federal Revenue	3,523			
Total Revenues	4,347	29,519	136,056	$0
Expenditures				
Instructional Programs				
Elementary School				
Secondary School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education		634		
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care		44,174		
Maintenance - Buildings & Equipment				
Maintenance - Grounds		585		
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity			139,721	
Capital Assets				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	0	45,393	139,721	0
Excess (Deficiency) of Revenues Over Expenditures	4,347	(15,874)	(3,665)	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	4,347	(15,874)	(3,665)	0
Fund Balances - Beginning	28,635	49,534	175,046	6,517
Fund Balances - Ending	$32,982	$33,660	$171,381	$6,517

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Year Ended June 30, 2026

	Special Revenue Funds			
	Professional Technical	Technology	Substance Abuse	SRO Grant
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue	$54,595	$59,138	$5,196	$75,810
Federal Revenue				
Total Revenues	54,595	59,138	5,196	$75,810
Expenditures				
Instructional Programs				
Elementary School		19,168		
Secondary School		3,131	1,017	75,810
Vocational-Technical	51,940			
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	51,940	22,299	1,017	75,810
Excess (Deficiency) of Revenues Over Expenditures	2,655	36,839	4,179	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	2,655	36,839	4,179	0
Fund Balances - Beginning	0	52,665	3,516	0
Fund Balances - Ending	$2,655	$89,504	$7,695	$0

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Year Ended June 30, 2026

	Special Revenue Funds			
	Title I-A ESSA IBP	Title I-C ESSA EMC	IDEA Part B 611 School Age 3-21	IDEA Part B 619 Pre-School Age 3-5
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	$114,706	$15,461	$48,289	$3,141
Total Revenues	114,706	15,461	48,289	3,141
Expenditures				
Instructional Programs				
Elementary School	103,453	3,066		
Secondary School		1,270		
Vocational-Technical				
Special Education			44,355	
Special Education Preschool				3,141
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services			3,934	
Instruction Improvement	11,253	11,125		
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	114,706	15,461	48,289	3,141
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	$0	$0	$0	$0

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Year Ended June 30, 2026

	Special Revenue Funds			
	School Based Medicaid	**Title IV-A ESSA SS & AE**	**Title V-B ESSA REI**	**IDEA Mini Grants**
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	$55,506	$12,908	$13,461	
Total Revenues	55,506	12,908	13,461	$0
Expenditures				
Instructional Programs				
Elementary School		12,908	606	
Secondary School			12,855	
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services	68,498			
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Buildings & Equipment				
Maintenance - Grounds				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	68,498	12,908	13,461	0
Excess (Deficiency) of Revenues Over Expenditures	(12,992)	0	0	0
Other Financing Sources (Uses)				
Transfers In	12,992			
Transfers Out				
Total Other Financing Sources (Uses)	12,992	0	0	0
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	$0	$0	$0	$0

BRUNEAU - GRAND VIEW JOINT SCHOOL DISTRICT NO. 365

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Year Ended June 30, 2026

	Special Revenue Funds		Capital Projects	
	Title II-A ESSA SEI	Phone Free Learning Grant	Bus Depreciation	Total
Revenues				
Local Taxes				$0
Other Local Revenue			$3,457	169,856
State Revenue				194,739
Federal Revenue	$11,447	$208		278,650
Total Revenues	11,447	208	3,457	643,245
Expenditures				
Instructional Programs				
Elementary School	9,321			148,522
Secondary School		208		94,291
Vocational-Technical				51,940
Special Education				44,355
Special Education Preschool				3,141
Gifted & Talented				0
Interscholastic				0
School Activity				0
Support Service Programs				
Attendance - Guidance - Health				0
Special Education Support Services				72,432
Instruction Improvement	2,126			24,504
Educational Media				0
Instruction-Related Technology				0
Board of Education				634
District Administration				0
School Administration				0
Business Operation				0
Administrative Technology				0
Buildings - Care				44,174
Maintenance - Buildings & Equipment				0
Maintenance - Grounds				585
Pupil-To-School Transportation				0
Pupil-Activity Transportation				0
General Transportation				0
Other Support Services				0
Non-Instructional Programs				
Child Nutrition				0
Community Services				0
Student Activity				139,721
Capital Assets				0
Debt Service - Principal				0
Debt Service - Interest				0
Total Expenditures	11,447	208	0	624,299
Excess (Deficiency) of Revenues Over Expenditures	0	0	3,457	18,946
Other Financing Sources (Uses)				
Transfers In			15,964	28,956
Transfers Out				0
Total Other Financing Sources (Uses)	0	0	15,964	28,956
Net Change in Fund Balances	0	0	19,421	47,902
Fund Balances - Beginning	0	0	76,864	392,777
Fund Balances - Ending	$0	$0	$96,285	$440,679

QUEST CPAs PLLC
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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Board of Trustees
Bruneau – Grandview Joint School District No. 365

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Bruneau – Grandview Joint School District No. 365 (the School), as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated August 26, 2026. In our report, we expressed a qualified opinion on the governmental activities as management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the

financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Quest CPAs PLLC

Meridian, Idaho
August 26, 2026