

ROCK PORT R-II SCHOOL DISTRICT  
ROCK PORT, MISSOURI

FINANCIAL STATEMENTS  
WITH SUPPLEMENTARY DATA  
AND INDEPENDENT AUDITORS' REPORTS

June 30, 2025

ROCK PORT R-II SCHOOL DISTRICT  
ROCK PORT, MISSOURI

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**ROCK PORT R-II SCHOOL DISTRICT**  
**TABLE OF CONTENTS**

	<u>Page No.</u>
<b>FINANCIAL SECTION:</b>	
Independent Auditors' Report	1-3
<b>BASIC FINANCIAL STATEMENTS:</b>	
Government-wide Financial Statements:	
Statement of Net Position Arising from Modified Cash Basis Transactions	4
Statement of Activities Arising from Modified Cash Basis Transactions	5
<b>FUND FINANCIAL STATEMENTS:</b>	
Statement of Assets and Fund Balance Arising from Modified Cash Transactions - All Fund Types	6
Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balance - All Governmental Fund Types	7
<b>NOTES TO FINANCIAL STATEMENTS</b>	8-16
<b>SUPPLEMENTARY INFORMATION:</b>	
Schedule of Revenues Collected by Source	17
Schedule of Expenditures Paid by Object	18
Summary Schedule of Revenues Collected, Expenditures Paid and Changes in Fund Balance	19
Schedule of Transportation Costs Eligible for State Aid	20
Schedule of State Financial Assistance	21
<b>OTHER INFORMATION</b>	
Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balance - Budget and Actual	
General (Incidental) Fund	22
Special Revenue (Teachers') Fund	23
Debt Service Fund	24
Capital Projects (Building) Fund	25
Combined Funds	26
Budgets and Budgetary Accounting	27
Public School Retirement System of Missouri	
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios	28
Schedule of Employer Contributions	29
Public Education Employee Retirement System of Missouri	
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios	30
Schedule of Employer Contributions	31
<b>STATE COMPLIANCE SECTION:</b>	
Independent Auditors' Report on Management's Assertions about Compliance with Specified Requirements of Missouri Laws and Regulations	32
Schedule of Selected Statistics	33-38
<b>FEDERAL COMPLIANCE SECTION:</b>	
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	39-40

# CONRAD & HIGGINS, LLC

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### INDEPENDENT AUDITORS' REPORT

Board of Education  
Rock Port R-II School District  
Rock Port, Missouri 64482

#### **Report on the Financial Statements**

##### *Opinions*

We have audited the accompanying financial statements of the governmental activities and each major fund of Rock Port R-II School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified-cash basis financial position of the governmental activities and each major fund of Rock Port R-II School District, as of June 30, 2025, and the respective changes in modified-cash basis financial position thereof for the year then ended in accordance with the basis of accounting in Note 1.

#### **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 the 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Rock Port R-II 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.

#### **Emphasis of Matter - Basis of Accounting**

As described in Note 1 of the financial statements, which describes the basis of accounting, the financial statements are prepared on the modified-cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified-cash basis of accounting described in Note 1; and for determining that the modified-cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' 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 Auditors' 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 District's internal control. Accordingly, no such opinion is expressed.
- \* Evaluate the appropriateness of accounting policies used, the reasonableness of significant accounting estimates made by management as well as evaluate the overall presentation of the financial statements.
- \* Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Schedule of Receipts by Source, Schedule of Disbursements by Object, Schedule of Transportation Costs Eligible for State Aid, Summary Schedule of Revenues Collected, Expenditures Paid and Changes in Fund Balance, and the Schedule of State Financial Assistance 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 Schedule of Receipts by Source, Schedule of Disbursements by Object, Schedule of Transportation Costs Eligible for State Aid, Summary Schedule of Revenues Collected, Expenditures Paid and Changes in Fund Balances, and the Schedule of State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

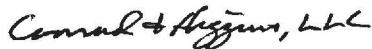
**Other Information**

Management is responsible for the other information. The other information comprises the Budgetary Comparison schedules, Public School Retirement System schedules and Public Education Employee Retirement System schedules but does not include the basic financial statements and our Auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated December 15, 2025, on our consideration of Rock Port R-II School District'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 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 Rock Port R-II School District's internal control over financial reporting and compliance.



**Conrad & Higgins, LLC**  
Princeton, Missouri  
December 15, 2025

## BASIC FINANCIAL STATEMENTS

Rock Port R-II School District  
Statement of Net Position Arising from Modified  
Cash Basis Transactions - Governmental Activities  
For the Year Ended June 30, 2025

**ASSETS:**

Cash	\$ 3,318,532
Investments	385,277
<b>Total Assets</b>	<b><u>\$ 3,703,809</u></b>

**Restricted for:**

Debt service	704,539
Capital projects	396,033
Unrestricted	2,603,237
<b>Total Net Position</b>	<b><u>\$ 3,703,809</u></b>

**Rock Port R-II School District**  
**Statement of Activities Arising from Modified**  
**Cash Basis Transactions-Governmental Activities**  
**For the Year Ended June 30, 2025**

	<b>Program Receipts</b>				Net Expenses and Changes in Net Position
	Expenditures	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Instruction	\$ 3,887,059	\$ 393,486	\$ 1,015,857	\$ 7,802	\$ (2,469,914)
Student services	319,643	-	-	-	(319,643)
Instruction staff support	67,135	-	-	-	(67,135)
Building administration	689,856	-	-	-	(689,856)
General administration	505,172	-	-	-	(505,172)
Operation of plant	740,431	-	-	-	(740,431)
Pupil transportation	193,124	-	76,971	-	(116,153)
Food services	233,429	99,816	85,978	-	(47,635)
Community services	129,964	-	-	-	(129,964)
Interest	600,548	-	-	-	(600,548)
Facilities acquisition	2,223,619	-	-	-	(2,223,619)
Principal	1,980,954	-	-	-	(1,980,954)
<b>Total</b>	<b><u>\$ 11,570,934</u></b>	<b><u>\$ 493,302</u></b>	<b><u>\$ 1,178,806</u></b>	<b><u>\$ 7,802</u></b>	<b><u>(9,891,024)</u></b>

**General Revenues:**

Property and other taxes	4,023,999
Proposition C	504,479
Basic formula	711,025
Earnings on investments	248,242
Other	22,988
<b>Increase/(decrease) in net position</b>	<b>(4,380,291)</b>

<b>Net Position, July 1, 2024</b>	<b>8,084,100</b>
<b>Net Position, June 30, 2025</b>	<b><u>\$ 3,703,809</u></b>

FUND FINANCIAL STATEMENTS

Rock Port R-II School District  
 Statement of Assets and Fund Balance  
 Arising from Modified Cash Transactions - All Fund Types  
 June 30, 2025

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
<b>ASSETS</b>					
Cash and investments	\$ 2,603,237	\$ -	\$ 460,538	\$ 254,757	\$ 3,318,532
Investments	-	-	244,001	141,276	385,277
<b>Total Assets</b>	<b>\$ 2,603,237</b>	<b>\$ -</b>	<b>\$ 704,539</b>	<b>\$ 396,033</b>	<b>\$ 3,703,809</b>
<b>FUND BALANCE</b>					
Restricted for:					
Debt service	-	-	\$ 704,539	-	\$ 704,539
Capital projects	-	-	-	396,033	396,033
Unassigned:	<u>2,603,237</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,603,237</u>
<b>Total Fund Balance</b>	<b><u>\$ 2,603,237</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 704,539</u></b>	<b><u>\$ 396,033</u></b>	<b><u>3,703,809</u></b>

Rock Port R-II School District  
 Statement of Revenues Collected, Expenditures Paid  
 and Changes in Fund Balance - All Governmental Fund Types  
 for the Year Ended June 30, 2025

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Funds	Totals (Governmental Funds)
<b>REVENUES COLLECTED:</b>					
Local	\$ 3,460,343	\$ 511,162	\$ 631,674	\$ 32,305	\$ 4,635,484
County	538,623	30,929	87,975	-	657,527
State	100,271	1,330,184	-	7,802	1,438,257
Federal	281,607	88,317	89,451	-	459,375
Other	-	-	-	-	-
<b>Total Revenues Collected</b>	<b>4,380,844</b>	<b>1,960,592</b>	<b>809,100</b>	<b>40,107</b>	<b>7,190,643</b>
<b>EXPENDITURES PAID:</b>					
Instruction	967,175	2,900,519	-	19,366	3,887,060
Guidance	20,203	157,139	-	-	177,342
Health services	107,578	34,723	-	-	142,301
Improvement of instruction	-	-	-	-	-
Instructional staff training	13,274	8,148	-	-	21,422
Professional development	6,867	-	-	-	6,867
Media services	3,178	43,817	-	-	46,995
Executive administration	345,168	151,855	-	-	497,023
Building level administration	476,331	213,523	-	-	689,854
Fiscal services	-	-	-	-	-
Operation of plant	579,615	-	-	160,816	740,431
Pupil transportation	191,125	-	-	2,000	193,125
Food services	215,469	-	-	17,960	233,429
Adult/community programs	-	-	-	-	-
Early childhood programs/instruction	69,449	60,515	-	-	129,964
Facilities acquisition and construction	-	-	-	2,223,619	2,223,619
Debt service:					
Principal	-	-	1,980,954	-	1,980,954
Interest and fees	-	-	598,508	-	598,508
Other	-	-	2,040	-	2,040
<b>Total Expenditures Paid</b>	<b>2,995,432</b>	<b>3,570,239</b>	<b>2,581,502</b>	<b>2,423,761</b>	<b>11,570,934</b>
<b>REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID</b>	<b>1,385,412</b>	<b>(1,609,647)</b>	<b>(1,772,402)</b>	<b>(2,383,654)</b>	<b>(4,380,291)</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers	(1,535,520)	1,373,520	-	162,000	-
Total other financing sources (uses)	(1,535,520)	1,373,520	-	162,000	-
<b>REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES</b>					
	(150,108)	(236,127)	(1,772,402)	(2,221,654)	(4,380,291)
<b>FUND BALANCE, JULY 1, 2024</b>	<b>2,753,345</b>	<b>236,127</b>	<b>2,476,941</b>	<b>2,617,687</b>	
<b>FUND BALANCE, JUNE 30, 2025</b>	<b>\$ 2,603,237</b>	<b>\$ -</b>	<b>\$ 704,539</b>	<b>\$ 396,033</b>	

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, capital costs are allocated over their estimated useful lives through depreciation expense. This is the amount by which capital outlays were exceeded by depreciation.

The issuance of long-term debt provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position.

CHANGES IN FUND BALANCE OF GOVERNMENTAL ACTIVITIES

**\$ (4,380,291)**

NOTES TO FINANCIAL STATEMENTS

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

## 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Rock Port R-II School District was established in 1865 under the Statutes of the State of Missouri. The District operates as a "six director" district (with seven members of the Board of Education as described in RSMo Chapter 162).

The financial statements of Rock Port R-II School District have been prepared on the modified-cash basis of accounting, which is a basis of accounting other than generally accepted accounting principles. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

\* The financial statements include:

\*\* Financial statements are prepared using the modified-cash basis for government-wide financial statements and fund financial statements for all of the District's activities.

### A. Reporting Entity

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, no additional component units should be included in the reporting entity.

### B. Basis of Presentation - Fund Accounting

The District's financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's General, Special Revenue, Debt Service and Capital Projects funds are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities columns (a) are presented on a consolidated basis by column (b) and are reported on a modified-cash basis of accounting, which recognizes all long-term assets as well as long-term debt and obligations. The District's Net Position is reported in three parts - invested in capital assets, net of related debt; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operation and capital grants. Program revenues must be directly associated with the function (food services, instruction, etc.). Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The net costs (by function) are normally covered by general revenue (property, sales, intergovernmental revenues, interest income, etc.).

The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Financial Statements - Fund Financial Statements

The financial transactions of the District 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, reserves, fund balances, revenues collected and expenditures paid, arising from cash transactions.

The following governmental fund types are used by the District:

**General (Incidental) Fund:** Accounts for general activities of the District, including student activities, food service and textbooks, which are not required to be accounted for in another fund.

**Special Revenue (Teachers') Fund:** Accounts for expenditures for certified employees involved in administration and instruction. It includes revenues restricted by the State and the local tax levy for the payment of teacher salaries and certain employee benefits.

**Debt Service Fund:** Accounts for the accumulation of resources for, and the payment of, principal, interest and fiscal charges on long-term debt.

**Capital Projects (Building) Fund:** Accounts for the proceeds of long-term debt, taxes and other revenues restricted for acquisition or construction of major capital assets.

D. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. The District's policy is to prepare its government-wide financial statements on the modified-cash basis of accounting which recognizes all long-term assets and long-term debt obligations. The District's policy is to prepare its fund financial statements on the modified-cash basis of accounting, which recognizes investments; consequently, revenues are recognized when received rather than when earned, and expenditures and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

E. Use of Estimates

The preparation of financial statements 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

F. Pooled Cash and Temporary Investments

Cash resources of the individual funds are combined to form a pool of cash and temporary investments, which is managed by the district treasurer. Investments of the pooled accounts may consist primarily of certificates of deposit and U.S. Government securities, carried at cost, which approximates market. Interest income received is allocated to contributing funds based on cash and temporary investment balances.

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Compensated Absences

The School District's compensated absences policy allows employees to accumulate vacation and sick leave. Under the modified-cash basis of accounting, the School District recognizes expenses and liabilities for compensated absences only when they are paid. Therefore, no liability is reported for earned by unused vacation or sick leave at year-end. If a liability for compensated absences were to be recorded under an accrual basis, it would be based on an assessment of which leave is more likely than not to be used or paid out, considering factors such as employee policies, historical usage, and whether the leave vests upon termination.

H. Teachers' Salaries

Payroll checks, written and dated in June 2025 for July and August 2025 payrolls, from 2024-2025 contracts in the amount of \$334,044 are included in the financial statements as an expenditure paid in the month of June. This practice has been consistently followed in previous years.

I. Post Employment Benefits

COBRA Benefits: Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District provides healthcare benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium, plus a 2% administration charge, is paid in full by the insured on or before the tenth (10th) day of the month for the actual month covered. This program is offered for a duration of 18 months after the termination date. There is no associated cost to the District under this program, and there were no participants in the program as of June 30, 2025.

J. Inventories

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

K. Public School Retirement System of Missouri

Financial reporting information pertaining to our participation in the Public School Retirement System of Missouri ("PSRS") and the Public Education Employee Retirement System of Missouri ("PEERS") is prepared in accordance with Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

The fiduciary net position, as well as additions to and deductions from the fiduciary net positions, of PSRS and PEERS have been determined on the same basis as they are reported by PSRS and PEERS. The financial statements were prepared using the cash basis of accounting. Members and employer contributions are recognized when paid, pursuant to formal commitments and statutory requirements. Expenses are recognized when the payment is made.

L. Restricted Assets

Restricted assets of the District consist of checking, certificates of deposit and investments which have been set aside based on 1) certain debt covenants, 2) taxing authority guidelines and 3) state statutory compliance. Debt covenants provide for the redemption of debt in future years and to service outstanding debt. Taxing authority guidelines provide for the taxes collected to be disbursed in accordance with the terms that the patrons of the District approved when they voted. State statutory compliance restricts transfers from the Special Revenue Fund, the Debt Service Fund and the Capital Projects Fund. It is the District's policy to first use restricted net position prior to the use of unrestricted net position when expenses are incurred for purpose for which both restricted and unrestricted net position are available.

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

## 2 DEPOSITS AND INVESTMENTS

*Custodial Credit Risk* - Missouri State Statutes authorize the Board of Education, with certain restrictions, to deposit funds in open accounts, time deposits and certificates of deposits. Statutes also require that collateral pledged have a fair market value equal to 100% of the funds on deposit, less insured amounts. Collateral securities must be held by the District or a disinterested third party and must be of the kind prescribed by the State Statutes and approved by the State. At June 30, 2025, the carrying amount of deposits and investments was \$3,318,532 and \$385,277 and the bank balance was \$3,580,311 and \$385,277. All of the bank balances were covered by federal depository insurance or by collateral held by the pledging financial institution's trust department or agent in the District's name.

Bond covenants authorize the District to invest in direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by the United States, or in other obligations in which public funds are permitted to be invested under Missouri law.

*Interest Rate Risk* - The District has no formal investment policy regarding interest rate risk.

*Credit Risk* - The District has no investment policy that limits in investments choice other than the limitation of state law as follows:

- a. District obligations of the U.S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.

*Concentration of Investment Credit Risk* - The District places no limit on the amount it may invest in any one issuer. At June 30, 2025, the District had no concentration of credit risk.

The District has the following investments at June 30, 2025:

<u>Investment Type</u>	<u>Maturity</u>	<u>Total</u>
MOCATT	Various	\$ 141,276
Pro-rata shares of investment contracts with BOK Financial through the Missouri School Direct Deposit Program	N/A	\$ 244,001
<u>Certificates of Deposit</u>		

Certificates of deposit with maturities in excess of three months are classified as investments but are considered deposits for custodial risk determination. State statutes require that the District's deposits be collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2025, all certificates of deposit are entirely insured or collateralized with securities.

### Investment Contracts with BOK Financial

Funds on deposit with BOK Financial are invested in investment contracts in which the District has a pro-rata share of the investment contract. The investment contracts are in accordance with Section 165.051 and Section 360 of the Missouri Revised Statutes through the Missouri School District Direct Deposit Program. The investment contracts are with credit providers whose unsecured long-term debt is rated at the time of such agreement in either of the two highest rating categories by a nationally recognized rating service.

The District does not have a policy on interest rate risk.

Rock Port R-II School District  
 Notes to Financial Statements  
 Year ended June 30, 2025

2 DEPOSITS AND INVESTMENTS (Continued)

A reconciliation of cash and investments as shown on the Balance Sheet was as follows:

	Carrying Amount
Cash on hand	\$ 100
Carrying amount of deposits	3,318,432
Carrying amount of investments	<u>385,277</u>
 Total	 <u>\$ 3,703,809</u>
 Cash	 \$ 2,603,237
Cash - restricted	715,295
Investments	-
Investments - restricted	<u>385,277</u>
 Total	 <u>\$ 3,703,809</u>

3 TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1, and are payable by December 31. The county collects the property tax and remits it to the District.

The District also receives sales tax collected by the State and remitted based on eligible pupils. The District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year.

The assessed valuation of the tangible taxable property (excluding state assessed railroad and utilities) for the calendar year 2024 for purposes of local taxation were:

Real Estate:	
Residential	\$ 15,158,910
Agriculture	9,191,184
Commercial	22,441,149
Personal Property:	<u>20,230,236</u>
Total	<u>\$ 67,021,479</u>

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

	Unadjusted	Adjusted
General Fund	\$ 4.0723	\$ 4.0723
Special Revenue Fund	-	-
Debt Service Fund	0.8481	0.8481
Capital Project Fund	-	-
Total	<u>\$ 4.9204</u>	<u>\$ 4.9204</u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2025, aggregated approximately 98.30 percent of the current assessment computed on the basis of the levy as shown above.

Rock Port R-II School District  
Notes to Financial Statements  
Year ended June 30, 2025

**4 CHANGES IN LONG-TERM DEBT**

	Bonds
Debt payable, July 1, 2024	\$ 10,580,954
Debt issued	-
Debt retired	(1,980,954)
Debt payable, June 30, 2025	<u><u>\$ 8,600,000</u></u>

Bonds payable at June 30, 2025, consist of:

\$2,200,000 general obligation bonds due in varying annual installments from March 1, 2023 through March 1, 2032; interest at 2.00 percent.

\$6,400,000 general obligation bonds due in varying annual installments from March 1, 2023 through March 1, 2043; interest at 4.00 percent.

Debt service requirements to maturity are:

Year ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 310,000	\$ 300,000	\$ 610,000
2027	370,000	289,800	659,800
2028	380,000	282,400	662,400
2029	385,000	274,800	659,800
2030	410,000	267,100	677,100
2031-2035	2,180,000	1,166,300	3,346,300
2036-2040	2,680,000	706,800	3,386,800
2041-2043	<u><u>1,885,000</u></u>	<u><u>152,800</u></u>	<u><u>2,037,800</u></u>
	<u><u>\$ 8,600,000</u></u>	<u><u>\$ 3,440,000</u></u>	<u><u>\$ 12,040,000</u></u>

The School District paid \$598,508 in interest during the fiscal year ended June 30, 2025.

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a District to 15 percent of the assessed valuation of a District (with the addition of state-assessed railroad and utilities). The District did not exceed the legal debt margin at June 30, 2025.

**5 CONTINGENCIES**

**Grant Audit** - The District receives Federal grants and State funding for specific purposes that are subject to review and audit. These reviews and audits could lead to requests for reimbursement or to withholding of future funding for expenditures disallowed under or other noncompliance with the terms of the grants and funding. The District is not aware of any noncompliance with Federal or State provisions that might require the District to provide reimbursement.

**6 INTERFUND TRANSFERS**

During the year ended June 30, 2025, the District transferred \$1,373,520 from the General Fund to the Special Revenue Fund for teachers' salaries and \$162,000 to the Capital Projects Fund for capital expenditures.

**7 GASB STATEMENT NO. 54 - FUND BALANCE REPORTING**

The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Rock Port R-II School District  
Notes to Financial Statements  
Year ended June 30, 2025

7 GASB STATEMENT NO. 54 - FUND BALANCE REPORTING (Continued)

The initial distinction that is made in reporting fund balance information is identifying amounts that are considered *nonspendable*, such as fund balance associated with scholarships.

The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers or through enabling legislation such as taxes levied by a vote of the public.

*Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted.

8 POST EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 10, the District makes available post-retirement healthcare benefits to all employees who retire from the District. Participation by retirees in the District health plan is subjected to terms and conditions set forth in the Board policy. The cost of the coverage is charged to the retiree at a blended rate for all employees. The District has not made a formal evaluation or projection on the future cost of the existing health care benefit plan in relation to retirees.

9 RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has transferred its risk by obtaining coverage from commercial insurance companies. There has been no significant reduction in insurance coverage from the previous year.

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

10 PENSION PLANS

**Public School Retirement System of Missouri and Public Education Employee Retirement System of Missouri**

Summary of Significant Accounting Policies

The District participates in the Public School Retirement System and the Public Education Employee Retirement System (PSRS and PEERS, also referred to as the Systems). The financial statements of the District were prepared using the modified-cash basis of accounting. Therefore, member and employer contributions are recognized when paid and the District's net pension liability, deferred outflows and inflows of resources related to pensions are not recorded in these financial statements.

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

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

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

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

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

10 PENSION PLANS (Continued)

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

-If the June to June change in the Consumer Price Index for All Urban Consumers (CPI-U) is less than 2% for one or more consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2% at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2% cost-of-living increase is granted.

-If the June to June change in the CPI-U is greater than or equal to 2%, but less than 5%, a cost-of-living increase of 2% will be granted.

-If the June to June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted.

-If the CPI decreases, no COLA is provided.

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

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

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

The District's contributions to PSRS and PEERS were \$410,895 and \$46,118, respectively, for the year ended June 30, 2025.

Summary Plan descriptions detailing the provisions of the plans as well as additional information regarding the District's net pension liability and deferred inflows and outflows of resources can be found on the Systems' website at [www.psrs-peers.org](http://www.psrs-peers.org).

**SUPPLEMENTARY INFORMATION**

**Rock Port R-II School District**  
**Schedule of Revenues Collected by Source**  
**Year Ended June 30, 2025**

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
<b>Local</b>					
Current property taxes	\$ 2,539,999	\$ -	\$ 528,982	\$ -	\$ 3,068,981
Delinquent property taxes	142,980	-	29,777	-	172,757
Sales tax	-	504,479	-	-	504,479
Financial institution tax	254	-	-	-	254
M & M in lieu and city sales taxes	124,479	-	-	-	124,479
Earning from temporary deposits	143,023	-	72,915	32,305	248,243
Reg day school tuition (K-12) from indiv.	-	6,683	-	-	6,683
Food service - program	86,991	-	-	-	86,991
Food service - non program	12,825	-	-	-	12,825
Student activities	318,619	-	-	-	318,619
PK Tuition from parents	68,185	-	-	-	68,185
Gifts	8,000	-	-	-	8,000
Miscellaneous local revenue	14,988	-	-	-	14,988
<b>Total Local</b>	<b>3,460,343</b>	<b>511,162</b>	<b>631,674</b>	<b>32,305</b>	<b>4,635,484</b>
<b>County</b>					
Fines and escheats	-	30,929	-	-	30,929
State assessed utility taxes	527,740	-	85,709	-	613,449
Fed prop	10,883	-	2,266	-	13,149
<b>Total County</b>	<b>538,623</b>	<b>30,929</b>	<b>87,975</b>	<b>-</b>	<b>657,527</b>
<b>State</b>					
Basic formula	143	710,882	-	-	711,025
Transportation	76,971	-	-	-	76,971
Career ladder/excellence in education act	-	107,400	-	-	107,400
Basic formula - classroom trust fund	-	199,713	-	-	199,713
Vocational/technical	-	-	-	7,802	7,802
Teacher baseline grant	-	21,808	-	-	21,808
Food service	1,266	-	-	-	1,266
Educational screening program/PAT	14,753	-	-	-	14,753
Small schools grant	-	290,381	-	-	290,381
Early childhood special education	841	-	-	-	841
Evidence-based reading grant	6,297	-	-	-	6,297
<b>Total State</b>	<b>100,271</b>	<b>1,330,184</b>	<b>-</b>	<b>7,802</b>	<b>1,438,257</b>
<b>Federal</b>					
Medicaid	12,756	-	-	-	12,756
ARP-ESSER III	2,142	20,895	-	-	23,037
Individuals with disabilities	181,997	-	-	-	181,997
Food service	84,712	-	-	-	84,712
Title I, ESEA	-	47,569	-	-	47,569
Title II, ESEA	-	10,056	-	-	10,056
Title IV.A student support and academic enr.	-	9,797	-	-	9,797
Other restricted federal revenue	-	-	89,451	-	89,451
<b>Total Federal</b>	<b>281,607</b>	<b>88,317</b>	<b>89,451</b>	<b>-</b>	<b>459,375</b>
<b>Total Revenues</b>	<b>\$ 4,380,844</b>	<b>\$ 1,960,592</b>	<b>\$ 809,100</b>	<b>\$ 40,107</b>	<b>\$ 7,190,643</b>

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

Rock Port R-II School District  
 Schedule of Expenditures Paid by Object  
 Year Ended June 30, 2025

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
Salaries	\$ 687,710	\$ 2,770,794	\$ -	\$ -	\$ 3,458,504
Employee benefits	192,938	682,820	-	-	875,758
Purchased services	845,843	116,625	-	-	962,468
Supplies	1,268,941	-	-	-	1,268,941
Capital outlay	-	-	-	2,423,761	2,423,761
Debt service					
Principal	-	-	1,980,954	-	1,980,954
Interest	-	-	598,508	-	598,508
Fees	-	-	2,040	-	2,040
	<u>\$ 2,995,432</u>	<u>\$ 3,570,239</u>	<u>\$ 2,581,502</u>	<u>\$ 2,423,761</u>	<u>\$ 11,570,934</u>

Rock Port R-II School District  
 Summary Schedule of Revenues Collected, Expenditures Paid and  
 Changes in Fund Balance  
 Year Ended June 30, 2025

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
REVENUES COLLECTED	\$ 4,380,844	\$ 1,960,592	\$ 809,100	\$ 40,107	\$ 7,190,643
EXPENDITURES PAID	<u>2,995,432</u>	<u>3,570,239</u>	<u>2,581,502</u>	<u>2,423,761</u>	<u>11,570,934</u>
EXCESS OF REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID	<u>1,385,412</u>	<u>(1,609,647)</u>	<u>(1,772,402)</u>	<u>(2,383,654)</u>	<u>(4,380,291)</u>
OTHER FINANCING SOURCES (USES)					
Transfers	<u>(1,535,520)</u>	<u>1,373,520</u>	<u>-</u>	<u>162,000</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,535,520)</u>	<u>1,373,520</u>	<u>-</u>	<u>162,000</u>	<u>-</u>
EXCESS OF REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES	<u>(150,108)</u>	<u>(236,127)</u>	<u>(1,772,402)</u>	<u>(2,221,654)</u>	<u>(4,380,291)</u>
FUND BALANCE, JULY 1, 2024	<u>2,753,345</u>	<u>236,127</u>	<u>2,476,941</u>	<u>2,617,687</u>	<u>8,084,100</u>
FUND BALANCE, JUNE 30, 2025	<u>\$ 2,603,237</u>	<u>\$ -</u>	<u>\$ 704,539</u>	<u>\$ 396,033</u>	<u>\$ 3,703,809</u>

Rock Port R-II School District  
 Schedule of Transportation Costs Eligible for State Aid  
 Year Ended June 30, 2025

	<u>District Operated</u>	<u>Contracted</u>	<u>Total</u>
Salaries	\$ 105,694	\$ -	\$ 105,694
Employee benefits	21,202	-	21,202
Purchased services	9,220	1,354	10,574
Supplies	48,342	-	48,342
Capital outlay	2,000	-	2,000
<b>Total</b>	<b><u>\$ 186,458</u></b>	<b><u>\$ 1,354</u></b>	<b><u>\$ 187,812</u></b>
Nonroute contracted transportation		<u>\$ -</u>	
School buses purchased		<u>\$ 2,000</u>	
School buses leased/purchased:			
Principal		<u>\$ -</u>	
Interest		<u>\$ -</u>	
Transportation revenues from other districts		<u>\$ -</u>	

Rock Port R-II School District  
 Schedule of State Financial Assistance  
 Year Ended June 30, 2025

State Grantor/Program Title	Balance June 30, 2024	Receipts	Disbursements	Balance June 30, 2025
<b>Department of Elementary and Secondary Education:</b>				
Basic Formula	\$ -	\$ 711,025	\$ 711,025	\$ -
Transportation	- -	76,971	76,971	- -
Basic Formula - Classroom Trust Fund	- -	199,713	199,713	- -
Career Ladder/Excellence in Education Act	- -	107,400	107,400	- -
Career Education	- -	7,802	7,802	- -
Food Service - State	- -	1,266	1,266	- -
Teacher Baseline Grant	- -	21,808	21,808	- -
Early Childhood Special Education	- -	841	841	- -
Small Schools Grant	- -	290,381	290,381	- -
Educational Screening/PAT	- -	14,753	14,753	- -
Evidence-Based Reading Grant	- -	6,297	6,297	- -
<b>Total State Financial Assistance</b>	<b>\$ -</b>	<b>\$ 1,438,257</b>	<b>\$ 1,438,257</b>	<b>\$ -</b>

OTHER INFORMATION

Rock Port R-II School District  
 General (Incidental) Fund  
 Statement of Revenues Collected, Expenditures Paid  
 and Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Original Budget
				Actual
<b>REVENUES COLLECTED:</b>				
Local	\$ 3,107,576	\$ 3,460,343	\$ 3,460,343	\$ 352,767
County	440,000	538,623	538,623	98,623
State	80,300	100,271	100,271	19,971
Federal	233,800	281,607	281,607	47,807
<b>Total Revenues Collected</b>	<b>3,861,676</b>	<b>4,380,844</b>	<b>4,380,844</b>	<b>519,168</b>
<b>EXPENDITURES PAID:</b>				
Instruction	694,315	967,175	967,175	(272,860)
Guidance	2,800	20,203	20,203	(17,403)
Health services	56,736	107,578	107,578	(50,842)
Instructional staff training	23,000	13,274	13,274	9,726
Professional development	6,000	6,867	6,867	(867)
Media services	4,400	3,178	3,178	1,222
Executive administration	292,480	345,168	345,168	(52,688)
Building level administration	676,585	476,331	476,331	200,254
Operation of plant	521,722	579,615	579,615	(57,893)
Pupil transportation	158,282	191,125	191,125	(32,843)
Food services	213,860	215,469	215,469	(1,609)
Early childhood programs/instruction	78,321	69,449	69,449	8,872
<b>Total Expenditures Paid</b>	<b>2,728,501</b>	<b>2,995,432</b>	<b>2,995,432</b>	<b>(266,931)</b>
<b>REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID</b>				
	<u>\$ 1,133,175</u>	<u>\$ 1,385,412</u>	<u>1,385,412</u>	<u>\$ 252,237</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers			(1,535,520)	
<b>Total other financing sources (uses)</b>			<b>(1,535,520)</b>	
<b>REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES</b>				
			(150,108)	
<b>FUND BALANCE JULY 1, 2024</b>			<b>2,753,345</b>	
<b>FUND BALANCE, JUNE 30, 2025</b>			<b>\$ 2,603,237</b>	

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

Rock Port R-II School District  
 Special Revenue (Teachers') Fund  
 Statement of Revenues Collected, Expenditures Paid  
 and Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Original Budget
	Original Budget	Final Budget	Actual	Actual
<b>REVENUES COLLECTED:</b>				
Local	\$ 476,702	\$ 511,162	\$ 511,162	\$ 34,460
County	35,000	30,929	30,929	(4,071)
State	987,447	1,330,184	1,330,184	342,737
Federal	86,104	88,317	88,317	2,213
<b>Total Revenues Collected</b>	<b>1,585,253</b>	<b>1,960,592</b>	<b>1,960,592</b>	<b>375,339</b>
<b>EXPENDITURES PAID:</b>				
Instruction	2,872,602	2,900,519	2,900,519	(27,917)
Guidance	166,856	157,139	157,139	9,717
Health services	76,000	34,723	34,723	41,277
Improvement of instruction	2,530	-	-	2,530
Professional development	940	-	-	940
Media services	50,973	43,817	43,817	7,156
Executive administration	163,349	160,003	160,003	3,346
Building level administration	213,851	213,523	213,523	328
Early childhood programs/instruction	61,413	60,515	60,515	898
<b>Total Expenditures Paid</b>	<b>3,608,514</b>	<b>3,570,239</b>	<b>3,570,239</b>	<b>38,275</b>
<b>REVENUES COLLECTED OVER (UNDER)</b>				
<b>EXPENDITURES PAID</b>	<b>\$ (2,023,261)</b>	<b>\$ (1,609,647)</b>	<b>(1,609,647)</b>	<b>\$ 413,614</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers			1,373,520	
<b>Total other financing sources (uses)</b>			<b>1,373,520</b>	
<b>REVENUES COLLECTED AND OTHER</b>				
<b>SOURCES OVER (UNDER) EXPENDITURES</b>				
<b>PAID AND OTHER USES</b>			<b>(236,127)</b>	
<b>FUND BALANCE, JULY 1, 2024</b>			<b>236,127</b>	
<b>FUND BALANCE, JUNE 30, 2025</b>			<b>\$ -</b>	

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

Rock Port R-II School District  
 Debt Service Fund  
 Statement of Revenues Collected, Expenditures Paid  
 and Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Original Budget	
				Expenditures	Actual
					Variance
<b>REVENUES COLLECTED:</b>					
Local	\$ 608,510	\$ 631,674	\$ 631,674	\$ 23,164	
County	78,000	87,975	87,975	9,975	
Federal	87,000	89,451	89,451	2,451	
Total Revenues Collected	<u>773,510</u>	<u>809,100</u>	<u>809,100</u>		<u>35,590</u>
<b>EXPENDITURES PAID:</b>					
Debt service:					
Principal	535,000	1,980,954	1,980,954	(1,445,954)	
Interest and fees	155,000	598,508	598,508	(443,508)	
Other	1,500	2,040	2,040	(540)	
Total Expenditures Paid	<u>691,500</u>	<u>2,581,502</u>	<u>2,581,502</u>		<u>(1,890,002)</u>
<b>REVENUES COLLECTED OVER (UNDER)</b>					
EXPENDITURES PAID	<u>\$ 82,010</u>	<u>\$ (1,772,402)</u>	<u>(1,772,402)</u>		<u>\$ (1,854,412)</u>
<b>FUND BALANCE, JULY 1, 2024</b>					
					<u>2,476,941</u>
<b>FUND BALANCE, JUNE 30, 2025</b>					
					<u>\$ 704,539</u>

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

Rock Port R-II School District  
 Capital Projects (Building) Fund  
 Statements of Revenues Collected, Expenditures Paid  
 and Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Original Budget Actual Expenditures Variance
<b>REVENUES COLLECTED:</b>				
Local	\$ 14,500	\$ 32,305	\$ 32,305	\$ 17,805
State	-	7,802	7,802	7,802
Other Revenue	-	-	-	-
<b>Total Revenues Collected</b>	<b>14,500</b>	<b>40,107</b>	<b>40,107</b>	<b>25,607</b>
<b>EXPENDITURES PAID:</b>				
Instruction	8,000	19,366	19,366	(11,366)
Operation of plant	4,000	160,816	160,816	(156,816)
Food service	10,000	17,960	17,960	(7,960)
Pupil transportation	72,500	2,000	2,000	70,500
Principal	-	-	-	-
Interest and fees	-	-	-	-
Facilities acquisition and construction	2,016,233	2,223,619	2,223,619	(207,386)
<b>Total Expenditures Paid</b>	<b>2,110,733</b>	<b>2,423,761</b>	<b>2,423,761</b>	<b>(313,028)</b>
<b>REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID</b>				
	<u><u>\$ (2,096,233)</u></u>	<u><u>\$ (2,383,654)</u></u>	<u><u>(2,383,654)</u></u>	<u><u>\$ (287,421)</u></u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers			162,000	
Total other financing sources (uses)			<u><u>162,000</u></u>	
<b>REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES</b>				
			(2,221,654)	
<b>FUND BALANCE, JULY 1, 2024</b>			<u><u>2,617,687</u></u>	
<b>FUND BALANCE, JUNE 30, 2025</b>			<u><u>\$ 396,033</u></u>	

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

Rock Port R-II School District  
 Combined Funds  
 Statement of Revenues Collected, Expenditures Paid  
 and Changes in Fund Balance - Budget and Actual  
 For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual	Original Budget
				Actual
<b>REVENUES COLLECTED:</b>				
Local	\$ -	\$ 4,635,484	\$ 4,635,484	\$ 4,635,484
County	-	657,527	657,527	657,527
State	1,067,747	1,438,257	1,438,257	370,510
Federal	-	459,375	459,375	459,375
From other districts	-	-	-	-
<b>Total Revenues Collected</b>	<b>1,067,747</b>	<b>7,190,643</b>	<b>7,190,643</b>	<b>6,122,896</b>
<b>EXPENDITURES PAID:</b>				
Instruction	3,574,917	3,887,060	3,887,060	(312,143)
Guidance	169,656	177,342	177,342	(7,686)
Health services	132,736	142,301	142,301	(9,565)
Media services	55,373	46,995	46,995	8,378
Instructional staff training	-	13,274	13,274	(13,274)
Professional development	6,000	6,867	6,867	(867)
Executive administration	455,829	505,171	505,171	(49,342)
Building level administration	890,436	689,854	689,854	200,582
Operation of plant	525,722	740,431	740,431	(214,709)
Pupil transportation	158,282	193,125	193,125	(34,843)
Food services	223,860	233,429	233,429	(9,569)
Early childhood program/instruction	139,734	129,964	129,964	9,770
Facilities acquisition and construction	2,016,233	2,223,619	2,223,619	(207,386)
Debt service:				
Principal	-	1,980,954	1,980,954	(1,980,954)
Interest and fees	-	598,508	598,508	(598,508)
Other	-	2,040	2,040	(2,040)
<b>Total Expenditures Paid</b>	<b>8,348,778</b>	<b>11,570,934</b>	<b>11,570,934</b>	<b>(3,222,156)</b>
<b>REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID</b>				
	<u>\$ (7,281,031)</u>	<u>\$ (4,380,291)</u>	<u>(4,380,291)</u>	<u>\$ 2,900,740</u>
<b>FUND BALANCE, JULY 1, 2024</b>				
			<u>8,084,100</u>	
<b>FUND BALANCE, JUNE 30, 2025</b>				
			<u>\$ 3,703,809</u>	

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

Rock Port R-II School District  
Notes to Financial Statements  
Year Ended June 30, 2025

1 SUMMARY OF SIGNIFICANT BUDGETARY ACCOUNTING POLICIES

**Budgets and Budgetary Accounting**

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

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

Budgeted amounts are as originally adopted or as amended by the Board of Education. Individual amendments were not material in relation to the original appropriations which were amended. Unused appropriations lapse at the end of each fiscal year.

The final budget amendment was made at the June 2025 board meeting.

- 6) Budgets for District funds are prepared and adopted on the cash basis (budget basis), recognizing revenues when collected and expenditures when paid.

**Rock Port R-II School District**  
**Public School Retirement System of Missouri**  
**Schedule of Proportionate Share of the Net Pension Liability and Related Ratios**  
**Year Ended June 30, 2025**

<u>Year Ended*</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Actual Covered Member Payroll</u>	<u>Net Pension Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
6/30/2014	0.0435%	\$ 1,784,620	\$ 1,937,724	92.10%	89.34%
6/30/2015	0.0431%	\$ 2,488,103	\$ 1,949,962	127.60%	85.78%
6/30/2016	0.0443%	\$ 3,296,207	\$ 2,044,282	161.24%	82.18%
6/30/2017	0.0438%	\$ 3,163,028	\$ 2,065,108	153.17%	83.77%
6/30/2018	0.0424%	\$ 3,155,602	\$ 2,040,239	154.67%	84.06%
6/30/2019	0.0405%	\$ 2,988,929	\$ 2,006,578	148.96%	84.62%
6/30/2020	0.0400%	\$ 3,572,287	\$ 1,996,808	178.90%	82.01%
6/30/2021	0.0369%	\$ 816,884	\$ 1,904,513	42.89%	95.81%
6/30/2022	0.0380%	\$ 2,938,998	\$ 2,002,912	146.74%	86.04%
6/30/2023	0.0423%	\$ 3,536,501	\$ 2,311,571	152.99%	85.38%
6/30/2024	0.0471%	\$ 3,260,793	\$ 2,675,267	121.89%	88.26%

*Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.*

*\* The data provided in the schedule is based as of the measurement date of PSRS' net pension liability, which is as of the beginning of the district's fiscal year.*

Rock Port R-II School District  
 Public School Retirement System of Missouri  
 Schedule of Employer Contributions  
 Year Ended June 30, 2025

Year Ended*	Statutorily Required Contribution	Actual Employer Contributions	Contribution Excess/(Deficiency) (Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/2013	\$ 267,804	\$ 267,804	\$ -	\$ 1,852,133	14.46%
6/30/2014	\$ 280,020	\$ 280,020	\$ -	\$ 1,937,724	14.45%
6/30/2015	\$ 282,745	\$ 282,745	\$ -	\$ 1,949,962	14.50%
6/30/2016	\$ 296,418	\$ 296,418	\$ -	\$ 2,044,282	14.50%
6/30/2017	\$ 299,436	\$ 299,436	\$ -	\$ 2,065,108	14.50%
6/30/2018	\$ 295,393	\$ 295,393	\$ -	\$ 2,040,239	14.48%
6/30/2019	\$ 288,268	\$ 288,268	\$ -	\$ 2,006,578	14.37%
6/30/2020	\$ 289,537	\$ 289,537	\$ -	\$ 1,996,808	14.50%
6/30/2021	\$ 275,102	\$ 275,102	\$ -	\$ 1,904,513	14.44%
6/30/2022	\$ 290,422	\$ 290,422	\$ -	\$ 2,002,912	14.50%
6/30/2023	\$ 334,359	\$ 334,359	\$ -	\$ 2,311,571	14.46%
6/30/2024	\$ 385,741	\$ 385,741	\$ -	\$ 2,675,267	14.42%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Rock Port R-II School District  
 Public Education Employee Retirement System of Missouri  
 Schedule of Proportionate Share of the Net Pension Liability and Related Ratios  
 Year Ended June 30, 2025

Year Ended*	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
6/30/2014	0.0319%	\$ 116,488	\$ 465,188	25.04%	91.33%
6/30/2015	0.0319%	\$ 168,721	\$ 477,861	35.31%	88.28%
6/30/2016	0.0306%	\$ 245,515	\$ 472,994	51.91%	83.32%
6/30/2017	0.0318%	\$ 242,618	\$ 511,770	47.41%	85.35%
6/30/2018	0.0313%	\$ 241,859	\$ 520,250	46.49%	86.06%
6/30/2019	0.0302%	\$ 238,870	\$ 516,571	46.24%	86.38%
6/30/2020	0.0298%	\$ 289,226	\$ 530,599	54.51%	84.06%
6/30/2021	0.0294%	\$ 31,662	\$ 539,178	5.87%	98.36%
6/30/2022	0.0304%	\$ 256,916	\$ 592,974	43.33%	87.92%
6/30/2023	0.0346%	\$ 345,621	\$ 725,470	47.64%	86.50%
6/30/2024	0.0255%	\$ 219,820	\$ 579,140	37.96%	88.96%

*Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.*

*\* The data provided in the schedule is based as of the measurement date of PSRS' net pension liability, which is as of the beginning of the district's fiscal year.*

Rock Port R-II School District  
 Public Education Employee Retirement System of Missouri  
 Schedule of Employer Contributions  
 Year Ended June 30, 2025

Year Ended*	Statutorily Required Contribution	Actual Employer Contributions	Contribution Excess/(Deficiency) (Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/2013	\$ 33,036	\$ 33,036	\$ -	\$ 481,580	6.86%
6/30/2014	\$ 31,912	\$ 31,912	\$ -	\$ 465,188	6.86%
6/30/2015	\$ 32,781	\$ 32,781	\$ -	\$ 477,861	6.86%
6/30/2016	\$ 32,447	\$ 32,447	\$ -	\$ 472,994	6.86%
6/30/2017	\$ 35,107	\$ 35,107	\$ -	\$ 511,770	6.86%
6/30/2018	\$ 35,689	\$ 35,689	\$ -	\$ 520,250	6.86%
6/30/2019	\$ 35,998	\$ 35,998	\$ -	\$ 516,571	6.97%
6/30/2020	\$ 36,740	\$ 36,740	\$ -	\$ 530,599	6.92%
6/30/2021	\$ 36,988	\$ 36,988	\$ -	\$ 539,178	6.86%
6/30/2022	\$ 40,695	\$ 40,695	\$ -	\$ 592,974	6.86%
6/30/2023	\$ 50,505	\$ 50,505	\$ -	\$ 725,470	6.96%
6/30/2024	\$ 41,066	\$ 41,066	\$ -	\$ 579,140	7.09%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

STATE COMPLIANCE SECTION

# CONRAD & HIGGINS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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Princeton, MO 64673  
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## INDEPENDENT AUDITORS' REPORT ON MANAGEMENT'S ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS

Board of Education  
Rock Port R-II School District  
Rock Port, Missouri 64482

We have examined management of Rock Port R-II School District's assertions that Rock Port R-II School District complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's attendance records of attendance, resident membership on the last Wednesday of September and the free and reduced lunch count on the last Wednesday of January; and accurate disclosure by the District's pupil transportation records of the average daily transportation of pupils eligible and ineligible for state aid, the number of miles eligible and ineligible for state aid and the allowable costs for pupil transportation during the year ended June 30, 2025. Rock Port R-II School District's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, management's assertion that Rock Port R-II School District complied with the aforementioned requirements for the year ended June 30, 2025 is fairly stated, in all material respects.

*Conrad & Higgins, LLC*

Conrad & Higgins, LLC  
Princeton, Missouri  
December 15, 2025

Rock Port R-II School District  
Schedule of Selected Statistics  
Year Ended June 30, 2025

Type of Audit Performed: Yellow Book: X Single Audit:

**1 Calendar (Sections 160.041, 171.029, 171.031 and 171.033 RSMo)**

Report each unique calendar the district/charter school has as defined by Sections 160.041, 171.029, 171.031, and 171.033 RSMo.

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
	PK	12		7.2000	146	1,047.9000

**Notes:**

## 2 Attendance Hours

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full Time Hours	Part Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4020	PK	-	-	-	-	-	-
4020	K	22,368.1164	-	160.5000	-	-	22,528.6164
4020	1	31,007.2669	-	118.6800	-	-	31,125.9469
4020	2	20,835.8502	259.1333	-	-	-	21,094.9835
4020	3	31,716.1167	-	82.1600	-	-	31,798.2767
4020	4	22,970.7166	-	2.5000	-	-	22,973.2166
4020	5	22,074.2999	-	35.8200	-	-	22,110.1199
4020	6	29,071.8833	-	-	-	-	29,071.8833
1050	7	22,374.3001	-	-	-	-	22,374.3001
1050	8	29,447.8166	315.6666	-	-	-	29,763.4832
1050	9	33,111.9499	-	-	-	-	33,111.9499
1050	10	24,743.2999	271.6667	-	-	-	25,014.9666
1050	11	18,096.9665	568.0500	-	-	-	18,665.0165
1050	12	28,805.8003	1,264.3720	-	-	-	30,070.1723
Grand Total		336,624.3833	2,678.8886	399.6600	-	-	339,702.9319

**Notes:**

Rock Port R-II School District  
Schedule of Selected Statistics  
Year Ended June 30, 2025

**3 September Membership**

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day **and** in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should include all PK students. If possible, note the number of PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full Time	Part Time	Other	Total
4020	PK	20.00	-	-	20.00
4020	K	23.00	-	-	23.00
4020	1	31.00	-	-	31.00
4020	2	21.00	0.35	-	21.35
4020	3	31.00	-	-	31.00
4020	4	24.00	-	-	24.00
4020	5	22.00	-	-	22.00
4020	6	29.00	-	-	29.00
1050	7	23.00	-	-	23.00
1050	8	30.00	0.25	-	30.25
1050	9	32.00	-	-	32.00
1050	10	26.00	-	-	26.00
1050	11	19.00	0.65	-	19.65
1050	12	30.00	0.25	-	30.25
Grand Total		361.00	1.50	-	362.50

Notes:


**4 January Membership**

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in January who are enrolled on the count day **and** in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should include all PK students. If possible, note the number of PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full Time	Part Time	Other	Total
4020	PK	20.00	-	-	20.00
4020	K	22.00	-	-	22.00
4020	1	31.00	-	-	31.00
4020	2	21.00	0.35	-	21.35
4020	3	31.00	-	-	31.00
4020	4	24.00	-	-	24.00
4020	5	23.00	-	-	23.00
4020	6	29.00	-	-	29.00
1050	7	22.00	-	-	22.00
1050	8	30.00	0.25	-	30.25
1050	9	33.00	-	-	33.00
1050	10	25.00	-	-	25.00
1050	11	19.00	0.65	-	19.65
1050	12	30.00	0.25	-	30.25
Grant Total		360.00	1.50	-	361.50

Notes:


Rock Port R-II School District  
Schedule of Selected Statistics  
Year Ended June 30, 2025

**5 Free and Reduced Priced Lunch FTE Count (Section 163.011(6), RSMo)**

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
1050	36.00	20.65	-	-	56.65
4020	43.00	15.00	-	-	58.00
Grant Total	79.00	35.65	-	-	114.65

Notes:

Rock Port R-II School District  
Schedule of Selected Statistics  
Year Ended June 30, 2025

**6 Finance**

**Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.**

1 The district/charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.

TRUE

2 The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:

Academic Programs Off Campus	N/A
Career Exploration Program - Off Campus	N/A
Cooperative Occupational Education (COE) or Supervised Occupational Experience	N/A
Dual Enrollment	N/A
Homebound instruction	N/A
Missouri Options	N/A
Prekindergarten eligible to be claimed for state aid	N/A
Remediation	N/A
Sheltered Workshop participation	N/A
Students participating in the school flex program	N/A
Traditional instruction (full and part-time students) ..	TRUE
Virtual instruction (MOCAP or other option)	TRUE
Work Experience for Students with Disabilities	N/A

3 The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.

TRUE

4 The district/charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.

TRUE

5 As required by Section 162.401, RSMo, a bond was purchased for the district's school treasurer or as required by Section 160.405, RSMo, a bond was purchased for the charter schools chief financial officer or an insurance policy issued by an insurance company that proves coverage in the event of employee theft in the total amount of:

\$50,000

6 The district's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.

TRUE

7 The district maintained a separate bank account for Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. (Not applicable to charter schools.)

TRUE

8 Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.

TRUE

Rock Port R-II School District  
Schedule of Selected Statistics  
Year Ended June 30, 2025

6 Finance (continued)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

9 If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken. (Not applicable to charter schools.)

N/A

10 The district/charter school published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.

TRUE

11 The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. (Not applicable to charter schools.)

TRUE

12 The amount spent for approved professional development committee plan activities was:

\$6,867

13 The district/charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.

TRUE

Notes:

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7 Transportation (Section 163.161, RSMo)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

1 The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.

TRUE

2 The district's/charter school's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.

TRUE

3 Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:

- Eligible ADT
- Ineligible ADT

102.00

-

Rock Port R-II School District  
Schedule of Selected Statistics  
Year Ended June 30, 2025

**6 Transportation (Section 163.161, RSMo) (continued)**

**Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.**

4 The district's/charter school's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.

TRUE

5 Actual odometer records show the total district/charter-operated and contracted mileage for the year was:

79,161

6 Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:

\* Eligible Miles

37,779

\* Ineligible Miles (Non-Route/Disapproved)

41,382

7 Number of days the district/charter school operated the school transportation system during the regular school year:

146

Notes:

FEDERAL COMPLIANCE SECTION

# CONRAD & HIGGINS, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITORS' 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  
Rock Port R-II School District  
Rock Port, MO 64482

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, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the Rock Port R-II School District, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Rock Port R-II School District's basic financial statements, and have issued our report thereon dated December 15, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Rock Port R-II 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Rock Port R-II School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Rock Port R-II 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, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described below, that we consider to be significant deficiencies.

- 1 Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and related accounting records, or all phases of a transaction. Consequently, the possibility exists that unintentional or intentional errors or irregularities could exist and not be promptly detected. Our audit did not reveal any significant errors or irregularities resulting from this lack of segregation of employee duties and responsibilities.

#### **Management Response**

The size and budget of the Rock Port R-II School District limits the application of adequate segregation of duties.

#### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Rock Port R-II 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 non-compliance or other matters that are required to be reported under *Government Auditing Standards*.

#### **Rock Port R-II School District's Response to Findings**

Government Auditing Standards requires the auditor to perform limited procedures on the Rock Port R-II School District's response to the findings identified in our audit are described previously. The Rock Port R-II School District's response was not subjected to the audit procedures applied in that audit of the financial statements, and accordingly, we express no opinion on the response.

#### **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 that 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.

*Conrad & Higgins, LLC*

**Conrad and Higgins, LLC**

Princeton, Missouri

December 15, 2025