

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Basic Financial Statements, Required Supplementary
Information, Supplementary Information, and Compliance Section
(With Independent Auditor's Reports Thereon)

Year Ended June 30, 2025

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Basic Financial Statements, Required Supplementary
Information, Supplementary Information, and Compliance Section
(With Independent Auditor's Reports Thereon)

Year Ended June 30, 2025

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

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Independent Auditor's Report

Members of the School Board
Kodiak Island Borough School District
Kodiak, Alaska

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Kodiak Island Borough School District (the District), a component unit of the Kodiak Island Borough, 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 financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Kodiak Island Borough School District, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in the *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 Kodiak Island Borough 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

Change in Accounting Principle

As discussed in Note IV.D. to the financial statements, in 2025, the District implemented GASB Statement No. 101, *Compensated Absences*, which established standards of accounting and financial reporting for compensated absences. The requirements of this Statement apply to financial statements of all state and local governments.

The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 Kodiak Island Borough School District'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 Kodiak Island Borough School 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Budgetary Comparison Schedule, Schedules of the District's Proportionate Share of the Net Pension and OPEB Liabilities (Assets) and Contributions for the Public Employees' Retirement System and the Teachers' Retirement System, and Notes to Required Supplementary Information on pages 43-55, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

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 information listed in the table of contents as "Supplementary Information," which includes Major Governmental Fund: Comparative Balance Sheets – General Fund; Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual; Other Governmental Funds: Combining Balance Sheet and Combining Statement of Revenues, Expenditures and Changes in Fund Balances; Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Special Revenue Funds and Capital Project Fund; Schedule of Compliance – AS 14.17.505; Schedule of Expenditures of Federal Awards and accompanying notes, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and Schedule of State Financial Assistance and accompanying notes, as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, is presented for purposes of additional analysis and is 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 "Supplementary Information" is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2024, which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The Balance Sheets – General Fund and Schedule of Revenues, Expenditures and Changes in Fund Balance – General Fund, for the year ended June 30, 2024, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 Balance Sheets – General Fund and Schedule of Revenues, Expenditures and Changes in Fund Balance – General Fund are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Members of the School Board
Kodiak Island Borough School District

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2025 on our consideration of the Kodiak Island Borough School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Kodiak Island Borough School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Kodiak Island Borough School District's internal control over financial reporting and compliance.

Altman, Rogers & Co.

Anchorage, Alaska
November 25, 2025

BASIC FINANCIAL STATEMENTS

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Statement of Net Position

June 30, 2025

<u>Assets and Deferred Outflows of Resources</u>	<u>Governmental Activities</u>
Assets:	
Current:	
Due from Kodiak Island Borough	\$ 15,002,000
Accounts receivable	1,379,610
Inventory	453,075
Prepays	704
Total current	<u>16,835,389</u>
Non-current:	
Capital assets, net	628,844
Net OPEB assets	14,447,203
Total non-current	<u>15,076,047</u>
Deferred outflows of resources - pension and OPEB deferrals	<u>3,268,858</u>
Total assets and deferred outflows of resources	<u>\$ 35,180,294</u>
<u>Liabilities, Deferred Inflows of Resources, and Net Position</u>	
Liabilities:	
Current:	
Accounts payable	634,015
Accrued payroll liabilities	2,897,322
Employee insurance premium refund due within one year	42,654
Unearned revenues	192,842
Total current	<u>3,766,833</u>
Non-current:	
Compensated absences	1,610,396
Net pension liabilities	27,523,665
Total non-current	<u>29,134,061</u>
Deferred inflows of resources - pension and OPEB deferrals	<u>574,952</u>
Total liabilities and deferred inflows of resources	<u>33,475,846</u>
Net position:	
Net investment in capital assets	628,844
Restricted - student activities	862,757
Unrestricted	212,847
Total net position	<u>\$ 1,704,448</u>

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

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Statement of Activities

Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Total
					Governmental
					Activities
Governmental activities:					
Instruction	\$ 21,972,000	52,873	3,974,660	-	(17,944,467)
Special education instruction	9,151,130	-	1,578,182	-	(7,572,948)
Special education support services – students	2,947,264	-	422,888	-	(2,524,376)
Support services - students	2,760,591	-	374,163	-	(2,386,428)
Support services - instruction	5,406,272	-	710,652	-	(4,695,620)
School administration	2,034,072	-	308,900	-	(1,725,172)
School administration support services	1,139,419	-	116,267	-	(1,023,152)
District administration	2,099,148	-	500,587	-	(1,598,561)
District administration support services	2,597,959	-	502,099	-	(2,095,860)
Operations and maintenance of plant	7,109,776	-	176,615	91,557	(6,841,604)
Student activities	1,511,062	-	578,549	-	(932,513)
Student transportation - to and from school	2,167,351	-	1,823,069	-	(344,282)
Food services	1,669,529	165,454	961,060	-	(543,015)
Total governmental activities	\$ 62,565,573	218,327	12,027,691	91,557	(50,227,998)
General revenues:					
Foundation				\$	26,042,426
Quality schools					85,684
E-rate					1,862,543
Federal Impact Aid					2,377,462
Department of Defense					166,941
Appropriation from Kodiak Island Borough					12,316,558
Dividend raffle					9,802
House Bill 268					3,641,584
Other					39,013
Total general revenues					46,542,013
Change in net position					(3,685,985)
Net position, beginning of year, as previously stated					6,484,340
Change in accounting principle					(1,093,907)
Net position, beginning of year, as restated					5,390,433
Net position, end of year				\$	1,704,448

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

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Balance Sheet – Governmental Funds

June 30, 2025

<u>Assets</u>	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Due from:			
Kodiak Island Borough	\$ 15,002,000	-	15,002,000
Other funds	1,339,454	2,593,537	3,932,991
Accounts receivable	100,778	1,278,832	1,379,610
Inventory	262,539	190,536	453,075
Prepays	704	-	704
Total assets	<u>\$ 16,705,475</u>	<u>4,062,905</u>	<u>20,768,380</u>
 <u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	563,740	70,275	634,015
Accrued payroll liabilities	2,752,751	144,571	2,897,322
Due to other funds	2,593,537	1,339,454	3,932,991
Unearned revenue	3,500	189,342	192,842
Total liabilities	<u>5,913,528</u>	<u>1,743,642</u>	<u>7,657,170</u>
Fund balances:			
Nonspendable:			
Inventory	262,539	190,536	453,075
Prepays	704	-	704
Restricted - student activities	-	862,757	862,757
Committed:			
Pupil transportation	-	402,709	402,709
Construction	-	1,112,325	1,112,325
Homeschool allotment rollover	20,050	-	20,050
Impact Aid	2,377,462	-	2,377,462
Assigned:			
Encumbrances	628,199	-	628,199
Self-insurance	1,638,655	-	1,638,655
Unassigned	5,864,338	(249,064)	5,615,274
Total fund balances	<u>10,791,947</u>	<u>2,319,263</u>	<u>13,111,210</u>
Total liabilities and fund balances	<u>\$ 16,705,475</u>	<u>4,062,905</u>	<u>20,768,380</u>

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

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Reconciliation of Governmental Funds
Balance Sheet to Statement of Net Position

June 30, 2025

Total fund balance - governmental funds		\$ 13,111,210
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.		628,844
Long-term liabilities, including compensated absences are not due and payable in the current period and, therefore, are not reported in the funds:		
Compensated absences	\$ (1,610,396)	
Employee insurance premium refund	(42,654)	(1,653,050)
	<hr/>	
Proportionate share of the collective net OPEB assets:		
PERS	5,587,652	
TRS	8,859,551	14,447,203
	<hr/>	
Proportionate share of the collective net pension liabilities:		
PERS	(12,994,116)	
TRS	(14,529,549)	(27,523,665)
	<hr/>	
Deferred inflows and outflows of resources are the results of timing differences in the actuarial report.		
Deferred outflows of resources:		
PERS	1,708,958	
TRS	1,559,900	3,268,858
	<hr/>	
Deferred inflows of resources:		
PERS	(186,392)	
TRS	(388,560)	(574,952)
	<hr/>	<hr/>
Net position of governmental activities		\$ <u>1,704,448</u>

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

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

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

Year Ended June 30, 2025

	General Fund	Pupil Transportation Special Revenue Fund (Formerly Major)	Impact Aid Construction Capital Project Fund (Formerly Major)	Other Governmental Funds	Total Governmental Funds
Revenues:					
Local sources:					
Kodiak Island Borough:					
Appropriations	\$ 11,453,867			-	11,453,867
In-kind services	862,691			-	862,691
E-rate reimbursement	1,862,543			-	1,862,543
Charges for services:					
Rentals	52,873			-	52,873
Lunch sales	-			165,454	165,454
Other local revenue	39,013			768,065	807,078
Intergovernmental:					
State of Alaska	32,589,464			2,885,196	35,474,660
Federal sources	2,544,403			3,572,449	6,116,852
Total revenues	<u>49,404,854</u>			<u>7,391,164</u>	<u>56,796,018</u>
Expenditures:					
Current:					
Instruction	18,436,928			1,471,363	19,908,291
Special education instruction	7,568,588			862,806	8,431,394
Special education support services - students	2,601,302			42,535	2,643,837
Support services - students	2,400,244			36,044	2,436,288
Support services - instruction	4,663,004			657,913	5,320,917
School administration	1,771,707			2,989	1,774,696
School administration support services	1,003,003			57,510	1,060,513
District administration	1,639,525			334,583	1,974,108
District administration support services	2,087,297			357,114	2,444,411
Operations and maintenance of plant	6,734,288			5,450	6,739,738
Student activities	917,231			546,695	1,463,926
Student transportation - to and from school	-			2,167,351	2,167,351
Food services	35,487			1,638,045	1,673,532
Construction facilities and acquisition	-			74,515	74,515
Total expenditures	<u>49,858,604</u>			<u>8,254,913</u>	<u>58,113,517</u>
Excess (deficiency) of revenues over expenditures	(453,750)			(863,749)	(1,317,499)
Other financing sources (uses):					
Transfers in	-			505,205	505,205
Transfers out	(505,205)			-	(505,205)
Net other financing sources (uses)	<u>(505,205)</u>			<u>505,205</u>	<u>-</u>
Net change in fund balances	(958,955)			(358,544)	(1,317,499)
Fund balances, beginning of year, as previously reported	<u>11,750,902</u>	<u>746,991</u>	<u>1,050,733</u>	<u>880,083</u>	<u>14,428,709</u>
Change within the financial reporting entity (major to nonmajor)	-	(746,991)	(1,050,733)	1,797,724	-
Fund balances, beginning of year, as adjusted	<u>11,750,902</u>	<u>-</u>	<u>-</u>	<u>2,677,807</u>	<u>14,428,709</u>
Fund balances, end of year	<u>\$ 10,791,947</u>	<u>-</u>	<u>-</u>	<u>2,319,263</u>	<u>13,111,210</u>

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

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

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

Year Ended June 30, 2025

Net change in fund balances – total governmental funds \$ (1,317,499)

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

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated absences, net change	\$ 135,147	
Employee paid insurance premium refund	(73)	
Change in unfunded net pension and OPEB assets and liabilities:		
PERS	(542,714)	
TRS	<u>(1,185,329)</u>	(1,592,969)

Changes in deferred inflows and outflows of resources are the results of timing differences in the actuarial report and adjustments to reflect employer and non-employer contributions based on the measurement date of the liability.

PERS	(91,840)	
TRS	<u>(549,892)</u>	(641,732)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

This is the amount by which depreciation exceeded capital outlay in the current period:

Depreciation expense	(146,184)	
Capital outlay	<u>12,399</u>	<u>(133,785)</u>

Change in net position of governmental activities	\$ <u><u>(3,685,985)</u></u>
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The notes to the financial statements are an integral part of this statement.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements

June 30, 2025

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Kodiak Island Borough School District (District) operates a public school system under an elected school board, as permitted by Alaska State Statutes 14.14.060 and 29.35.160. The financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The Kodiak Island Borough (Borough) is required by Alaska Statute, Title 29, Section 33.050, to establish, maintain, and operate a system of public schools on an area-wide basis. The Borough Assembly has delegated the administrative responsibility to the Kodiak Island Borough School Board but has retained budgetary approval powers and ownership of all buildings and property. Accordingly, the School District is a discretely presented component unit of the Kodiak Island Borough.

B. Government-wide and Fund Financial Statements

The Government-wide Financial Statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the School District. For the most part, the effect of inter-fund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, would be reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The School District does not presently have any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operations or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column named "Other Governmental Funds."

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Under the accrual basis, revenues are recorded when transactions occur and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

The District reports the following major governmental funds based on the required quantitative criteria:

The *General Fund* is the District's primary operating fund. Major revenue sources include the local government's contribution to education, the State of Alaska Public School Foundation Program and other state and federal revenues. Expenditures are authorized in the annual budget and are made for such activities as student instruction, support services, administration, operations and maintenance of plant, and student activities.

The *Pupil Transportation Special Revenue Fund* was reported as a major fund in the prior fiscal year. The fund no longer meets the requirements of a major fund and is reported as a nonmajor fund for the year ended June 30, 2025.

The *Impact Aid Construction Capital Project Fund* was reported as a major fund in the prior fiscal year. The fund no longer meets the requirements of a major fund and is reported as a nonmajor fund for the year ended June 30, 2025.

Additionally, the School District reports the following fund types:

The Special Revenue Funds account for revenue sources (other than major capital projects) that are legally restricted or committed to expenditures for specified purposes.

Capital Project Funds are used to account for the acquisition or construction of major capital facilities.

The District follows the Uniform Chart of Accounts for School Districts as required by the State of Alaska, Department of Education and Early Development. This manual sets guideline for financial reporting and requirements for basic accounting systems, which are uniform throughout Alaska. As a general rule the effect of inter-fund activity has been eliminated from the Government-wide Financial Statements.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

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

Summarized below are the major sources of revenue and the applicable revenue recognition policies:

Intergovernmental Revenue – State of Alaska Foundation, tuition, pupil transportation, and federal aid for the school lunch program are all recorded in the year to which they relate, including accrual at year end of final payments due within approximately two months after year end. Borough appropriations are recorded as local source revenue in accordance with the Uniform Chart of Accounts for School Districts.

State of Alaska and federal government cost reimbursable grants and contracts are recorded to the extent of allowable expenditures incurred in that period.

Federal Impact Aid funds are recorded in the year to which the entitlement is received.

The United States Department of Agriculture provides commodities and food supplies to the School District. These commodities are recorded as revenue and expenditures as utilized.

Local Revenue – Borough appropriations are recorded on the accrual basis in the amount approved by the Kodiak Island Borough Assembly. The School District records payments of certain expenditures by the Borough at the cost incurred by the Borough. Proceeds from the sale of lunches and other miscellaneous revenues are recognized in the year received.

Interest earnings associated with the current fiscal period are considered to be susceptible to accrual and have been recognized as revenue in the General Fund unless otherwise specified by the funding source in the current fiscal period. All other revenue items are considered to be measurable and available if received within 60 days of year end.

Estimates – The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the 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, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

Indirect Costs – The State of Alaska, Department of Education and Early Development annually establishes an approved indirect rate for each School District based on audited financial statements. The rate is based on expenditures recorded per requirements in the Uniform Chart of Accounts for School Districts and as such there is no indirect cost pool. Indirect costs and indirect cost recovery are recorded in the District Administration Support Services function.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position/Fund Balance

1. *Due from Kodiak Island Borough, Cash and Cash Equivalents and Investments*

All cash funds of the School District are maintained in the Borough Central Treasury to maximize investment income while minimizing risks of loss of capital and as such are recognized as a receivable from the Borough.

Cash and cash equivalents include cash on hand and demand deposits. As of June 30, 2025, the District did not have any cash balances. The School District requires all deposits to be insured or collateralized. The District holds no investments and as such has no investment policy. There are no statutory limitations on the type of investments allowed.

2. *Short-term Interfund Receivables and Payables*

In the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “due to/from other funds” on the balance sheet of the fund financial statements and are eliminated in the preparation of the government-wide financial statements.

Receivables are comprised of amounts due from the federal government, State of Alaska, and other local sources. No receivables are deemed uncollectible and no allowance for uncollectible accounts has been established, accordingly.

3. *Inventories and Prepaids*

The consumption method is used to account for the inventory of teaching and maintenance supplies, food inventories and fuel. These inventories are valued at the lower of cost or market, which approximates fair value, using the first-in first-out (FIFO) method. Reported inventories are equally offset by a portion of fund balance classified as nonspendable in the fund financial statements, which indicates that they do not constitute “available spendable resources” even though they are a component of net current assets.

Payments made to vendors for services that are applicable to future accounting periods are recorded as prepaids. The prepaids do not reflect current available resources and, thus, an equivalent portion of fund balance is classified as nonspendable in the Fund Financial Statements.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

4. Capital Assets

The Borough has title to and accounts for all land, school buildings, and improvements, which are provided to the School District without charge. Capital assets, which consist of equipment and vehicles, are reported in the Government-wide Financial Statements. Capital assets are defined by the School District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost when the original cost is not available. Donated capital assets are recorded at acquisition value at the date of donation.

Estimated useful life is management's estimate of how long the asset is expected to meet service demands. The School District uses the straight-line depreciation method over the following estimated useful lives:

Furniture and equipment, including computers	5-15 years
Vehicles	8-15 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

5. Life Insurance

The School District provides life insurance as a benefit to permanent employees working 15 or more hours per week. The face value of the insurance policy is \$85,000, and the employees are immediately 100% vested. The School District incurred expenditures of \$70,758 during the year ended June 30, 2025 for insurance premiums.

6. Deferred Inflows and Deferred Outflows of Resources

Deferred inflows of resources are the acquisition of fund balance / net position by the District that are applicable to a future reporting period. Deferred outflows of resources are the consumption of fund balance / net position by the District that are applicable to a future reporting period.

7. Unearned Revenues

Unearned revenues arise when resources are received before the School District has legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when there is a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

8. *Compensated Absences*

All permanent employees earn and accrue vacation leave and sick leave. A liability is recognized when it is attributable to services already rendered, it accumulates, and it is more likely than not that the government will compensate an employee (either as paid time off or cash payment). Unused leave is accrued utilizing current salary costs as earned by employees, and recorded as a liability in the Government-wide Statement of Net Position.

9. *Long-term Obligations*

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. In the Fund Financial Statements, the face amount of the debt issued is reported as other financing sources and an expenditure of the fund incurring the debt. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Debt incurred for construction of school facilities is the obligation of the Borough; therefore, it is not included in the School District's Government-wide Statement of Net Position.

10. *Fair Value of Financial Instruments*

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, (2) receivables, net, (3) certain other current assets, (4) accounts payable, and (5) other current liabilities. The carrying amounts reported in the Balance Sheet and Statement of Net Position for the above financial instruments closely approximate their fair values due to the short-term nature of these assets and liabilities.

11. *Pensions and Other Post Employment Benefit (OPEB)*

For purposes of measuring the net pension and other post-employment benefit (OPEB) assets and liabilities, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the Public Employees' Retirement System (PERS) and the Teachers' Retirement System (TRS) and additions to/from PERS and TRS's fiduciary net position have been determined on the same basis as they are reported by PERS and TRS. 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.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

12. Net Position

Government-wide net position is divided into three components:

- Net investment in capital assets – consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding 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 the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted – all other net position is reported in this category.

13. Fund Balance

In the Fund Financial Statements, fund balance includes five classifications as follows:

Nonspendable Fund Balance – amounts that are legally or contractually required to be maintained intact (such as the corpus of an endowment fund) or amounts that are not in a spendable form (such as inventory, prepaid, long-term receivables). Such constraint is binding until the legal or contractual requirement is repealed or the amounts become spendable.

Restricted Fund Balance – amounts constrained to specific purposes by their providers (such as grantors and higher levels of government), through constitutional provisions, or by enabling legislation. Such constraint is binding unless modified or rescinded by external body, laws, or regulation.

Committed Fund Balance – amounts that can be used only for the specific purposes determined by a formal action of the School District Board. Commitments may be changed or lifted by the Board taking the same formal action that imposed the constraint originally.

Assigned Fund Balance – amounts intended to be used by the School District for specific purposes: intent can be expressed by the Board or by the Superintendent or designee. Such constraint is binding unless modified or eliminated by the Board or Superintendent. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed.

Unassigned Fund Balance – the residual classification for the General Fund and includes amounts not contained in the other classifications and available for any purpose. Positive unassigned amounts will be reported only in the General Fund. If another governmental fund, other than the General Fund, has a fund balance deficit, then it will be reported as a negative amount in the unassigned classification in that fund.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

The order of spending, regarding the restricted and unrestricted fund balance when an expenditure is incurred for which both restricted and unrestricted fund balance is available should first reduce restricted fund balance and then unrestricted fund balance. The order of spending regarding unrestricted fund balance is that committed amounts should be reduced first, followed by the assigned amounts, and then the unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Compliance with the provisions of the Fund Balance Classification Policy is reviewed as part of the annual budget adoption process. The Superintendent reports to the Board as close to the end of the year as possible the anticipated year-end fund balance or deficit. The Board takes appropriate action to commit or assign, or otherwise allocate prior year fund balances as a part of the budget planning process.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund and Special Revenue Funds. Encumbrances outstanding at year end are reported in assigned fund balances since they do not constitute expenditures or liabilities.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budget Information

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental fund types except capital project funds, which adopt project-length budgets. All annual appropriations lapse at fiscal yearend. Unexpended balances of grants from the state and federal governments for the Special Revenue Funds lapse at June 30 with the exception of certain federal funding.

The following Special Revenue Fund had expenditures in excess of appropriations:

Cafeteria Special Revenue Fund	\$ 78,979
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Excess of expenditures over appropriations were funded through available revenues or fund balance.

Annual budgets of the various Special Revenue Funds are prepared in connection with the application for the special programs' funding and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to the actual combined revenues and transfers from other funds.

Project budgets are adopted for the various construction funds based on the lives of the construction projects. Expenditure authority is limited to the actual combined revenue and transfers from other funds.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

The following Special Revenue Fund had a deficit fund balance as of June 30, 2025:

Cafeteria Special Revenue Fund	\$ (58,528)
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The deficit balance is expected to be covered by future revenues in the fund or through available resources transferred from the General Fund.

III. DETAILED NOTES ON ALL FUNDS

A. Capital Assets

The Borough owns and is responsible for maintaining all land, school buildings and improvements that are provided to the School District without charge. Capital assets, as recorded in the School District's financial records, consist of equipment and vehicles.

The following is a summary of changes in capital assets for the year ended June 30, 2025:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, being depreciated:				
Vehicles	\$ 777,889	-	-	777,889
Equipment	2,204,963	12,399	(25,999)	2,191,363
Total capital assets being depreciated	2,982,852	12,399	(25,999)	2,969,252
Less accumulated depreciation for:				
Vehicles	671,123	14,446	-	685,569
Equipment	1,549,100	131,738	(25,999)	1,654,839
Net accumulated depreciation	2,220,223	146,184	(25,999)	2,340,408
 Total net governmental activities capital assets	 \$ 762,629	 (133,785)	 -	 628,844

Depreciation expense was charged to the functions of the District as follows:

Instruction	\$ 62,620
Special education instruction	533
Support services – students	522
Support services – instruction	6,192
Operations and maintenance of plant	70,121
Student activities	5,567
Food services	629
Total depreciation expense	\$ 146,184

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

B. Long-term Debt

The Borough issues general obligation bonds to provide funds for the acquisition and construction of major capital school facilities. The general obligation bonds are secured by the full faith, credit, and resources of the Borough. The School District is not responsible for payment of this debt. At June 30, 2025, the outstanding balance of general obligation bonds and other debt issued for school construction was \$37,195,000. During the fiscal year ended June 30, 2025, debt service expenditures (principal and interest) incurred by the Borough for school construction general obligation bonds were \$7,558,812.

A summary of general obligation school construction bonds at June 30, 2025, follows:

Interest		Issue Date	Final	Bonds			
Rate	Date		Maturity Date	Authorized	Issued	Retired	Outstanding
2.0-5.25%	4/1-10/1	9/16/2015	10/1/2035	6,210,000	6,210,000	2,070,000	4,140,000
2.0-5.0%	4/1-10/1	9/16/2015	10/1/2025	1,780,000	1,780,000	1,560,000	220,000
2.0-5.0%	2/1-8/1	9/4/2015	8/1/2035	1,870,000	1,870,000	640,000	1,230,000
5.0%	2/1-8/1	9/4/2015	8/1/2025	5,140,000	5,140,000	4,480,000	660,000
4.0-5.0%	6/1-12/1	11/3/2016	12/1/2027	4,905,000	4,905,000	3,175,000	1,730,000
2.7-3.05%	6/1-12/1	11/15/2018	12/1/2028	550,000	550,000	315,000	235,000
5.00%	6/1-12/1	7/7/2020	12/1/2030	345,000	345,000	115,000	230,000
5.00%	6/1-12/1	6/16/2021	12/1/2030	1,855,000	1,855,000	630,000	1,225,000
5.00%	6/1-12/1	6/16/2021	12/1/2030	4,070,000	4,070,000	1,400,000	2,670,000
.24-2.22%	6/1-12/1	6/16/2021	12/1/2032	14,535,000	14,535,000	3,200,000	11,335,000
.24-2.35%	6/1-12/1	6/16/2021	12/1/2033	14,520,000	14,520,000	1,000,000	13,520,000
				\$ 55,780,000	55,780,000	18,585,000	37,195,000

During the year ended June 30, 2025, the following changes occurred in long-term liabilities for governmental activities.

	Balance			Balance	Due Within
	July 1, 2024	Additions	Reductions	June 30, 2025	One Year
Governmental activities:					
Compensated absences	\$ 1,745,543	-	(135,147)	1,610,396	-
Employee paid insurance premium refund	42,581	42,654	(42,581)	42,654	42,654
Total governmental activities	\$ 1,788,124	42,654	(177,728)	1,653,050	42,654

C. Kodiak Island Borough – Annual Appropriation and Central Treasury

An annual appropriation is made by the Borough to the School District in order to provide the School District's General Fund with total resources in a fiscal year equal in amount to the budgeted expenditures, and transfers of the General Fund.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

In addition to the annual appropriation of \$11,453,867 for fiscal year 2025, the Borough provides the School District with general liability and property insurance, the annual independent audit, mental health services, grounds maintenance, building improvements, and data processing services without charge. The cost to the Borough for these services provided to the School District for the year ended June 30, 2025 was \$862,691. The School District accounts for these services as local in-kind service revenue and as general support services and operations and maintenance of plant costs.

All cash received for School District operations is initially received in the Borough's central treasury account and subsequently remitted to the School District on an imprest basis. Earnings on cash investments of the Borough's central treasury account are retained by the Borough. At June 30, 2025, the School District's equity in the Borough's central treasury account totaled \$15,002,000. Refer to the Annual Comprehensive Financial Report of the Borough for further information regarding deposits, investments, and related collateralization.

The School District bank balances are insured by federal depository insurance (FDIC) to a maximum of \$250,000, with following exceptions:

Any amount in excess of FDIC limits is collateralized with securities held by the Kodiak Island Borough's agent in the Borough's name.

Custodial Credit Risk – Custodial Credit Risk is the risk that in the event of a bank failure, the District's deposits will not be returned to the School District. The School District limits its custodial credit risk in its deposits by requiring all deposits to be fully insured or collateralized. At June 30, 2025, the District's deposits were fully insured and collateralized, which represents the lowest category of risk.

D. Accounts Receivable

Accounts receivable as of year-end for the General Fund and other governmental funds are as follows:

		General Fund	Other Governmental Funds	Total
Grants	\$	-	1,278,832	1,278,832
Other		100,778	-	100,778
Total	\$	<u>100,778</u>	<u>1,278,832</u>	<u>1,379,610</u>

Management has determined that all receivables are collectible; therefore, no allowance for doubtful accounts has been established.

E. Interfund Payables and Receivables

Interfund receivables and payables are shown as "due from other funds" and "due to other funds" in each of the individual funds.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

At June 30, 2025, the interfund status of payables and receivables (all current) of the various funds of the School District are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Other Governmental Funds	\$ 1,339,454
Other Governmental Funds	General Fund	2,593,537
		<u>\$ 3,932,991</u>

These balances resulted from the time lag between the dates that payments between funds are made. All balances are expected to be settled within the next fiscal year.

Transfers Out	Transfers In	Amount
General Fund	Other Governmental Funds	\$ 505,205

Transfers all used to (a) used unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or (b) use unrestricted revenues collected in the General Fund to meet local match requirements on State and Federal grants.

F. Commitments

The District's encumbrances are classified as assigned fund balance in the General Fund. The District had encumbrances of \$628,199 as of June 30, 2025.

IV. OTHER INFORMATION

A. Risk Management

The School District faces a considerable number of risks of loss, including: (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability; i.e., errors and omissions, (d) environmental damage, (e) workers' compensations; i.e., employee injuries, and (f) medical insurance costs for employees. Commercial policies, transferring the risk of loss, except for relatively small deductible amounts, are purchased for damage to and loss of property and contents, general liability, errors and omissions, and student accidents. Worker's compensation is also purchased as required by statute. The School District has no coverage for potential losses from environmental damages. Coverage limits and the deductibles on the commercial policies have stayed relatively constant for the last several years. No settlements in excess of insurance coverage have been realized over the past three years.

The School District has elected the reimbursable method of payment for Employment Security Compensation (ESC). Under this arrangement, the actual costs of ESC are reimbursed to the State of Alaska.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

The School District maintains an employee group health plan. The School District has retained a major portion of the risk for this plan and, accordingly, is liable for any employee health claims that are approved for payment. Stop-loss coverage limits were \$125,000 for individual claims and \$2,000,000 for aggregate claims. Medical, pharmaceutical, dental, and vision claims for the year were \$5,134,968.

Total health insurance expense for the year ending June 30, 2025 was \$5,854,269, and consisted of paid claims, stop-loss premium, and administrative fees.

Accruals were made based upon estimates of the health claims at year end including claims incurred but not reported (IBNR). Such accruals were accounted for in the General (School Operating) Fund and are included in "Accrued payroll liabilities." Total estimated liability at June 30, 2025 amounted to \$261,219. Changes in the claims liability amount for the previous two years were:

<u>Fiscal Year</u>		<u>Beginning IBNR</u>	<u>Ending IBNR</u>	<u>Change in IBNR</u>
2024	\$	490,161	379,231	(110,930)
2025	\$	379,231	261,219	(118,012)

B. Employee Retirement Systems and Plans

The District follows *Governmental Accounting Standards Board (GASB) Codification P20, Accounting for Pensions by State and Local Governmental Employees* and *GASB Codification P50, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions*. *GASB Codification P20* and *GASB Codification P50* establish uniform standards for the measurement, recognition, and display of pension and other post-employment benefits other than pensions (healthcare) expenditures/expense and related liabilities, assets, note disclosure and applicable required supplementary information in the financial reports of state and local governmental employers.

All full-time employees and certain permanent part-time employees of the District participate in either the State of Alaska Public Employees' Retirement System (PERS) or the State of Alaska Teacher's Retirement System (TRS). In addition to the pension plan, both systems also administer other post-employment benefit (OPEB) plans.

The system is governed by the Alaska Retirement Management Board (ARMB). The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee.

Summary of Significant Accounting Policies. The financial statements for PERS and TRS are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The District's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

PERS and TRS act as the common investment and administrative agencies for the following multiple-employer plans:

Plan Name	Type of Plan
Defined Benefit Pension Plan (DB)	Cost-sharing, Defined Benefit Pension
Defined Contribution Pension Plan (DC)	Defined Contribution Pension
Defined Benefit Other Postemployment Benefits (OPEB):	
Occupational Death and Disability Plan	Cost-sharing, Defined Benefit OPEB
Alaska Retiree Healthcare Trust Plan	Cost-sharing, Defined Benefit OPEB
Retiree Medical Plan	Cost-sharing, Defined Benefit OPEB
Defined Contribution Other Postemployment Benefits (DC):	
Healthcare Reimbursement Arrangement Plan	Defined Contribution OPEB

Plan Memberships

The table below includes the plan membership counts from the separately issued financial statements for the various plans:

	PERS	TRS
Retired plan members or beneficiaries currently receiving benefits	36,198	13,236
Inactive plan members entitled to but not yet receiving benefits	4,516	751
Inactive plan members not entitled to benefits	9,790	1,504
Active plan members	7,963	2,555
Total plan memberships	58,467	18,046

Other Postemployment Benefit Plans (OPEB)

Alaska Retiree Healthcare Trust Plan (ARHCT)

Beginning July 1, 2007, the Alaska Retiree Healthcare Trust Plan (ARHCT), a Healthcare Trust Fund of the State, was established. The ARHCT is self-funded and provides major medical coverage to retirees of the System. The System retains the risk of loss of allowable claims for eligible members. The ARHCT began paying member healthcare claims on March 1, 2008. Prior to that, healthcare claims were paid for by the Retiree Health Fund (RHF). For the year ended June 30, 2025, employer contributions were 0.00% for PERS and 0.00% for TRS.

Occupational Death and Disability Plan (ODD)

The Occupational Death and Disability Plan provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within the System. For the year ended June 30, 2025, the employer contribution rates were 0.24% for PERS and 0.08% for TRS.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

Retiree Medical Plan (RMP)

The retiree medical plan provides major medical coverage to retirees of the DC plan. The plan is self-insured. Members are not eligible to use this plan until they have at least 10 years of service and are Medicare age eligible. For the year ended, June 30, 2025, employer contributions were 0.83% for PERS and 0.68% for TRS.

Health Reimbursement Arrangement Plan (HRA)

The Health Reimbursement Arrangement Plan was established to allow medical expenses to be reimbursed from individual savings accounts established for eligible participants. Employer contributions are 3.00% of the average annual compensation of all employees in the PERS and TRS plans.

Investments

The Board is the investment oversight authority of the system's investments. As the fiduciary, the Board has the statutory authority to invest the assets under the Prudent Investor Rule. Fiduciary responsibility for the Board's invested assets is pursuant to AS 37.10.210.390.

State of Alaska Department of Treasury provides staff for the Board. Treasury has created a pooled environment by which it manages investments of the Board. Additionally, Treasury manages a mix of Pooled Investment Funds and Collective Investment Funds for the DC Participant-directed Pension plans under the Board's fiduciary responsibility.

Rate of Return

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return, net of investment expense, for the year ended June 30, 2024 for PERS and TRS for the DB Pension Plan were 8.75% and 8.74%, the ARHCT Plan were 8.89% and 8.90%, the ODD Plan were 9.01% and 8.84%, and the RMP were 9.02% and 8.90%, respectively.

For additional information on securities lending, interest rates, credit risks, foreign exchange, derivatives, fair value, and counterparty credit risks, see the separately issued report on the Invested Assets of the State of Alaska Retirement and Benefits Plans at:

<http://treasury.dor.alaska.gov/armb/Reports-and-Policies/Annual-Audited-Financial-Schedules.aspx>.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

The long-term expected rate of return on pension and OPEB plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class are summarized below for the PERS and TRS plans (rates shown below exclude an annual inflation component of 2.39%):

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Broad Domestic Equity	5.48%
Global Equity (ex-U.S.)	7.14%
Global Equity	5.79%
Aggregate Bonds	2.10%
Real Assets	4.63%
Private Equity	8.84%
Cash Equivalents	0.77%

Discount Rate: The discount rate used to measure the total pension and OPEB liabilities and assets is 7.25%. The projection of the cash flows used to determine the discount rate assumes that Employer and State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the net pension and OPEB plans fiduciary net pension and OPEB liabilities and assets were 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 and OPEB plan investments were applied to all periods of projected benefit payments to determine the total pension and OPEB liabilities and assets. In the event benefit payments are not covered by the plan's fiduciary net position, a municipal bond rate would be used to discount the benefits not covered by the plan's fiduciary net position. The S&P Municipal Bond 20-Year High Grade Index rate was 4.21% as of June 30, 2024.

Employer and Other Contribution Rates. There are several contribution rates associated with the pension and healthcare contributions and related liabilities. These amounts are calculated on an annual basis.

Employer Effective Rate: This is the actual employer pay-in rate. Under current legislation, these rates are statutorily capped at 22.00% for PERS and 12.56% for TRS of eligible wages, subject to the salary floor, and other termination costs as described below. This rate is calculated on all PERS or TRS participating wages, including those wages attributable to employees in the defined benefit plan.

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Notes to Basic Financial Statements, Continued

ARM Board Adopted Rate: This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Starting on June 30, 2014, the State of Alaska requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term. Effective June 30, 2018, each future year's unfunded service liability is separately amortized on a level percent of pay basis over 25 years.

On-behalf Contribution Rate: This is the rate paid in by the State as an on-behalf payment as mandated under current statute. Under state law, subject to annual appropriation, the state will contribute an on-behalf payment into the plan in an amount equal to the difference between the ARM Board Rate and the Employer Effective Rate. On-behalf contribution amounts have been recognized in these financial statements as both revenue and expenditures.

GASB Rate: This is the rate used to determine the long-term pension and healthcare liability for plan accounting purposes. Certain actuarial methods and assumptions for this rate calculation are mandated by the *Governmental Accounting Standards Board* (GASB). Medicare Part D subsidies are not reflected in this rate. The rate uses a 7.25% discount rate.

Employer Contribution rates for the fiscal year 2025 are as follows:

	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate
PERS:			
Pension	22.00%	26.76%	4.76%
OPEB	0.00%	0.00%	0.00%
Total PERS contribution rates	<u>22.00%</u>	<u>26.76%</u>	<u>4.76%</u>
TRS:			
Pension	12.56%	28.59%	16.03%
OPEB	0.00%	0.00%	0.00%
Total TRS contribution rates	<u>12.56%</u>	<u>28.59%</u>	<u>16.03%</u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

Termination Costs: If the District decides to terminate coverage for a department, group, or other classification of members, even if that termination results from the decision to divest of a particular District function, all affected employees in that department, group, or other classification of members become immediately vested in the plan. The District must pay to have a termination study completed. The purpose of the study is to calculate the District's one-time termination costs. The costs represent the amount necessary to fully fund the costs of plan members who become vested through this process and for other changes in actuarial assumptions, such as, earlier than expected retirement, that arise from the act of termination of coverage. The District must pay a lump sum within 60 days of termination or arrange a payment plan that is acceptable to the PERS and TRS Administrator. For the fiscal year 2025, the past service rate for PERS and TRS is 17.88%.

Actuarial Assumptions: The total pension and OPEB liabilities on June 30, 2024 (latest available) were determined by an actuarial valuation as of June 30, 2023 which was rolled forward to the measurement date June 30, 2024. These actuarial assumptions were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021.

Inflation	2.50% per year.
Salary Increases	Increases range from 2.85% to 8.50% based on service.
Investment return / discount rate	7.25%, net of expenses based on average inflation of 2.50% and a real return of 4.75%.
Mortality	Based upon 2017-2021 actual experience study and applicable tables contained in Pub-2010, projected with MP-2021 generational improvement.
Healthcare cost trend rates	Pre-65 medical: 6.4% grading down to 4.5% Post-65 medical: 5.4% grading down to 4.5% Rx/EGWP: 6.9% grading down to 4.5%. Initial trend rates are for FY2025. Ultimate trend rates reached in FY2050.

The actuarial assumptions used in the June 30, 2023 actuarial valuation were based on the results of an actuarial experience study for the period from July 1, 2017 to June 30, 2021. The new demographic and economic assumptions were adopted by the Board at the June 2022 meeting to better reflect expected future experience and were effective for the June 30, 2022 actuarial valuation. For the ARHCT and RM plan, the per capita claims costs were updated to reflect recent experience for the June 30, 2023 actuarial valuation.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

The changes of assumptions from the latest experience study significantly reduced deferred inflows of resources attributable to the District, as well as a net OPEB benefit recognized by the District for the State's proportionate share of OPEB plan expense attributable to the District. In some instances, the reduction of revenues and expenses reported for the State's proportionate share of OPEB plan expense attributable to the District creates a net negative Pension/OPEB expense (net pension/OPEB benefit) which results in negative operating grants and contributions for certain functions reported on the Statement of Activities.

Alaska Public Employees' Retirement System (PERS) – Defined Benefit Plan (DB)

Plan Description. The District participates in the Alaska Public Employees' Retirement System (PERS), a cost sharing multiple employer defined benefit pension plan. PERS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The Plan was established and is administered by the State of Alaska, Department of Administration. The Public Employee's Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PERS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at: <http://doa.alaska.gov/drb/pers>.

Pension Benefits. All tier employee benefits vest with five years of credited service. There are three tiers of employees based on entry date. Tier I employees enrolled prior to July 1, 1986, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. For Tier II and III employees enrolled after June 30, 1986, but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. All tier employees with 30 or more years of credited service may retire at any age and receive a normal benefit.

The PERS defined benefit plan is closed to new hires enrolled on or after July 1, 2006. New hires after this date participate in the PERS defined contribution plan (DC) described later in these notes.

Currently there are 150 employers participating in PERS defined benefit plan and 151 participating in PERS defined contribution and OPEB plans.

Retirement benefits are calculated by multiplying the average monthly compensation (AMC) times credited PERS service times the percentage multiplier. The AMC is determined by averaging the salaries earned during the five highest (three highest for peace officers/firefighters members or members hired prior to July 1, 1996) consecutive payroll years. Members must earn at least 115 days of credit in the last year worked to include it in the AMC calculation. The PERS pays a minimum benefit of \$25 per month for each year of service when the calculated benefit is less.

The percentage multipliers for peace officers/firefighters are 2% for the first ten years of service and 2.5% for all service over 10 years. The percentage multipliers for all other participants are 2% for the first ten years, 2.25% for the next ten years, and 2.5% for all remaining service earned on or after July 1, 1986. All service before that date is calculated at 2%.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

Post-employment healthcare benefits are provided without cost to all members first enrolled before July 1, 1986. Members first enrolled after June 30, 1986, but before July 1, 2006, and who have not reached age 60 may elect to pay for major medical benefits.

Post Retirement Pension Adjustments. The plan has two types of postretirement pension adjustments (PRPA). The automatic PRPA is issued annually to all eligible benefit recipients, when the cost of living increases in the previous calendar year. The discretionary PRPA may be granted to eligible recipients by the DB Plan's administrator if the funding ratio of the DB Plan meets or exceeds 105%. If both an automatic and discretionary PRPA are granted, the retiree is eligible for both adjustments, the one that provides the retiree with the greatest benefit will be paid.

Funding Policy. In April 2008 the Alaska Legislature passed legislation which statutorily capped the employer contribution, established a state funded "on-behalf" contribution, and required that employer contributions be calculated against all PERS eligible wages, including wages paid to participants of the PERS Tier IV defined contribution plan (DC) described later in these footnotes. The state legislature capped the rate at 22%, with the State contributing an on-behalf payment for the difference between the actuarial contribution and the cap.

Salary Floor. During the 25th legislation session, Senate Bill 125 passed, which established a June 30, 2008 salary floor under AS 39.35.255(a)(2). The salary floor is the total base salaries paid by an employer to active employees of the system as of the fiscal year ending June 30, 2008. The statute requires the Division of Retirement and Benefits (Division) to collect employer contributions at a minimum based on FY 2008 base salaries.

Employee Contribution Rate. PERS active members are required to contribute 6.75%, 7.50% for peace officers and firefighters, and 9.60% for certain school district employees.

Employer contributions for the year ended June 30, 2025, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
\$	<u>1,153,363</u>	<u>80,337</u>	<u>1,233,700</u>

Public Employees' Retirement Plans

For the year ended June 30, 2025 the State of Alaska contributed \$385,983 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date June 30, 2024 to a total of \$857,768 to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

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Notes to Basic Financial Statements, Continued

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2025, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that were associated with the District were as follows:

Defined Benefit:	<u>Pension</u>
District's proportionate share of the net pension liability	\$ 12,994,116
State's proportionate share of the net pension liability	<u>4,861,206</u>
Total	<u>\$ 17,855,322</u>
	<u>OPEB</u>
District's proportionate share of the ARHCT OPEB liability (asset)	\$ (5,228,693)
State's proportionate share of the ARHCT OPEB liability (asset)	<u>(1,941,923)</u>
Total	<u>\$ (7,170,616)</u>
District's proportionate share of the ODD OPEB liability (asset)	<u>\$ (185,289)</u>
District's proportionate share of the RMP OPEB liability (asset)	<u>\$ (173,670)</u>
Total District's share of net pension and OPEB liabilities and assets	<u>\$ 7,406,464</u>

The net pension and OPEB liabilities and assets were determined by an actuarial valuation as of June 30, 2023, rolled forward to the measurement date of June 30, 2024 and adjusted to reflect updated assumptions. The District's proportion of the net pension and OPEB liabilities and assets were based on the present value of contributions for the fiscal years ending FY2026 to FY2039, as determined by projections based on the June 30, 2023 valuation.

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	<u>June 30, 2024</u>	<u>June 30, 2023</u>	<u>Change</u>
	Measurement	Measurement	
Pension	0.23692%	0.24938%	(0.01246%)
OPEB:			
ARHCT	0.23744%	0.24890%	(0.01146%)
ODD	0.31037%	0.31417%	(0.00380%)
RMP	0.37256%	0.37630%	(0.00374%)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

Based on the measurement date of June 30, 2024, the District recognized pension and OPEB expense of \$2,238,035 and \$518,657, respectively, for the year ended June 30, 2025. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Defined Benefit:		
Differences between expected and actual experience	\$ -	-
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	125,088	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	-
District contributions subsequent to the measurement date	1,153,363	-
Total	\$ 1,278,451	-
	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,833	-
Changes of assumptions	140,382	-
Net difference between projected and actual earnings on OPEB plan investments	79,623	-
Changes in proportion and differences between District contributions and proportionate share of contributions	45,272	-
District contributions subsequent to the measurement date	240	-
Total	\$ 268,350	-

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Notes to Basic Financial Statements, Continued

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(43,405)
Changes of assumptions	-	(459)
Net difference between projected and actual earnings on OPEB plan investments	592	-
Changes in proportion and differences between District contributions and proportionate share of contributions	12,757	(3,308)
District contributions subsequent to the measurement date	17,965	-
Total	<u>\$ 31,314</u>	<u>(47,172)</u>

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,371	(19,301)
Changes of assumptions	58,768	(116,748)
Net difference between projected and actual earnings on OPEB plan investments	2,451	-
Changes in proportion and differences between District contributions and proportionate share of contributions	3,121	(3,171)
District contributions subsequent to the measurement date	62,132	-
Total	<u>\$ 130,843</u>	<u>(139,220)</u>

\$1,153,363 and \$80,337 are reported as deferred outflows of resources related to pension and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension and OPEB liabilities and as an increase to the net pension and OPEB assets in the year ended June 30, 2026, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be recognized in pension and OPEB expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2025	\$ (348,266)	(105,435)	(10,339)	(24,556)
2026	648,356	527,375	(3,758)	358
2027	(95,705)	(84,527)	(7,916)	(25,158)
2028	(79,297)	(69,303)	(6,380)	(17,806)
2029	-	-	(3,525)	(9,795)
Thereafter	-	-	(1,905)	6,448
Total	<u>\$ 125,088</u>	<u>268,110</u>	<u>(33,823)</u>	<u>(70,509)</u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

For the year ended June 30, 2025, the District recognized (\$632,081) and \$220,678 of pension and OPEB amortization of the net deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities and assets of the plan calculated using the discount rate of 7.25%, as well as what the Plans' net pension and OPEB liabilities and assets would be if they were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 17,309,385	12,994,116	9,342,363
Net OPEB ARHCT (asset)	\$ (3,310,728)	(5,228,693)	(6,842,702)
Net OPEB ODD (asset)	\$ (174,039)	(185,289)	(194,107)
Net OPEB RMP liability (asset)	\$ 30,084	(173,670)	(329,405)

Sensitivity of the District's Proportionate Share of the Net OPEB Liability and Assets to Changes in the Healthcare Cost Trend Rates. The following present the District's proportionate share of the net OPEB liability (asset), as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT (asset)	\$ (7,026,966)	(5,228,693)	(3,092,467)
Net OPEB RMP liability (asset)	\$ (349,959)	(173,670)	62,874

Alaska Public Employees' Retirement System (PERS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. Districts and Public Employers in the State of Alaska have a defined contribution retirement plan (PERS Tier IV) for new hires first enrolled on or after July 1, 2006. This Plan is administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plan noted above. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8.00% of gross eligible compensation. This amount goes directly to the individual's account. State statutes require the employer to contribute 5.00% of employees' eligible compensation. Additionally, employers are required to contribute to OPEB (DB): 0.83% for the retiree medical plan (DB), 0.24% for occupational and death and disability benefits (DB) and 3.00% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The effective employer contribution is capped at 22.00% with anything in excess of the previously listed rates being contributed to the Defined Benefit Unfunded Liability (DBUL).

Plan members are 100% vested with their contributions.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

Members become vested in employers' contributions as follows:

- 2 years of service – 25%
- 3 years of service – 50%
- 4 years of service – 75%
- 5 years of service – 100%

The District contributed \$744,404 for the year ended June 30, 2025, which included forfeitures of \$53,567 which have been applied as employer contributions.

Alaska Teachers' Retirement System (TRS) – Defined Benefit Plan (DB)

Plan Description. The District participates in the Alaska Teachers' Retirement System (TRS), a cost sharing multiple-employer defined benefit plan. Currently, there are 57 employers participating in TRS, including 53 school districts. TRS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The system is governed by the Alaska Retirement Management Board (ARMB). The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Teachers' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for TRS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at <http://doa.alaska.gov/drb/trs>.

Pension Benefits. Employees hired prior to July 1, 1990, are entitled to annual pension benefits beginning at normal retirement age 55, or early retirement age 50. For employees hired after June 30, 1990 but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. Employees may also retire at any age and receive a normal benefit when they accumulate the required credited service. The benefit related to all years of credited service prior to July 1, 1990 and for years of service through a total of 20 years is equal to 2% of their highest three-year average annual compensation for each year of service. The benefit for each year over 20 years of service subsequent to June 30, 1990, is equal to 2.5% of their highest three-year average annual compensation for each year of service. Employees may elect to receive their pension benefits in the form of a joint or survivor annuity. Effective January 1, 1987, a married member who retires must receive his or her benefit in the form of a joint and survivor annuity unless the member's spouse consents to another form of benefit.

Minimum benefits for employees eligible for retirement are \$25 per month for each year of credited service.

Post Retirement Pension Adjustments. Effective in fiscal year 1991, automatic post retirement pension adjustment (PRPA) was granted to all current and future retirees. The PRPA amount may not exceed the lesser of (a) the actual cost of living increase (percentage) from the date of retirement until the effective date of the PRPA; or (b) 4.00% of the base benefits for each full year that the member has been retired and a prorated percentage for each partial year. However, the PRPA percentage is offset by the percentage of all prior PRPAs that have been granted. TRS members receiving a retirement, disability or survivor benefit, who remain in Alaska, are eligible for an additional allowance equal to 10.00% of the base benefit.

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Notes to Basic Financial Statements, Continued

Employee Contribution Rate. The District's active TRS members are required to contribute 8.65% of their annual covered salary.

Employer contributions for the year ended June 30, 2025, were:

Pensions (DB)	Other Post-Employment Benefits (DB)	Total
\$ 799,608	96,211	895,819

Teachers' Retirement Plans

For the year ended June 30, 2025 the State of Alaska contributed \$2,423,985 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date June 30, 2024 to a total of \$4,035,770 to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2025, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that were associated with the District were as follows:

Defined Benefit:	Pension
District's proportionate share of the net pension liability	\$ 14,529,549
State's proportionate share of the net pension liability	24,979,560
Total	\$ 39,509,109
	OPEB
District's proportionate share of the ARHCT OPEB liability (asset)	\$ (8,130,824)
State's proportionate share of the ARHCT OPEB liability (asset)	(13,179,536)
Total	\$ (21,310,360)
District's proportionate share of the ODD OPEB liability (asset)	\$ (190,761)
District's proportionate share of the RMP OPEB liability (asset)	\$ (537,966)
Total District's share of net pension and OPEB liabilities and assets	\$ 5,669,998

The net pension and OPEB liabilities and assets were determined by an actuarial valuation as of June 30, 2023, rolled forward to the measurement date of June 30, 2024 and adjusted to reflect updated assumptions. The District's proportion of the net pension and OPEB liabilities and assets were based on the present value of contributions for the fiscal years ending FY2026 to FY2039, as determined by projections based on the June 30, 2023 valuation.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
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Notes to Basic Financial Statements, Continued

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2024 Measurement	June 30, 2023 Measurement	Change
Pension	0.78544%	0.72533%	0.06011%
OPEB:			
ARHCT	0.81497%	0.74571%	0.06926%
ODD	2.39409%	2.52166%	(0.12757%)
RMP	2.39245%	2.52352%	(0.13107%)

Based on the measurement date of June 30, 2024, the District recognized pension and OPEB expense of \$6,721,234 and (\$22,712), respectively, for the year ended June 30, 2025. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Defined Benefit:		
Differences between expected and actual experience	\$ -	-
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	242,248	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	-
District contributions subsequent to the measurement date	799,608	-
Total	\$ 1,041,856	-
	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(1,993)
Changes of assumptions	96,008	-
Net difference between projected and actual earnings on OPEB plan investments	103,015	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(65,784)
District contributions subsequent to the measurement date	-	-
Total	\$ 199,023	(67,777)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(30,144)
Changes of assumptions	-	(272)
Net difference between projected and actual earnings on OPEB plan investments	809	-
Changes in proportion and differences between District contributions and proportionate share of contributions	13,099	(14,363)
District contributions subsequent to the measurement date	10,126	-
Total	<u>\$ 24,034</u>	<u>(44,779)</u>

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 75,101	(36,639)
Changes of assumptions	100,369	(208,752)
Net difference between projected and actual earnings on OPEB plan investments	7,656	-
Changes in proportion and differences between District contributions and proportionate share of contributions	25,776	(30,613)
District contributions subsequent to the measurement date	86,085	-
Total	<u>\$ 294,987</u>	<u>(276,004)</u>

\$799,608 and \$96,211 are reported as deferred outflows of resources related to pension and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension and OPEB liabilities and as an increase to the net pension and OPEB assets in the year ended June 30, 2026, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be recognized in pension and OPEB expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2025	\$ (667,935)	(350,814)	(7,177)	(36,238)
2026	1,217,682	688,401	(1,895)	17,019
2027	(166,231)	(113,369)	(6,092)	(27,862)
2028	(141,268)	(92,972)	(5,721)	(26,338)
2029	-	-	(5,357)	(6,864)
Thereafter	-	-	(4,629)	13,181
Total	<u>\$ 242,248</u>	<u>131,246</u>	<u>(30,871)</u>	<u>(67,102)</u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

For the year ended June 30, 2025, the District recognized \$759,115 and (\$458,269) of pension and OPEB amortization of the net deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities and assets of the plan calculated using the discount rate of 7.25%, as well as what the Plans' net pension and OPEB liabilities and assets would be if they were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ 21,078,478	14,529,549	8,985,831
Net OPEB ARHCT (asset)	\$ (5,603,764)	(8,130,824)	(10,245,541)
Net OPEB ODD (asset)	\$ (191,383)	(190,761)	(190,378)
Net OPEB RMP (asset)	\$ (141,992)	(537,966)	(836,974)

Sensitivity of the District's Proportionate Share of the Net OPEB Liability and Assets to Changes in the Healthcare Cost Trend Rates. The following present the District's proportionate share of the net OPEB liability (asset), as well as what the District's proportionate share of the net OPEB liability (asset) would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT (asset)	\$ (10,476,423)	(8,130,824)	(5,328,458)
Net OPEB RMP (asset)	\$ (873,100)	(537,966)	(84,238)

Alaska Teachers' Retirement System (TRS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. Districts and Public Employers in the State of Alaska have a defined contribution retirement plan for new hires first enrolled on or after July 1, 2006. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8.00% of their base salaries. State statutes require the employer to contribute 7.00% of employees' eligible compensation. Additionally, employers are required to contribute to other post-employment benefits (DB): 0.68% for the retiree medical plan, 0.08% for occupational death and disability, and 3.00% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The employer effective contribution rate is 12.56%. Additionally, there is a defined benefit unfunded liability (DBUL) amount levied against the DC plan and allocated to the DB Plan's pension and OPEB contribution.

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

- 2 years of service – 25%
- 3 years of service – 50%
- 4 years of service – 75%
- 5 years of service – 100%

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

The District contributed \$1,218,323 for the year ended June 30, 2025, which included forfeitures of \$137,446 which have been applied as employer contributions.

C. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the General Fund. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

D. Implementation of New Accounting Standard GASB Statement No. 101

During the fiscal year, the District implemented GASB Statement No. 101, *Compensated Absences*. This Statement modifies the recognition and measurement of the compensated absences liability. Prior to the implementation of GASB Statement No. 101, the District did not include certain balances related to sick leave. Under GASB Statement No. 101, all earned, accumulating leave that is more likely than not to be paid or settled, is included in the measurement of compensated absences. The District restated its long-term liabilities to recognize that portion of leave in the compensated absences balance as of June 30, 2024. This resulted in a restatement of previously reported net position, as follows:

		Governmental Activities
		<hr/>
Net position, beginning of year, as previously stated		
June 30, 2024	\$	6,484,340
Change in accounting principle:		
Compensated absences		(1,093,907)
Net position, beginning of year, as restated	\$	<hr/> <hr/> 5,390,433

E. Subsequent Accounting Pronouncements

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates covering several topics as follows:

- GASB 103 *Financial Reporting Model Improvements*: Effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.
- GASB 104 *Disclosure of Certain Capital Assets*: Effective for fiscal years beginning after June 15, 2025, and all reporting periods thereafter.

GASB Statement No. 103 will improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The changes primarily include updates to three key areas: management's discussion and analysis, presentation of proprietary fund financial statements, and budgetary comparison information. This Statement also addresses certain application issues.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Basic Financial Statements, Continued

GASB Statement No. 104 establishes requirements for certain types of capital assets to be disclosed separately in the capital assets note disclosures. The Statement also establishes requirements for capital assets held for sale and requires additional disclosures for those capital assets. Under the guidance, a capital asset is a capital asset held for sale if: (a) the government has decided to pursue the sale of the asset, and (b) it is probable the sale will be finalized within a year of the financial statement date. A government should disclose the historical cost and accumulated depreciation of capital assets held for sale, by major class of asset.

REQUIRED SUPPLEMENTARY INFORMATION

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes in Fund Balance - Original and Final Budget and Actual -
General Fund

Year Ended June 30, 2025

	Budgeted Amounts		Actual Amounts	Variance with Final Budget – Positive (Negative)
	Original	Final		
Revenues:				
Local sources:				
Kodiak Island Borough:				
Appropriations	\$ 11,666,558	11,666,558	11,453,867	(212,691)
In-kind services	650,000	650,000	862,691	212,691
E-rate reimbursements	2,000,000	2,000,000	1,862,543	(137,457)
Charges for services - rentals	26,000	26,000	52,873	26,873
Other	35,000	35,000	39,013	4,013
Intergovernmental:				
State of Alaska	31,594,589	32,638,706	32,589,464	(49,242)
Federal sources	2,689,759	2,689,759	2,544,403	(145,356)
Total revenues	<u>48,661,906</u>	<u>49,706,023</u>	<u>49,404,854</u>	<u>(301,169)</u>
Expenditures:				
Current:				
Instruction	16,931,919	17,083,057	18,436,928	(1,353,871)
Special education instruction	6,678,177	6,980,225	7,568,588	(588,363)
Special education support services - students	5,497,037	5,394,311	2,601,302	2,793,009
Support services - students	2,199,352	2,207,768	2,400,244	(192,476)
Support services - instruction	4,351,581	4,463,988	4,663,004	(199,016)
School administration	1,507,362	1,509,884	1,771,707	(261,823)
School administration support services	1,064,585	1,068,168	1,003,003	65,165
District administration	1,610,058	1,746,996	1,639,525	107,471
District administration support services	2,502,496	2,503,657	2,087,297	416,360
Operations and maintenance of plant	6,622,346	7,012,347	6,734,288	278,059
Student activities	918,955	933,136	917,231	15,905
Food services	27,919	27,919	35,487	(7,568)
Total expenditures	<u>49,911,787</u>	<u>50,931,456</u>	<u>49,858,604</u>	<u>1,072,852</u>
Excess (deficiency) of revenues over expenditures	(1,249,881)	(1,225,433)	(453,750)	771,683
Other financing sources (uses) -				
Transfer out	<u>-</u>	<u>(476,826)</u>	<u>(505,205)</u>	<u>(28,379)</u>
Net change in fund balance	\$ <u>(1,249,881)</u>	<u>(1,702,259)</u>	(958,955)	<u>743,304</u>
Fund balance, beginning of year			<u>11,750,902</u>	
Fund balance, end of year			\$ <u><u>10,791,947</u></u>	

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Proportionate Share of the Net Pension Liability

Public Employees' Retirement System (PERS)

June 30, 2025

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.2817%	\$ 13,662,854	\$ 3,658,808	\$ 17,321,662	\$ 7,918,552	172.54%	63.96%
2017	0.2769%	\$ 15,478,644	\$ 1,951,139	\$ 17,429,783	\$ 9,523,650	162.53%	59.55%
2018	0.2513%	\$ 12,989,867	\$ 4,838,219	\$ 17,828,086	\$ 9,889,975	131.34%	63.37%
2019	0.2706%	\$ 13,445,876	\$ 3,891,538	\$ 17,337,414	\$ 8,970,723	149.89%	65.19%
2020	0.2239%	\$ 12,255,790	\$ 4,868,084	\$ 17,123,874	\$ 7,284,286	168.25%	63.42%
2021	0.2163%	\$ 12,768,882	\$ 5,280,906	\$ 18,049,788	\$ 7,818,482	163.32%	61.61%
2022	0.2930%	\$ 10,747,864	\$ 1,455,327	\$ 12,203,191	\$ 7,694,214	139.69%	76.46%
2023	0.2484%	\$ 12,658,222	\$ 3,503,210	\$ 16,161,432	\$ 8,325,505	152.04%	67.97%
2024	0.2494%	\$ 12,931,065	\$ 4,309,256	\$ 17,240,321	\$ 8,213,077	157.44%	68.23%
2025	0.2369%	\$ 12,994,116	\$ 4,861,206	\$ 17,855,322	\$ 8,925,468	145.58%	67.81%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Proportionate Share of the Net OPEB Liability (Asset)

Public Employees' Retirement System (PERS)

June 30, 2025

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.2513%	\$ 2,122,478	\$ 791,884	\$ 2,914,362	\$ 9,889,975	21.46%	89.68%
2019	0.2705%	\$ 2,775,856	\$ 805,530	\$ 3,581,386	\$ 8,970,723	30.94%	88.12%
2020	0.2239%	\$ 332,174	\$ 132,081	\$ 464,255	\$ 7,284,286	4.56%	98.13%
2021	0.2163%	\$ (979,422)	\$ (406,235)	\$ (1,385,657)	\$ 7,818,482	-12.53%	106.15%
2022	0.2942%	\$ (7,547,862)	\$ (987,374)	\$ (8,535,236)	\$ 7,694,214	-98.10%	135.54%
2023	0.2466%	\$ (4,851,732)	\$ (1,386,639)	\$ (6,238,371)	\$ 8,325,505	-58.28%	128.51%
2024	0.2489%	\$ (5,727,446)	\$ (1,925,275)	\$ (7,652,721)	\$ 8,213,077	-69.74%	133.96%
2025	0.2374%	\$ (5,228,693)	\$ (1,941,923)	\$ (7,170,616)	\$ 8,925,468	-58.58%	130.59%
Occupational Death and Disability (ODD):							
2018	0.4633%	\$ (65,741)	\$ -	\$ (65,741)	\$ 9,889,975	-0.66%	212.97%
2019	0.4020%	\$ (78,079)	\$ -	\$ (78,079)	\$ 8,970,723	-0.87%	270.62%
2020	0.3160%	\$ (76,609)	\$ -	\$ (76,609)	\$ 7,284,286	-1.05%	297.43%
2021	0.3350%	\$ (91,327)	\$ -	\$ (91,327)	\$ 7,818,482	-1.17%	283.80%
2022	0.3320%	\$ (146,330)	\$ -	\$ (146,330)	\$ 7,694,214	-1.90%	374.22%
2023	0.3436%	\$ (150,621)	\$ -	\$ (150,621)	\$ 8,325,505	-1.81%	348.80%
2024	0.3142%	\$ (161,184)	\$ -	\$ (161,184)	\$ 8,213,077	-1.96%	349.24%
2025	0.3104%	\$ (185,289)	\$ -	\$ (185,289)	\$ 8,925,468	-2.08%	346.81%
Retiree Medical Plan (RMP):							
2018	0.4633%	\$ 24,162	\$ -	\$ 24,162	\$ 2,269,473	1.06%	93.98%
2019	0.4020%	\$ 51,156	\$ -	\$ 51,156	\$ 2,172,405	2.35%	88.71%
2020	0.3971%	\$ 94,990	\$ -	\$ 94,990	\$ 2,254,759	4.21%	83.17%
2021	0.4181%	\$ 29,659	\$ -	\$ 29,659	\$ 2,655,100	1.12%	92.23%
2022	0.3909%	\$ (104,932)	\$ -	\$ (104,932)	\$ 2,686,536	-3.91%	115.10%
2023	0.4044%	\$ (140,438)	\$ -	\$ (140,438)	\$ 2,982,791	-4.71%	120.08%
2024	0.3763%	\$ (178,685)	\$ -	\$ (178,685)	\$ 3,102,864	-5.76%	124.29%
2025	0.3726%	\$ (173,670)	\$ -	\$ (173,670)	\$ 3,190,900	-5.44%	119.87%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Contributions (Pensions)

Public Employees' Retirement System (PERS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 679,881	\$ (679,881)	\$ -	\$ 9,523,650	7.14%
2017	\$ 756,346	\$ (756,346)	\$ -	\$ 9,889,975	7.65%
2018	\$ 835,963	\$ (835,963)	\$ -	\$ 8,970,723	9.32%
2019	\$ 766,823	\$ (770,029)	\$ (3,206)	\$ 7,284,286	10.53%
2020	\$ 749,451	\$ (747,303)	\$ 2,148	\$ 7,818,482	9.59%
2021	\$ 871,217	\$ (861,301)	\$ 9,916	\$ 7,694,214	11.32%
2022	\$ 956,756	\$ (965,615)	\$ (8,859)	\$ 8,325,505	11.49%
2023	\$ 1,063,554	\$ (1,060,218)	\$ 3,336	\$ 8,213,077	12.95%
2024	\$ 1,168,609	\$ (1,168,609)	\$ -	\$ 8,925,468	13.09%
2025	\$ 1,153,363	\$ (1,153,363)	\$ -	\$ 8,991,382	12.83%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Contributions (OPEB)

Public Employees' Retirement System (PERS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	\$ 238,411	\$ (238,411)	\$ -	\$ 8,970,723	2.66%
2019	\$ 276,971	\$ (276,971)	\$ -	\$ 7,284,286	3.80%
2020	\$ 299,360	\$ (299,360)	\$ -	\$ 7,818,482	3.83%
2021	\$ 150,125	\$ (150,125)	\$ -	\$ 7,694,214	1.95%
2022	\$ 121,540	\$ (121,540)	\$ -	\$ 8,325,505	1.46%
2023	\$ 214	\$ (214)	\$ -	\$ 8,213,077	0.00%
2024	\$ -	\$ -	\$ -	\$ 8,925,468	0.00%
2025	\$ 240	\$ (240)	\$ -	\$ 8,991,382	0.00%
Occupational Death and Disability (ODD):					
2018	\$ 7,280	\$ (7,280)	\$ -	\$ 8,970,723	0.08%
2019	\$ 12,901	\$ (12,901)	\$ -	\$ 7,284,286	0.18%
2020	\$ 14,692	\$ (14,692)	\$ -	\$ 7,818,482	0.19%
2021	\$ 17,710	\$ (17,710)	\$ -	\$ 7,694,214	0.23%
2022	\$ 19,823	\$ (19,823)	\$ -	\$ 8,325,505	0.24%
2023	\$ 19,245	\$ (19,245)	\$ -	\$ 8,213,077	0.23%
2024	\$ 21,298	\$ (21,298)	\$ -	\$ 8,925,468	0.24%
2025	\$ 17,965	\$ (17,965)	\$ -	\$ 8,991,382	0.20%
Retiree Medical Plan (RMP):					
2018	\$ 46,865	\$ (46,865)	\$ -	\$ 2,172,405	2.16%
2019	\$ 46,595	\$ (46,595)	\$ -	\$ 2,254,759	2.07%
2020	\$ 74,589	\$ (74,589)	\$ -	\$ 2,655,100	2.81%
2021	\$ 72,553	\$ (72,553)	\$ -	\$ 2,686,536	2.70%
2022	\$ 68,419	\$ (68,419)	\$ -	\$ 2,982,791	2.29%
2023	\$ 70,565	\$ (70,565)	\$ -	\$ 3,102,864	2.27%
2024	\$ 71,698	\$ (71,698)	\$ -	\$ 3,190,900	2.25%
2025	\$ 62,132	\$ (62,132)	\$ -	\$ 3,383,653	1.84%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Proportionate Share of the Net Pension Liability

Teachers' Retirement System (TRS)

June 30, 2025

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2016	0.6508%	\$ 12,107,604	\$ 19,349,976	\$ 31,457,580	\$ 14,578,507	83.05%	73.82%
2017	0.7876%	\$ 17,982,410	\$ 21,371,192	\$ 39,353,602	\$ 15,690,902	114.60%	68.40%
2018	0.6639%	\$ 13,454,139	\$ 23,479,868	\$ 36,934,007	\$ 17,211,544	78.17%	72.39%
2019	0.7929%	\$ 15,178,887	\$ 22,561,797	\$ 37,740,684	\$ 16,064,745	94.49%	74.09%
2020	0.7141%	\$ 13,342,927	\$ 19,790,882	\$ 33,133,809	\$ 14,973,726	89.11%	74.68%
2021	0.6488%	\$ 13,191,415	\$ 22,888,335	\$ 36,079,750	\$ 15,166,322	86.98%	72.81%
2022	1.0170%	\$ 8,095,313	\$ 6,869,400	\$ 14,964,713	\$ 13,976,975	57.92%	89.43%
2023	0.8615%	\$ 14,360,958	\$ 19,139,721	\$ 33,500,679	\$ 17,015,096	84.40%	78.33%
2024	0.7253%	\$ 12,754,570	\$ 20,160,948	\$ 32,915,518	\$ 17,871,377	71.37%	77.62%
2025	0.7854%	\$ 14,529,549	\$ 24,979,560	\$ 39,509,109	\$ 18,301,823	79.39%	77.07%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Proportionate Share of the Net OPEB Liability (Asset)

Teachers' Retirement System (TRS)

June 30, 2025

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.6617%	\$ 1,217,106	\$ 2,134,599	\$ 3,351,705	\$ 17,211,544	7.07%	93.75%
2019	0.7911%	\$ 2,459,842	\$ 3,669,710	\$ 6,129,552	\$ 16,064,745	15.31%	90.23%
2020	0.7130%	\$ (1,089,590)	\$ (1,621,117)	\$ (2,710,707)	\$ 14,973,726	-7.28%	105.50%
2021	0.6472%	\$ (2,315,224)	\$ (4,034,765)	\$ (6,349,989)	\$ 15,166,322	-15.27%	113.78%
2022	1.0572%	\$ (12,291,700)	\$ (9,566,508)	\$ (21,858,208)	\$ 13,976,975	-87.94%	145.41%
2023	0.8794%	\$ (7,707,814)	\$ (9,910,277)	\$ (17,618,091)	\$ 17,015,096	-45.30%	134.84%
2024	0.7457%	\$ (7,536,442)	\$ (11,373,939)	\$ (18,910,381)	\$ 17,871,377	-42.17%	140.49%
2025	0.8150%	\$ (8,130,824)	\$ (13,179,536)	\$ (21,310,360)	\$ 18,301,823	-44.43%	137.40%
Occupational Death and Disability (ODD):							
2018	2.7218%	\$ (88,949)	\$ -	\$ (88,949)	\$ 17,211,544	-0.52%	1342.59%
2019	2.3851%	\$ (83,621)	\$ -	\$ (83,621)	\$ 16,064,745	-0.52%	1304.81%
2020	2.2577%	\$ (90,782)	\$ -	\$ (90,782)	\$ 14,973,726	-0.61%	1409.77%
2021	2.1453%	\$ (92,356)	\$ -	\$ (92,356)	\$ 15,166,322	-0.61%	931.08%
2022	2.2048%	\$ (134,382)	\$ -	\$ (134,382)	\$ 13,976,975	-0.96%	1254.36%
2023	2.3012%	\$ (138,993)	\$ -	\$ (138,993)	\$ 17,015,096	-0.82%	1268.28%
2024	2.5217%	\$ (174,474)	\$ -	\$ (174,474)	\$ 17,871,377	-0.98%	1410.42%
2025	2.3941%	\$ (190,761)	\$ -	\$ (190,761)	\$ 18,301,823	-1.04%	1600.56%
Retiree Medical Plan (RMP):							
2018	2.7218%	\$ (129,014)	\$ -	\$ (129,014)	\$ 7,147,994	-1.80%	118.16%
2019	2.3851%	\$ (76,275)	\$ -	\$ (76,275)	\$ 6,671,726	-1.14%	109.56%
2020	2.2562%	\$ (86,547)	\$ -	\$ (86,547)	\$ 7,456,059	-1.16%	110.03%
2021	2.1528%	\$ (212,371)	\$ -	\$ (212,371)	\$ 7,065,350	-3.01%	125.59%
2022	2.2005%	\$ (441,853)	\$ -	\$ (441,853)	\$ 5,260,422	-8.40%	142.54%
2023	2.2970%	\$ (444,839)	\$ -	\$ (444,839)	\$ 8,704,769	-5.11%	140.73%
2024	2.5235%	\$ (558,985)	\$ -	\$ (558,985)	\$ 9,976,266	-5.60%	140.71%
2025	2.3925%	\$ (537,966)	\$ -	\$ (537,966)	\$ 10,476,250	-5.14%	134.72%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Contributions (Pensions)

Teachers' Retirement System (TRS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 543,048	\$ (543,048)	\$ -	\$ 15,690,902	3.46%
2017	\$ 610,298	\$ (610,298)	\$ -	\$ 17,211,544	3.55%
2018	\$ 665,867	\$ (665,867)	\$ -	\$ 16,064,745	4.14%
2019	\$ 580,504	\$ (583,204)	\$ (2,700)	\$ 14,973,726	3.88%
2020	\$ 580,908	\$ (580,410)	\$ 498	\$ 15,166,322	3.83%
2021	\$ 552,752	\$ (559,135)	\$ (6,383)	\$ 13,976,975	3.95%
2022	\$ 576,816	\$ (568,230)	\$ 8,586	\$ 17,015,096	3.39%
2023	\$ 868,643	\$ (868,643)	\$ -	\$ 17,871,377	4.86%
2024	\$ 851,330	\$ (863,129)	\$ (11,799)	\$ 18,301,823	4.65%
2025	\$ 802,702	\$ (799,608)	\$ 3,094	\$ 16,832,342	4.77%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of District's Contributions (OPEB)

Teachers' Retirement System (TRS)

June 30, 2025

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	\$ 329,942	\$ (329,942)	\$ -	\$ 16,064,745	2.05%
2019	\$ 284,367	\$ (284,367)	\$ -	\$ 14,973,726	1.90%
2020	\$ 327,702	\$ (327,702)	\$ -	\$ 15,166,322	2.16%
2021	\$ 434,899	\$ (434,899)	\$ -	\$ 13,976,975	3.11%
2022	\$ 372,641	\$ (372,641)	\$ -	\$ 17,015,096	2.19%
2023	\$ 29	\$ (29)	\$ -	\$ 17,871,377	0.00%
2024	\$ -	\$ -	\$ -	\$ 18,301,823	0.00%
2025	\$ -	\$ -	\$ -	\$ 16,832,342	0.00%
Occupational Death and Disability (ODD):					
2018	\$ -	\$ -	\$ -	\$ 16,064,745	0.00%
2019	\$ 7,047	\$ (7,047)	\$ -	\$ 14,973,726	0.05%
2020	\$ 7,048	\$ (7,048)	\$ -	\$ 15,166,322	0.05%
2021	\$ 7,981	\$ (7,981)	\$ -	\$ 13,976,975	0.06%
2022	\$ 9,046	\$ (9,046)	\$ -	\$ 17,015,096	0.05%
2023	\$ 10,354	\$ (10,354)	\$ -	\$ 17,871,377	0.06%
2024	\$ 10,646	\$ (10,646)	\$ -	\$ 18,301,823	0.06%
2025	\$ 10,126	\$ (10,126)	\$ -	\$ 16,832,342	0.06%
Retiree Medical Plan (RMP):					
2018	\$ 78,014	\$ (78,014)	\$ -	\$ 6,671,726	1.17%
2019	\$ 69,602	\$ (69,602)	\$ -	\$ 7,456,059	0.93%
2020	\$ 96,042	\$ (96,042)	\$ -	\$ 7,065,350	1.36%
2021	\$ 92,784	\$ (92,784)	\$ -	\$ 5,260,422	1.76%
2022	\$ 93,860	\$ (93,860)	\$ -	\$ 8,704,769	1.08%
2023	\$ 112,600	\$ (112,600)	\$ -	\$ 9,976,266	1.13%
2024	\$ 109,117	\$ (109,117)	\$ -	\$ 10,476,250	1.04%
2025	\$ 86,085	\$ (86,085)	\$ -	\$ 9,700,026	0.89%

See accompanying notes to Required Supplementary Information.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Notes to Required Supplementary Information

June 30, 2025

1. Stewardship, Compliance and Accountability

A. Budgets and Budgetary Accounting

Annual budgets are adopted by the School Board for all revenues, expenditures, and interfund transfers of the General Fund. Budgets are prepared and presented on the modified accrual basis of accounting. Pursuant to Alaska Statutes, the adopted General Fund budget is submitted to the Borough Assembly for review and approval. The approved budget is also submitted to the State of Alaska, Department of Education and Early Development, for review to determine compliance with Alaska Statutes and Department regulations.

The School Board authorizes formal budget revisions several times each year to adjust the revenues and expenditures to available resources and program needs. Expenditure authority for the General Fund is limited to the total approved budget and functional areas of expenditures are not to be overspent. While appropriations lapse at the end of the fiscal year, the succeeding year's budget specifically provides for the reappropriation of year-end encumbrances which have been approved in the fiscal year to which they relate.

Budgets for the various Special Revenue Funds are prepared on a modified accrual basis of accounting in connection with the application for the special program's funding and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to actual combined revenues and transfers from other funds. Unexpended balances of grants from State and federal governments for Special Revenue Funds lapse at June 30 with the exception of certain federal programs which lapse at various month ends of July, August, and September.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration. Encumbrances outstanding at year end are reported as assigned fund balances since they do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. Encumbrances at year end consist of purchase orders of \$628,199 for supplies and materials.

Project budgets are adopted for the various Capital Project Funds based on the lives of the construction projects. Because an annual budget for these funds is not adopted, the Capital Project Funds do not have a presentation of budget to actual expenditures. Expenditure authority is limited to the actual combined revenues, transfers from other funds, and available fund balance within the fund.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Notes to Required Supplementary Information, Continued

B. Expenditures in Excess of Appropriations

The following functions had expenditures in excess of appropriations in the General Fund:

	Final Budgeted Amounts	Actual Amounts	Variance
Instruction	\$ 17,083,057	18,436,928	(1,353,871)
Special education instruction	\$ 6,980,225	7,568,588	(588,363)
Support services – students	\$ 2,207,768	2,400,244	(192,476)
Support services – instruction	\$ 4,463,988	4,663,004	(199,016)
School administration	\$ 1,509,884	1,771,707	(261,823)
Food services	\$ 27,919	35,487	(7,568)

Excess of expenditures over appropriations in the General Fund were funded through available fund balance.

2. Public Employees' Retirement System**Schedule of District's Proportionate Share of Net Pension and OPEB Liability (Asset)**

The table is presented based on the Plan measurement date which is one year prior to fiscal year end for all years presented.

Changes in Actuarial Assumptions, Methods, and Benefits Since the Prior Valuation*Defined Benefit Pension and Postemployment Healthcare Benefit Plan***a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023**

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Notes to Required Supplementary Information, Continued

Defined Contribution Occupational Death and Disability and Retiree Medical Benefits Plan

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

The GASB requires ten years of information be presented. However, until a full ten years of information is available, the District will present only those years for which information is available.

Schedule of District Contributions (Pension) and (OPEB)

The table valuation date is June 30, 2023 which was rolled forward to June 30, 2024. Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

3. Teachers' Retirement System

Schedule of District's Proportionate Share of Net Pension and OPEB Liability (Asset)

The table is presented based on the Plan measurement date which is one year prior to fiscal year end for all years presented.

Changes in Actuarial Assumptions, Methods, and Benefits Since the Prior Valuation

Defined Benefit Pension and Postemployment Healthcare Benefit Plan

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Notes to Required Supplementary Information, Continued

Defined Contribution Occupational Death and Disability and Retiree Medical Benefits Plans

a) Changes in Methods Since the Prior Valuation – June 30, 2022 to June 30, 2023

There were no changes in asset and valuation methods since the prior valuation.

b) Changes in Assumptions Since the Prior Valuation – June 30, 2022 to June 30, 2023

Healthcare claim costs are updated for each valuation. The amounts included in the Normal Cost for the administrative expenses were updated based on the last two years of actual administrative expenses paid from plan assets. There were no other changes in actuarial assumptions since the prior valuation.

c) Changes in Benefit Provisions Since the Prior Valuation – June 30, 2022 to June 30, 2023

There have been no changes in benefit provisions valued since the prior valuation.

The GASB requires ten years of information be presented. However, until a full ten years of information is available, the District will present only those years for which information is available.

Schedule of District Contributions (Pension) and (OPEB)

The table valuation date is June 30, 2023 which was rolled forward to June 30, 2024. Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

SUPPLEMENTARY INFORMATION

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Comparative Balance Sheets – General Fund

June 30, 2025

(With financial information at June 30, 2024)

	<u>Assets</u>	<u>2025</u>	<u>2024</u>
Assets:			
Due from:			
Kodiak Island Borough	\$	15,002,000	15,364,922
Other funds		1,339,454	2,130,630
Receivables		100,778	29,053
Inventory:			
Custodial supplies		191,831	178,980
Fuel		70,708	126,197
Prepays		704	2,795
Total assets	\$	<u>16,705,475</u>	<u>17,832,577</u>
<u>Liabilities and Fund Balance</u>			
Liabilities:			
Accounts payable		563,740	401,704
Accrued payroll liabilities		2,752,751	2,844,293
Due to other funds		2,593,537	2,834,178
Unearned revenue		3,500	1,500
Total liabilities		<u>5,913,528</u>	<u>6,081,675</u>
Fund balance:			
Nonspendable:			
Inventory		262,539	305,177
Prepays		704	2,795
Committed:			
Homeschool allotment rollover		20,050	24,253
Impact Aid		2,377,462	2,561,183
Assigned:			
Encumbrances		628,199	465,111
Compensated absences		-	651,636
Self-insurance		1,638,655	1,652,582
Unassigned		5,864,338	6,088,165
Total fund balance		<u>10,791,947</u>	<u>11,750,902</u>
Total liabilities and fund balance	\$	<u>16,705,475</u>	<u>17,832,577</u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – General Fund

Year ended June 30, 2025

(With financial information for year ended June 30, 2024)

	2025			2024
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget – Positive (Negative)	Actual Amounts
Revenues:				
Local sources:				
Kodiak Island Borough:				
Appropriations	\$ 11,666,558	11,453,867	(212,691)	11,395,431
In-kind services	650,000	862,691	212,691	809,813
E-rate reimbursement	2,000,000	1,862,543	(137,457)	1,965,858
Charges for services - rentals	26,000	52,873	26,873	37,836
Other	35,000	39,013	4,013	30,243
Total local sources	14,377,558	14,270,987	(106,571)	14,239,181
Intergovernmental:				
State of Alaska:				
Foundation	26,041,525	26,042,426	901	26,386,663
Quality schools	85,684	85,684	-	87,222
TRS on-behalf	2,600,914	2,423,985	(176,929)	2,161,791
PERS on-behalf	384,345	385,983	1,638	254,394
Other state revenues	3,526,238	3,651,386	125,148	1,860,370
Total State of Alaska	32,638,706	32,589,464	(49,242)	30,750,440
Federal sources passed through the State of Alaska:				
Impact aid military	2,405,992	2,299,529	(106,463)	3,148,247
Impact aid military – special education	31,231	53,898	22,667	50,518
Department of Defense	248,393	166,941	(81,452)	248,394
Total federal sources passed through the State of Alaska	2,685,616	2,520,368	(165,248)	3,447,159
Federal direct sources - Impact aid	4,143	24,035	19,892	68,274
Total revenues	49,706,023	49,404,854	(301,169)	48,505,054
Expenditures:				
Current:				
Instruction:				
Certificated salaries	9,800,505	9,832,127	(31,622)	10,291,250
Non-certificated salaries	1,174,163	1,308,219	(134,056)	1,300,311
Employee benefits	4,530,005	5,924,788	(1,394,783)	6,030,517
Housing allowance/subsidy	78,000	78,340	(340)	50,350
Transportation allowance	53,000	100,237	(47,237)	59,362
Professional and technical services	15,879	52,688	(36,809)	31,686
Staff travel	16,989	6,081	10,908	14,166
Student travel	49,906	17,342	32,564	13,634
Utility services	500	43,947	(43,447)	40,763
Other purchased services	58,981	33,487	25,494	40,233
Supplies, materials and media	1,269,419	925,376	344,043	721,098
Other	35,710	114,296	(78,586)	117,214
Equipment	-	-	-	40,880
Total instruction	17,083,057	18,436,928	(1,353,871)	18,751,464

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – General Fund, Continued

	2025			2024
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget – Positive (Negative)	Actual Amounts
Expenditures, continued:				
Current:				
Special education instruction:				
Certificated salaries	\$ 1,962,606	1,928,628	33,978	2,137,503
Non-certificated salaries	2,436,983	2,564,762	(127,779)	2,294,843
Employee benefits	2,161,078	2,850,429	(689,351)	2,314,121
Transportation allowance	10	10	-	-
Professional and technical services	21,887	20,770	1,117	3,285
Staff travel	12,582	11,288	1,294	19,830
Student travel	-	-	-	36
Utility services	-	-	-	1,655
Other purchased services	51,762	43,191	8,571	64,830
Supplies, materials and media	332,034	147,618	184,416	75,208
Other	1,283	1,892	(609)	120
Total special education instruction	6,980,225	7,568,588	(588,363)	6,911,431
Special education support services – students:				
Certificated salaries	1,381,325	1,384,568	(3,243)	1,522,914
Non-certificated salaries	55,159	72,039	(16,880)	42,791
Employee benefits	3,613,640	857,161	2,756,479	790,835
Transportation allowance	591	3,565	(2,974)	234
Professional and technical services	295,304	230,650	64,654	301,683
Staff travel	27,026	27,157	(131)	37,926
Other purchased services	-	-	-	5,950
Supplies, materials and media	21,249	26,145	(4,896)	10,264
Other	17	17	-	-
Total special education support services – students	5,394,311	2,601,302	2,793,009	2,712,597
Support services – students:				
Certificated salaries	867,411	867,906	(495)	951,195
Non-certificated salaries	516,841	571,508	(54,667)	498,642
Employee benefits	773,123	916,630	(143,507)	868,868
Transportation allowance	-	161	(161)	-
Professional and technical services	15,155	15,840	(685)	2,763
Staff travel	15,573	9,383	6,190	15,425
Student travel	-	8,964	(8,964)	540
Utility services	-	-	-	14
Supplies, materials and media	12,665	9,712	2,953	18,829
Other	7,000	140	6,860	1,297
Total support services – students	2,207,768	2,400,244	(192,476)	2,357,573

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – General Fund, Continued

	2025		Variance with Final Budget – Positive (Negative)	2024
	Final Budgeted Amounts	Actual Amounts		Actual Amounts
Expenditures, continued:				
Current:				
Support services – instruction:				
Certificated salaries	\$ 184,252	167,141	17,111	159,242
Non-certificated salaries	815,790	816,028	(238)	740,802
Employee benefits	586,998	668,395	(81,397)	608,400
Transportation allowance	-	-	-	577
Professional and technical services	97,410	56,199	41,211	79,383
Staff travel	45,582	35,532	10,050	47,350
Utility services	2,235,000	2,400,075	(165,075)	2,644,057
Other purchased services	118,920	7,847	111,073	15,695
Supplies, materials and media	379,961	508,255	(128,294)	447,372
Other	75	3,532	(3,457)	8,549
Total support services – instruction	<u>4,463,988</u>	<u>4,663,004</u>	<u>(199,016)</u>	<u>4,751,427</u>
School administration:				
Certificated salaries	1,114,540	1,154,254	(39,714)	1,206,234
Employee benefits	365,496	551,044	(185,548)	582,758
Professional and technical services	-	16,027	(16,027)	350
Staff travel	14,660	7,950	6,710	9,618
Other purchased services	-	534	(534)	104
Supplies, materials and media	10,255	40,585	(30,330)	42,722
Other	4,933	1,313	3,620	909
Total school administration	<u>1,509,884</u>	<u>1,771,707</u>	<u>(261,823)</u>	<u>1,842,695</u>
School administration support services:				
Non-certificated salaries	558,619	549,897	8,722	561,556
Employee benefits	499,266	430,688	68,578	457,254
Transportation allowance	-	-	-	42
Utility services	-	526	(526)	318
Other purchased services	500	20	480	-
Supplies, materials and media	9,461	21,872	(12,411)	12,261
Other	322	-	322	-
Total school administration support services	<u>1,068,168</u>	<u>1,003,003</u>	<u>65,165</u>	<u>1,031,431</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – General Fund, Continued

	2025		Variance with Final Budget – Positive (Negative)	2024
	Final Budgeted Amounts	Actual Amounts		Actual Amounts
Expenditures, continued:				
Current:				
District administration:				
Certificated salaries	\$ 610,104	620,122	(10,018)	594,889
Non-certificated salaries	188,715	281,459	(92,744)	246,101
Employee benefits	532,083	532,962	(879)	449,732
Transportation allowance	-	-	-	169
Professional and technical services	276,393	43,386	233,007	54,747
Staff travel	39,782	31,261	8,521	25,518
Student travel	7,500	8,352	(852)	7,373
Utility services	-	612	(612)	518
Other purchased services	15,677	15,610	67	6,784
Supplies, materials and media	69,433	76,922	(7,489)	47,674
Other	7,309	28,839	(21,530)	44,156
Total district administration	<u>1,746,996</u>	<u>1,639,525</u>	<u>107,471</u>	<u>1,477,661</u>
District administration support services:				
Certificated salaries	130,030	134,736	(4,706)	130,494
Non-certificated salaries	1,134,441	881,524	252,917	1,014,358
Employee benefits	793,447	561,366	232,081	677,308
Professional and technical services	158,017	239,905	(81,888)	155,069
Staff travel	28,706	109,734	(81,028)	43,741
Student travel	-	-	-	242
Utility services	27,537	32,695	(5,158)	24,913
Other purchased services	47,162	216,163	(169,001)	46,353
Insurance and bond premiums	187,008	-	187,008	152,160
Supplies, materials and media	168,409	112,312	56,097	189,125
Other	8,900	8,646	254	18,598
Less recovery of indirect costs	<u>(180,000)</u>	<u>(209,784)</u>	<u>29,784</u>	<u>(254,637)</u>
Total district administration support services	<u>2,503,657</u>	<u>2,087,297</u>	<u>416,360</u>	<u>2,197,724</u>
Operations and maintenance of plant:				
Certificated salaries	-	-	-	900
Non-certificated salaries	1,795,725	1,830,234	(34,509)	1,695,583
Employee benefits	1,268,847	1,230,557	38,290	1,164,857
Professional and technical services	161,500	218,739	(57,239)	131,573
Staff travel	38,455	36,374	2,081	25,232
Utility services	350,996	419,244	(68,248)	393,105
Energy	2,049,341	1,612,524	436,817	1,772,905
Other purchased services	347,823	795,609	(447,786)	417,561
Insurance and bond premiums	455,000	-	455,000	455,788
Supplies, materials and media	544,660	588,642	(43,982)	425,965
Other	<u>-</u>	<u>2,365</u>	<u>(2,365)</u>	<u>687</u>
Total operations and maintenance of plant	<u>7,012,347</u>	<u>6,734,288</u>	<u>278,059</u>	<u>6,484,156</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – General Fund, Continued

	2025			2024
	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget – Positive (Negative)	Actual Amounts
Expenditures, continued:				
Current:				
Student activities:				
Certificated salaries	\$ 165,580	149,547	16,033	154,810
Non-certificated salaries	268,193	299,279	(31,086)	293,531
Employee benefits	97,380	54,547	42,833	55,325
Professional and technical services	10,781	14,264	(3,483)	25,264
Staff travel	5,092	3,580	1,512	5,289
Student travel	354,277	372,435	(18,158)	403,744
Other purchased services	-	2,000	(2,000)	-
Supplies, materials and media	17,224	9,724	7,500	9,659
Other	14,609	11,855	2,754	15,465
Total student activities	<u>933,136</u>	<u>917,231</u>	<u>15,905</u>	<u>963,087</u>
Food services -				
Employee benefits	<u>27,919</u>	<u>35,487</u>	<u>(7,568)</u>	<u>27,945</u>
Total expenditures	<u>50,931,456</u>	<u>49,858,604</u>	<u>1,072,852</u>	<u>49,509,191</u>
Excess (deficiency) of revenues over expenditures	(1,225,433)	(453,750)	771,683	(1,004,137)
Other financing sources (uses):				
Transfers out:				
Special Revenue Funds:				
Cafeteria	-	(454,478)	(454,478)	(5,904)
Fresh Fruits and Vegetables	-	(527)	(527)	-
Migrant Education Book Program	-	(200)	(200)	-
Impact Aid Construction Capital Project Fund	<u>(476,826)</u>	<u>(50,000)</u>	<u>426,826</u>	<u>-</u>
Net other financing sources (uses)	<u>(476,826)</u>	<u>(505,205)</u>	<u>(28,379)</u>	<u>(5,904)</u>
Net change in fund balance	\$ <u>(1,702,259)</u>	(958,955)	<u>743,304</u>	(1,010,041)
Fund balance, beginning of year		<u>11,750,902</u>		<u>12,760,943</u>
Fund balance, end of year		\$ <u><u>10,791,947</u></u>		<u><u>11,750,902</u></u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Balance Sheet – Other Governmental Funds

June 30, 2025

	Special Revenue Funds					
<u>Assets</u>	Pupil Transportation	Broadband Assistance Grant (BAG)	Munartet Project	Alaska Pre- Elementary	Cybersecurity	Cafeteria
Due from other funds	\$ 402,709	37,882	189,334	-	-	-
Accounts receivable	-	-	-	208,737	7,191	15,641
Inventory	-	-	-	-	-	190,536
Total assets	<u>402,709</u>	<u>37,882</u>	<u>189,334</u>	<u>208,737</u>	<u>7,191</u>	<u>206,177</u>
 <u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	-	37,882	425	18,516	-	307
Accrued payroll	-	-	16,040	22,726	-	8,541
Due to other funds	-	-	-	167,495	7,191	255,857
Unearned revenue	-	-	172,869	-	-	-
Total liabilities	<u>-</u>	<u>37,882</u>	<u>189,334</u>	<u>208,737</u>	<u>7,191</u>	<u>264,705</u>
Fund balances:						
Nonspendable - inventory	-	-	-	-	-	190,536
Restricted - student activities	-	-	-	-	-	-
Committed:						
Pupil transportation	402,709	-	-	-	-	-
Construction	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(249,064)
Total fund balances	<u>402,709</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(58,528)</u>
Total liabilities and fund balances	\$ <u>402,709</u>	<u>37,882</u>	<u>189,334</u>	<u>208,737</u>	<u>7,191</u>	<u>206,177</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Balance Sheet – Other Governmental Funds, Continued

	Special Revenue Funds					
	Fresh Fruits and Vegetables	Section 619	Title VI-B	Comprehensive State Literacy Development	Carl Perkins Secondary	Migrant Education Book Program
<u>Assets</u>						
Due from other funds	\$ -	-	-	-	-	-
Accounts receivable	7,623	24,325	207,381	20,030	37,584	14,636
Inventory	-	-	-	-	-	-
Total assets	<u>7,623</u>	<u>24,325</u>	<u>207,381</u>	<u>20,030</u>	<u>37,584</u>	<u>14,636</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	-	-	-	1,312	-	-
Accrued payroll	-	-	1,950	842	-	-
Due to other funds	7,623	24,325	205,431	17,876	37,584	14,636
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>7,623</u>	<u>24,325</u>	<u>207,381</u>	<u>20,030</u>	<u>37,584</u>	<u>14,636</u>
Fund balances:						
Nonspendable - inventory	-	-	-	-	-	-
Restricted - student activities	-	-	-	-	-	-
Committed:						
Pupil transportation	-	-	-	-	-	-
Construction	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	\$ <u>7,623</u>	<u>24,325</u>	<u>207,381</u>	<u>20,030</u>	<u>37,584</u>	<u>14,636</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Balance Sheet – Other Governmental Funds, Continued

		Special Revenue Funds					
		Stronger Connections	School Improvement	Positive Behavioral Intervention Strategies	Consolidated Admin Pool	Title I-A Basic	Title I-C Migrant Education
<u>Assets</u>							
Due from other funds	\$	-	-	-	-	-	-
Accounts receivable		8,168	48,594	3,522	133,426	127,042	186,320
Inventory		-	-	-	-	-	-
Total assets		<u>8,168</u>	<u>48,594</u>	<u>3,522</u>	<u>133,426</u>	<u>127,042</u>	<u>186,320</u>
<u>Liabilities and Fund Balances</u>							
Liabilities:							
Accounts payable		-	-	-	-	-	496
Accrued payroll		1,620	-	-	23,744	24,902	17,867
Due to other funds		6,548	48,594	3,522	109,682	102,140	167,957
Unearned revenue		-	-	-	-	-	-
Total liabilities		<u>8,168</u>	<u>48,594</u>	<u>3,522</u>	<u>133,426</u>	<u>127,042</u>	<u>186,320</u>
Fund balances:							
Nonspendable - inventory		-	-	-	-	-	-
Restricted - student activities		-	-	-	-	-	-
Committed:							
Pupil transportation		-	-	-	-	-	-
Construction		-	-	-	-	-	-
Unassigned		-	-	-	-	-	-
Total fund balances		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	\$	<u>8,168</u>	<u>48,594</u>	<u>3,522</u>	<u>133,426</u>	<u>127,042</u>	<u>186,320</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Balance Sheet – Other Governmental Funds, Continued

		Special Revenue Funds					
		Title II-A Teacher Training	Title III-A English Language Acquisition (ELA)	Title IV-A Student Support	Hunter Education	Indian Education	RTB AK
<u>Assets</u>							
Due from other funds	\$	-	-	-	14,283	-	-
Accounts receivable		57,272	35,350	21,567	-	74,595	3,365
Inventory		-	-	-	-	-	-
Total assets		<u>57,272</u>	<u>35,350</u>	<u>21,567</u>	<u>14,283</u>	<u>74,595</u>	<u>3,365</u>
 <u>Liabilities and Fund Balances</u>							
Liabilities:							
Accounts payable		2,404	-	413	970	-	-
Accrued payroll		3,968	9,775	-	-	12,344	252
Due to other funds		50,900	25,575	21,154	-	62,251	3,113
Unearned revenue		-	-	-	13,313	-	-
Total liabilities		<u>57,272</u>	<u>35,350</u>	<u>21,567</u>	<u>14,283</u>	<u>74,595</u>	<u>3,365</u>
Fund balances:							
Nonspendable - inventory		-	-	-	-	-	-
Restricted - student activities		-	-	-	-	-	-
Committed:							
Pupil transportation		-	-	-	-	-	-
Construction		-	-	-	-	-	-
Unassigned		-	-	-	-	-	-
Total fund balances		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	\$	<u>57,272</u>	<u>35,350</u>	<u>21,567</u>	<u>14,283</u>	<u>74,595</u>	<u>3,365</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Balance Sheet – Other Governmental Funds, Continued

<u>Assets</u>	<u>Special Revenue Funds</u>		<u>Total Special Revenue Funds</u>	<u>Impact Aid Construction Capital Project Fund</u>	<u>Total Other Governmental Funds</u>
	<u>Kodiak Garden Club</u>	<u>Student Activities</u>			
Due from other funds	\$ 3,160	833,844	1,481,212	1,112,325	2,593,537
Accounts receivable	-	36,463	1,278,832	-	1,278,832
Inventory	-	-	190,536	-	190,536
Total assets	<u>3,160</u>	<u>870,307</u>	<u>2,950,580</u>	<u>1,112,325</u>	<u>4,062,905</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	-	7,550	70,275	-	70,275
Accrued payroll liabilities	-	-	144,571	-	144,571
Due to other funds	-	-	1,339,454	-	1,339,454
Unearned revenue	3,160	-	189,342	-	189,342
Total liabilities	<u>3,160</u>	<u>7,550</u>	<u>1,743,642</u>	<u>-</u>	<u>1,743,642</u>
Fund balances:					
Nonspendable - inventory	-	-	190,536	-	190,536
Restricted - student activities	-	862,757	862,757	-	862,757
Committed:					
Pupil transportation	-	-	402,709	-	402,709
Construction	-	-	-	1,112,325	1,112,325
Unassigned	-	-	(249,064)	-	(249,064)
Total fund balances	<u>-</u>	<u>862,757</u>	<u>1,206,938</u>	<u>1,112,325</u>	<u>2,319,263</u>
Total liabilities and fund balances	\$ <u>3,160</u>	<u>870,307</u>	<u>2,950,580</u>	<u>1,112,325</u>	<u>4,062,905</u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Other Governmental Funds

Year Ended June 30, 2025

	Special Revenue Funds					
	Pupil Transportation	Broadband Assistance Grant (BAG)	Munartet Project	Community Arts and Cultural Partnership	New Visions	Artists in Schools
Revenues:						
Local sources:						
Charges for services - lunch sales	\$ -	-	-	-	-	-
Other	-	-	180,677	871	-	2,537
Intergovernmental:						
State of Alaska	1,823,069	455,285	-	-	2,000	3,550
Federal sources	-	-	-	1,500	2,000	3,550
Total revenues	<u>1,823,069</u>	<u>455,285</u>	<u>180,677</u>	<u>2,371</u>	<u>4,000</u>	<u>9,637</u>
Expenditures:						
Current:						
Instruction	-	-	1,947	1,107	3,625	2,845
Special education instruction	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-
Support services - instruction	-	455,285	14,961	1,264	375	6,792
School administration	-	-	-	-	-	-
School administration support services	-	-	-	-	-	-
District administration	-	-	149,308	-	-	-
District administration support services	-	-	14,461	-	-	-
Operations and maintenance of plant	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	2,167,351	-	-	-	-	-
Food services	-	-	-	-	-	-
Construction facilities and acquisition	-	-	-	-	-	-
Total expenditures	<u>2,167,351</u>	<u>455,285</u>	<u>180,677</u>	<u>2,371</u>	<u>4,000</u>	<u>9,637</u>
Excess (deficiency) of revenues over expenditures	(344,282)	-	-	-	-	-
Other financing sources - transfers in	-	-	-	-	-	-
Net change in fund balances	(344,282)	-	-	-	-	-
Fund balances, beginning of year, as adjusted	<u>746,991</u>	-	-	-	-	-
Fund balances, end of year	<u>\$ 402,709</u>	-	-	-	-	-

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Other Governmental Funds, Continued

	Special Revenue Funds					
	Alaska Pre- Elementary	Cybersecurity	Cafeteria	Fresh Fruits and Vegetables	Farm to School	Section 619
Revenues:						
Local sources:						
Charges for services - lunch sales	\$ -	-	165,454	-	-	-
Other	-	-	151	-	-	-
Intergovernmental:						
State of Alaska	577,018	719	-	-	-	-
Federal sources	-	6,472	894,320	66,589	1,451	27,955
Total revenues	<u>577,018</u>	<u>7,191</u>	<u>1,059,925</u>	<u>66,589</u>	<u>1,451</u>	<u>27,955</u>
Expenditures:						
Current:						
Instruction	227,469	-	-	-	1,451	1,566
Special education instruction	296,377	-	-	-	-	10,989
Special education support services - students	13,794	-	-	-	-	13,618
Support services - students	18	-	-	-	-	-
Support services - instruction	325	-	-	-	-	-
School administration	-	-	-	-	-	-
School administration support services	2,246	-	-	-	-	-
District administration	-	-	-	-	-	-
District administration support services	36,789	7,191	-	-	-	1,782
Operations and maintenance of plant	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	-	-	-	-	-	-
Food services	-	-	1,570,929	67,116	-	-
Construction facilities and acquisition	-	-	-	-	-	-
Total expenditures	<u>577,018</u>	<u>7,191</u>	<u>1,570,929</u>	<u>67,116</u>	<u>1,451</u>	<u>27,955</u>
Excess (deficiency) of revenues over expenditures	-	-	(511,004)	(527)	-	-
Other financing sources - transfers in	-	-	454,478	527	-	-
Net change in fund balances	-	-	(56,526)	-	-	-
Fund balances, beginning of year, as adjusted	-	-	(2,002)	-	-	-
Fund balances, end of year	\$ <u>-</u>	<u>-</u>	<u>(58,528)</u>	<u>-</u>	<u>-</u>	<u>-</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Other Governmental Funds, Continued

	Special Revenue Funds					
		Comprehensive State Literacy Development	Carl Perkins Secondary	CTE Skills and Career Camp	Migrant Education Book Program	Stronger Connections
	Title VI-B					
Revenues:						
Local sources:						
Charges for services - lunch sales	\$ -	-	-	-	-	-
Other	-	-	-	-	-	-
Intergovernmental:						
State of Alaska	-	-	-	-	-	-
Federal sources	693,605	48,762	72,706	2,490	18,984	36,513
Total revenues	693,605	48,762	72,706	2,490	18,984	36,513
Expenditures:						
Current:						
Instruction	36,578	22,713	67,644	2,531	11,581	34,185
Special education instruction	555,440	-	-	-	-	-
Special education support services - students	15,123	-	-	-	-	-
Support services - students	-	1,754	-	-	6,192	-
Support services - instruction	951	21,186	-	-	-	-
School administration	-	-	771	-	-	-
School administration support services	41,290	-	-	-	-	-
District administration	-	-	829	-	-	-
District administration support services	44,223	3,109	3,462	159	1,211	2,328
Operations and maintenance of plant	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	-	-	-	-	-	-
Food services	-	-	-	-	-	-
Construction facilities and acquisition	-	-	-	-	-	-
Total expenditures	693,605	48,762	72,706	2,690	18,984	36,513
Excess (deficiency) of revenues over expenditures	-	-	-	(200)	-	-
Other financing sources - transfers in	-	-	-	200	-	-
Net change in fund balances	-	-	-	-	-	-
Fund balances, beginning of the year, as adjusted	-	-	-	-	-	-
Fund balances, end of year	\$ -	-	-	-	-	-

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Other Governmental Funds, Continued

	Special Revenue Funds					
	School Improvement	Positive Behavioral Intervention Strategies	Consolidated Admin Pool	Title I-A Basic	Title I-C Migrant Education	Title II-A Teacher Training
Revenues:						
Local sources:						
Charges for services - lunch sales	\$ -	-	-	-	-	-
Other	-	-	-	-	-	-
Intergovernmental:						
State of Alaska	-	-	-	-	-	-
Federal sources	68,538	8,706	325,667	292,684	550,359	108,903
Total revenues	<u>68,538</u>	<u>8,706</u>	<u>325,667</u>	<u>292,684</u>	<u>550,359</u>	<u>108,903</u>
Expenditures:						
Current:						
Instruction	45,188	2,340	-	265,874	494,776	987
Special education instruction	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-
Support services - students	182	-	-	828	6,509	-
Support services - instruction	18,434	5,811	-	7,321	-	100,972
School administration	364	-	-	-	-	-
School administration support services	-	-	-	-	13,974	-
District administration	-	-	177,866	-	-	-
District administration support services	4,370	555	147,801	18,661	35,100	6,944
Operations and maintenance of plant	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	-	-	-	-	-	-
Food services	-	-	-	-	-	-
Construction facilities and acquisition	-	-	-	-	-	-
Total expenditures	<u>68,538</u>	<u>8,706</u>	<u>325,667</u>	<u>292,684</u>	<u>550,359</u>	<u>108,903</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Other financing sources - transfers in	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-
Fund balances, beginning of the year, as adjusted	-	-	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Other Governmental Funds, Continued

	Special Revenue Funds					
	Title III-A English Language Acquisition (ELA)	Title IV-A Student Support	Hunter Education	Apprenticeship Project	ARPA Homeless II	Indian Education
Revenues:						
Local sources:						
Charges for services - lunch sales	\$ -	-	-	-	-	-
Other	-	-	-	-	-	-
Intergovernmental:						
State of Alaska	-	-	13,555	10,000	-	-
Federal sources	40,830	27,142	-	-	1,867	175,934
Total revenues	<u>40,830</u>	<u>27,142</u>	<u>13,555</u>	<u>10,000</u>	<u>1,867</u>	<u>175,934</u>
Expenditures:						
Current:						
Instruction	38,227	1,928	3,663	-	-	146,693
Special education instruction	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-
Support services - students	-	12,422	3,269	-	1,748	3,122
Support services - instruction	-	11,061	-	9,793	-	-
School administration	-	-	-	-	-	1,854
School administration support services	-	-	-	-	-	-
District administration	-	-	6,580	-	-	-
District administration support services	2,603	1,731	43	207	119	24,265
Operations and maintenance of plant	-	-	-	-	-	-
Student activities	-	-	-	-	-	-
Student transportation - to and from school	-	-	-	-	-	-
Food services	-	-	-	-	-	-
Construction facilities and acquisition	-	-	-	-	-	-
Total expenditures	<u>40,830</u>	<u>27,142</u>	<u>13,555</u>	<u>10,000</u>	<u>1,867</u>	<u>175,934</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-
Other financing sources - transfers in	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	-
Fund balances, beginning of the year, as adjusted	-	-	-	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Other Governmental Funds, Continued

	Special Revenue Funds						
	RTB AK	Kodiak Imagination Library	Kodiak Garden Club	Student Activities	Total Special Revenue Funds	Impact Aid Construction Capital Project Fund	Total Other Governmental Funds
Revenues:							
Local sources:							
Charges for services - lunch sales	\$ -	-	-	-	165,454	-	165,454
Other	-	5,742	17	578,070	768,065	-	768,065
Intergovernmental:							
State of Alaska	-	-	-	-	2,885,196	-	2,885,196
Federal sources	3,365	-	-	-	3,480,892	91,557	3,572,449
Total revenues	<u>3,365</u>	<u>5,742</u>	<u>17</u>	<u>578,070</u>	<u>7,299,607</u>	<u>91,557</u>	<u>7,391,164</u>
Expenditures:							
Current:							
Instruction	-	5,742	-	50,703	1,471,363	-	1,471,363
Special education instruction	-	-	-	-	862,806	-	862,806
Special education support services - students	-	-	-	-	42,535	-	42,535
Support services - students	-	-	-	-	36,044	-	36,044
Support services - instruction	3,365	-	17	-	657,913	-	657,913
School administration	-	-	-	-	2,989	-	2,989
School administration support services	-	-	-	-	57,510	-	57,510
District administration	-	-	-	-	334,583	-	334,583
District administration support services	-	-	-	-	357,114	-	357,114
Operations and maintenance of plant	-	-	-	-	-	5,450	5,450
Student activities	-	-	-	546,695	546,695	-	546,695
Student transportation - to and from school	-	-	-	-	2,167,351	-	2,167,351
Food services	-	-	-	-	1,638,045	-	1,638,045
Construction facilities and acquisition	-	-	-	-	-	74,515	74,515
Total expenditures	<u>3,365</u>	<u>5,742</u>	<u>17</u>	<u>597,398</u>	<u>8,174,948</u>	<u>79,965</u>	<u>8,254,913</u>
Excess (deficiency) of revenues over expenditures	-	-	-	(19,328)	(875,341)	11,592	(863,749)
Other financing sources - transfers in	-	-	-	-	455,205	50,000	505,205
Net change in fund balances	-	-	-	(19,328)	(420,136)	61,592	(358,544)
Fund balances, beginning of year, as adjusted	-	-	-	882,085	1,627,074	1,050,733	2,677,807
Fund balances, end of year	\$ <u>-</u>	<u>-</u>	<u>-</u>	<u>862,757</u>	<u>1,206,938</u>	<u>1,112,325</u>	<u>2,319,263</u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget and Actual - Special Revenue Fund
PUPIL TRANSPORTATION

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget – Positive (Negative)
Revenues - Intergovernmental - State of Alaska	\$ 1,873,751	1,823,069	(50,682)
Expenditures:			
Current:			
Student transportation - to and from school:			
Other purchased services	2,185,369	2,105,018	80,351
Supplies, materials and media	75,000	62,333	12,667
Total expenditures	<u>2,260,369</u>	<u>2,167,351</u>	<u>93,018</u>
Excess (deficiency) of revenues over expenditures	(386,618)	(344,282)	42,336
Other financing sources - transfers in	<u>386,618</u>	-	<u>386,618</u>
Net change in fund balance	\$ <u>-</u>	(344,282)	<u>428,954</u>
Fund balance, beginning of year		<u>746,991</u>	
Fund balance, end of year		\$ <u><u>402,709</u></u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
BROADBAND ASSISTANCE GRANT (BAG)

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental - State of Alaska	\$ 761,020	455,285	(305,735)
Expenditures:			
Current:			
Support services - instruction - Utility services	761,020	455,285	305,735
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
MUNARTET PROJECT

Year Ended June 30, 2025

	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Local sources - other local revenues	\$ 180,677	180,677	-
Expenditures:			
Current:			
Instruction:			
Employee benefits	4	4	-
Transportation allowance	185	185	-
Supplies, materials and media	1,758	1,758	-
Total instruction	<u>1,947</u>	<u>1,947</u>	<u>-</u>
Support services - instruction:			
Certificated salaries	7,611	7,611	-
Employee benefits	2,691	2,691	-
Professional and technical services	813	813	-
Staff travel	3,846	3,846	-
Total support services - instruction	<u>14,961</u>	<u>14,961</u>	<u>-</u>
District administration:			
Certificated salaries	95,689	95,689	-
Employee benefits	47,857	47,857	-
Staff travel	5,762	5,762	-
Total district administration	<u>149,308</u>	<u>149,308</u>	<u>-</u>
District administration support services -			
Indirect costs	<u>14,461</u>	<u>14,461</u>	<u>-</u>
Total expenditures	<u>180,677</u>	<u>180,677</u>	<u>-</u>
Excess of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
COMMUNITY ARTS AND CULTURAL PARTNERSHIP

Year Ended June 30, 2025

	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Local sources - other	\$ 871	871	-
Intergovernmental - federal sources passed through the State of Alaska	<u>1,500</u>	<u>1,500</u>	<u>-</u>
Total revenues	<u>2,371</u>	<u>2,371</u>	<u>-</u>
Expenditures:			
Current:			
Instruction -			
Professional and technical services	<u>1,107</u>	<u>1,107</u>	<u>-</u>
Support services - instruction -			
Staff travel	<u>1,264</u>	<u>1,264</u>	<u>-</u>
Total expenditures	<u>2,371</u>	<u>2,371</u>	<u>-</u>
Excess of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
NEW VISIONS

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental:			
State of Alaska	\$ 2,000	2,000	-
Federal sources passed through the State of Alaska	2,000	2,000	-
Total revenues	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Expenditures:			
Current:			
Instruction -			
Professional and technical services	<u>4,000</u>	<u>3,625</u>	<u>375</u>
Support services - instruction -			
Professional and technical services	<u>-</u>	<u>375</u>	<u>(375)</u>
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Excess of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
ARTISTS IN SCHOOLS

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources -			
Other local revenues	\$ 2,537	2,537	-
Intergovernmental:			
State of Alaska	3,550	3,550	-
Federal sources passed through the State of Alaska	3,550	3,550	-
Total revenues	<u>9,637</u>	<u>9,637</u>	<u>-</u>
Expenditures:			
Current:			
Instruction -			
Professional and technical services	<u>9,637</u>	<u>2,845</u>	<u>6,792</u>
Support services - instruction -			
Professional and technical services	<u>-</u>	<u>6,792</u>	<u>(6,792)</u>
Total expenditures	<u>9,637</u>	<u>9,637</u>	<u>-</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		<u>\$ -</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
ALASKA PRE-ELEMENTARY

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental - State of Alaska	\$ 577,018	577,018	-
Expenditures:			
Current:			
Instruction:			
Certificated salaries	-	79,504	(79,504)
Non-certificated salaries	-	58,938	(58,938)
Employee benefits	-	71,324	(71,324)
Professional and technical services	-	165	(165)
Other purchased services	338	320	18
Supplies, materials and media	2,000	17,218	(15,218)
Total instruction	2,338	227,469	(225,131)
Special education instruction:			
Certificated salaries	228,438	148,934	79,504
Non-certificated salaries	103,292	42,647	60,645
Employee benefits	149,245	77,382	71,863
Staff travel	2,668	2,343	325
Supplies, materials and media	-	25,071	(25,071)
Total special education instruction	483,643	296,377	187,266
Special education support services - students:			
Professional and technical services	-	6,078	(6,078)
Supplies, materials and media	48,005	7,716	40,289
Total special education support services - students	48,005	13,794	34,211
Support services - students -			
Other purchased services	-	18	(18)
Support services - instruction:			
Professional and technical services	6,243	-	6,243
Staff travel	-	325	(325)
Total support services - instruction	6,243	325	5,918
School administration support services:			
Non-certificated salaries	-	1,707	(1,707)
Employee benefits	-	539	(539)
Total school administration support services	-	2,246	(2,246)
District administration support services -			
Indirect costs	36,789	36,789	-
Total expenditures	577,018	577,018	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
CYBERSECURITY

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental:			
State of Alaska	\$ 1,381	719	(662)
Federal sources passed through the State of Alaska	12,424	6,472	(5,952)
Total revenues	<u>13,805</u>	<u>7,191</u>	<u>(6,614)</u>
Expenditures:			
Current:			
District administration support services - Supplies, materials and media	13,805	7,191	6,614
Excess of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		-	
Fund balance, end of year		\$ <u>-</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
CAFETERIA

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Charges for services - lunch sales	\$ 160,000	165,454	5,454
Other	750	151	(599)
Total local sources	<u>160,750</u>	<u>165,605</u>	<u>4,855</u>
Intergovernmental:			
Federal sources passed through the State of Alaska:			
Food services	858,087	764,197	(93,890)
USDA commodities	<u>50,187</u>	<u>130,123</u>	<u>79,936</u>
Total federal sources passed through the State of Alaska	<u>908,274</u>	<u>894,320</u>	<u>(13,954)</u>
Total revenues	<u>1,069,024</u>	<u>1,059,925</u>	<u>(9,099)</u>
Expenditures:			
Current:			
Food services:			
Non-certificated salaries	442,963	434,229	8,734
Employee benefits	409,000	419,828	(10,828)
Staff travel	2,500	6,555	(4,055)
Other purchased services	22,500	17,195	5,305
Supplies, materials and media	610,987	689,360	(78,373)
Other	<u>4,000</u>	<u>3,762</u>	<u>238</u>
Total expenditures	<u>1,491,950</u>	<u>1,570,929</u>	<u>(78,979)</u>
Excess (deficiency) of revenues over expenditures	(422,926)	(511,004)	88,078
Other financing sources - transfers in - General Fund	<u>422,926</u>	<u>454,478</u>	<u>31,552</u>
Net change in fund balance	\$ <u>-</u>	(56,526)	<u>56,526</u>
Fund balance, beginning of year		<u>(2,002)</u>	
Fund balance, end of year		\$ <u><u>(58,528)</u></u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
FRESH FRUITS AND VEGETABLES

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 68,859	66,589	(2,270)
Expenditures:			
Current:			
Food services -			
Supplies, materials and media	68,859	67,116	1,743
Excess (deficiency) of revenues over expenditures	-	(527)	(527)
Other financing sources - transfers in -			
General Fund	-	527	527
Net change in fund balance	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
FARM TO SCHOOL

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 1,463	1,451	(12)
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	1,463	1,451	12
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
SECTION 619

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 27,955	27,955	-
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	21,770	1,566	20,204
Special education instruction:			
Non-certificated salaries	2,955	2,955	-
Employee benefits	940	940	-
Professional and technical services	508	-	508
Supplies, materials and media	-	7,094	(7,094)
Total special education instruction	4,403	10,989	(6,586)
Special education support services - students:			
Professional and technical services	-	508	(508)
Supplies, materials and media	-	13,110	(13,110)
Total special education support services - students	-	13,618	(13,618)
District administration support services -			
Indirect cost	1,782	1,782	-
Total expenditures	27,955	27,955	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
TITLE VI-B

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 693,605	693,605	-
Expenditures:			
Current:			
Instruction:			
Non-certificated salaries	-	27,956	(27,956)
Employee benefits	-	8,622	(8,622)
Total instruction	-	36,578	(36,578)
Special education instruction:			
Certificated salaries	16,521	16,521	-
Non-certificated salaries	308,252	248,943	59,309
Employee benefits	249,847	231,286	18,561
Professional and technical services	6,501	-	6,501
Staff travel	16,183	11,497	4,686
Supplies, materials and media	52,036	47,193	4,843
Total special education instruction	649,340	555,440	93,900
Special education support services - students:			
Employee benefits	-	2	(2)
Transportation allowance	42	42	-
Professional and technical services	-	5,550	(5,550)
Staff travel	-	4,686	(4,686)
Supplies, materials and media	-	4,843	(4,843)
Total special education support services - students	42	15,123	(15,081)
Support services - instruction -			
Professional and technical services	-	951	(951)
School administration support services:			
Non-certificated salaries	-	31,353	(31,353)
Employee benefits	-	9,937	(9,937)
Total school administration support services	-	41,290	(41,290)
District administration support services -			
Indirect costs	44,223	44,223	-
Total expenditures	693,605	693,605	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
COMPREHENSIVE STATE LITERACY DEVELOPMENT

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 73,020	48,762	(24,258)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	-	1,472	(1,472)
Employee benefits	-	213	(213)
Professional and technical services	-	1,354	(1,354)
Staff travel	-	5,238	(5,238)
Student travel	5,659	5,659	-
Supplies, materials and media	11,500	8,777	2,723
Total instruction	17,159	22,713	(5,554)
Support services - students:			
Certificated salaries	-	1,294	(1,294)
Employee benefits	-	460	(460)
Total support services - students	-	1,754	(1,754)
Support services - instruction:			
Certificated salaries	12,876	2,737	10,139
Employee benefits	7,576	777	6,799
Professional and technical services	6,550	4,779	1,771
Staff travel	24,203	11,147	13,056
Supplies, materials and media	-	1,746	(1,746)
Total support services - instruction	51,205	21,186	30,019
District administration support services -			
Indirect costs	4,656	3,109	1,547
Total expenditures	73,020	48,762	24,258
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
CARL PERKINS SECONDARY

Year Ended June 30, 2025

	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 72,708	72,706	(2)
Expenditures:			
Current:			
Instruction:			
Professional and technical services	10,192	10,192	-
Staff travel	4,934	3,332	1,602
Supplies, materials and media	49,353	49,353	-
Other	4,767	4,767	-
Total instruction	<u>69,246</u>	<u>67,644</u>	<u>1,602</u>
School administration -			
Staff travel	<u>-</u>	771	(771)
District administration -			
Staff travel	<u>-</u>	829	(829)
District administration support services -			
Indirect costs	<u>3,462</u>	3,462	-
Total expenditures	<u>72,708</u>	<u>72,706</u>	<u>2</u>
Excess of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
CTE SKILLS AND CAREER CAMP

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 2,703	2,490	(213)
Expenditures:			
Current:			
Instruction:			
Non-certificated salaries	1,683	1,683	-
Employee benefits	154	154	-
Professional and technical services	394	394	-
Other purchased services	300	300	-
Total instruction	2,531	2,531	-
District administration support services -			
Indirect costs	172	159	13
Total expenditures	2,703	2,690	13
Excess (deficiency) of revenues over expenditures	-	(200)	(200)
Other financing sources - transfers in -			
General Fund	-	200	200
Net change in fund balance	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
MIGRANT EDUCATION BOOK PROGRAM

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 21,100	18,984	(2,116)
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	11,581	11,581	-
Support services - students -			
Professional and technical services	8,174	6,192	1,982
District administration support services -			
Indirect costs	1,345	1,211	134
Total expenditures	21,100	18,984	2,116
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
STRONGER CONNECTIONS

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 443,530	36,513	(407,017)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	21,600	-	21,600
Non-certificated salaries	47,773	25,939	21,834
Employee benefits	9,087	8,246	841
Supplies, materials and media	5,000	-	5,000
Total instruction	<u>83,460</u>	<u>34,185</u>	<u>49,275</u>
Support services - students:			
Certificated salaries	45,000	-	45,000
Employee benefits	84,869	-	84,869
Other purchased services	10,000	-	10,000
Total support services - students	<u>139,869</u>	<u>-</u>	<u>139,869</u>
Support services - instruction:			
Professional and technical services	10,000	-	10,000
Staff travel	5,100	-	5,100
Total support services - instruction	<u>15,100</u>	<u>-</u>	<u>15,100</u>
District administration support services -			
Indirect costs	<u>16,237</u>	<u>2,328</u>	<u>13,909</u>
Total expenditures	<u>254,666</u>	<u>36,513</u>	<u>218,153</u>
Excess of revenues over expenditures	\$ <u>188,864</u>	-	<u>(188,864)</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
SCHOOL IMPROVEMENT

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 75,000	68,538	(6,462)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	2,380	9,663	(7,283)
Non-certificated salaries	1,636	1,636	-
Employee benefits	1,704	1,704	-
Transportation allowance	29	29	-
Professional and technical services	2,171	2,731	(560)
Student travel	326	326	-
Other purchased services	1,065	1,065	-
Supplies, materials and media	33,663	28,034	5,629
Total instruction	42,974	45,188	(2,214)
Support services - students -			
Staff travel	-	182	(182)
Support services - instruction:			
Certificated salaries	7,283	-	7,283
Professional and technical services	2,900	2,340	560
Staff travel	11,604	11,058	546
Utility services	5,036	5,036	-
Supplies, materials and media	421	-	421
Total support services - instruction	27,244	18,434	8,810
School administration -			
Staff travel	-	364	(364)
District administration support services -			
Indirect costs	4,782	4,370	412
Total expenditures	75,000	68,538	6,462
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
POSITIVE BEHAVIORAL INTERVENTION STRATEGIES

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 10,177	8,706	(1,471)
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	2,959	2,340	619
Support services - instruction:			
Professional and technical services	2,600	1,880	720
Staff travel	3,469	3,297	172
Supplies, materials and media	500	634	(134)
Total support services - instruction	6,569	5,811	758
District administration support services -			
Indirect costs	649	555	94
Total expenditures	10,177	8,706	1,471
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
CONSOLIDATED ADMIN POOL

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 325,667	325,667	-
Expenditures:			
Current:			
School administration support services -			
Supplies, materials and media	4,800	-	4,800
District administration:			
Certificated salaries	144,612	144,612	-
Employee benefits	-	33,254	(33,254)
Professional and technical services	450	-	450
Staff travel	4,164	-	4,164
Total district administration	149,226	177,866	(28,640)
District administration support services:			
Non-certificated salaries	51,312	51,312	-
Employee benefits	99,565	66,310	33,255
Professional and technical services	-	450	(450)
Staff travel	-	4,165	(4,165)
Supplies, materials and media	-	4,800	(4,800)
Indirect costs	20,764	20,764	-
Total district administration support services	171,641	147,801	23,840
Total expenditures	325,667	325,667	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
TITLE I-A BASIC

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 331,602	292,684	(38,918)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	175,478	168,098	7,380
Employee benefits	97,238	97,171	67
Supplies, materials and media	27,590	605	26,985
Total instruction	300,306	265,874	34,432
Support services - students:			
Student travel	500	18	482
Supplies, materials and media	815	810	5
Total support services - students	1,315	828	487
Support services - instruction:			
Certificated salaries	900	405	495
Employee benefits	-	66	(66)
Professional and technical services	5,439	4,350	1,089
Supplies, materials and media	2,500	2,500	-
Total support services - instruction	8,839	7,321	1,518
District administration support services -			
Indirect costs	21,142	18,661	2,481
Total expenditures	331,602	292,684	38,918
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
TITLE I-C MIGRANT EDUCATION

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 667,283	550,359	(116,924)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	136,972	125,017	11,955
Non-certificated salaries	137,435	122,971	14,464
Employee benefits	164,993	156,392	8,601
Transportation allowance	370	-	370
Professional and technical services	-	414	(414)
Utility services	1,500	70	1,430
Supplies, materials and media	67,500	47,841	19,659
Tuition-students and stipends	9,000	-	9,000
Other	63,600	42,071	21,529
Total instruction	<u>581,370</u>	<u>494,776</u>	<u>86,594</u>
Support services - students:			
Certificated salaries	24,990	-	24,990
Professional and technical services	9,400	3,038	6,362
Staff travel	-	2,358	(2,358)
Student travel	2	-	2
Other	-	1,113	(1,113)
Total support services - students	<u>34,392</u>	<u>6,509</u>	<u>27,883</u>
Support services - instruction:			
Employee benefits	1,000	-	1,000
Supplies, materials and media	1,000	-	1,000
Total support services - instruction	<u>2,000</u>	<u>-</u>	<u>2,000</u>
School administration support services:			
Certificated salaries	-	12,864	(12,864)
Employee benefits	-	1,110	(1,110)
Total school administration support services	<u>-</u>	<u>13,974</u>	<u>(13,974)</u>
District administration -			
Supplies, materials and media	1,400	-	1,400
District administration support services:			
Non-certificated salaries	2,000	-	2,000
Professional and technical services	450	-	450
Staff travel	3,700	-	3,700
Utility services	-	10	(10)
Indirect costs	41,971	35,090	6,881
Total district administration support services	<u>48,121</u>	<u>35,100</u>	<u>13,021</u>
Total expenditures	<u>667,283</u>	<u>550,359</u>	<u>116,924</u>
Excess of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		-	
Fund balance, year end		\$ <u>-</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
TITLE II-A TEACHER TRAINING

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 122,765	108,903	(13,862)
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	-	987	(987)
Support services - students -			
Supplies, materials and media	500	-	500
Support services - instruction:			
Certificated salaries	51,191	43,603	7,588
Employee benefits	13,550	12,094	1,456
Professional and technical services	40,229	40,229	-
Staff travel	6,918	5,046	1,872
Supplies, materials and media	2,550	-	2,550
Total support services - instruction	114,438	100,972	13,466
District administration support services -			
Indirect costs	7,827	6,944	883
Total expenditures	122,765	108,903	13,862
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
TITLE III-A ENGLISH LANGUAGE ACQUISITION (ELA)

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 42,132	40,830	(1,302)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	12,740	12,510	230
Non-certificated salaries	12,190	12,190	-
Employee benefits	4,916	4,916	-
Supplies, materials and media	9,450	8,611	839
Total instruction	39,296	38,227	1,069
District administration support services -			
Indirect costs	2,836	2,603	233
Total expenditures	42,132	40,830	1,302
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
TITLE IV-A STUDENT SUPPORT

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 56,230	27,142	(29,088)
Expenditures:			
Current:			
Instruction:			
Employee benefits	198	-	198
Professional and technical services	720	619	101
Staff travel	2,760	-	2,760
Supplies, materials and media	3,679	1,309	2,370
Total instruction	7,357	1,928	5,429
Support services - students:			
Non-certificated salaries	7,158	-	7,158
Employee benefits	5,000	-	5,000
Professional and technical services	500	105	395
Staff travel	1,650	799	851
Supplies, materials and media	20,630	11,518	9,112
Total support services - students	34,938	12,422	22,516
Support services - instruction:			
Certificated salaries	1,350	540	810
Employee benefits	-	79	(79)
Staff travel	-	2,672	(2,672)
Supplies, materials and media	-	7,770	(7,770)
Total support services - instruction	1,350	11,061	(9,711)
District administration support services:			
Supplies, materials and media	9,000	-	9,000
Indirect costs	3,585	1,731	1,854
Total district administration support services	12,585	1,731	10,854
Total expenditures	56,230	27,142	29,088
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
HUNTER EDUCATION

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental - State of Alaska	\$ 13,555	13,555	-
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	3,663	3,663	-
Support services - students -			
Student travel	3,269	3,269	-
District administration -			
Employee benefits	6,580	6,580	-
District administration support services:			
Non-certificated salaries	19	19	-
Employee benefits	24	24	-
Total district administration support services	43	43	-
Total expenditures	13,555	13,555	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
APPRENTICESHIP PROJECT

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental - State of Alaska	\$ 10,000	10,000	-
Expenditures:			
Current:			
Support services - instruction:			
Certificated salaries	-	7,082	(7,082)
Employee benefits	-	1,239	(1,239)
Staff travel	10,000	1,472	8,528
Total support services - instruction	10,000	9,793	207
District administration support services - Indirect costs	-	207	(207)
Total expenditures	10,000	10,000	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual - Special Revenue Fund –
ARPA HOMELESS II

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through the State of Alaska	\$ 3,000	1,867	(1,133)
Expenditures:			
Current:			
Support services - students -			
Staff travel	2,809	1,748	1,061
District administration support services -			
Indirect costs	191	119	72
Total expenditures	3,000	1,867	1,133
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
INDIAN EDUCATION

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal direct sources	\$ 176,751	175,934	(817)
Expenditures:			
Current:			
Instruction:			
Certificated salaries	80,496	80,496	-
Employee benefits	63,019	55,675	7,344
Transportation allowance	136	136	-
Professional and technical services	788	788	-
Staff travel	1,004	1,004	-
Student travel	3,122	-	3,122
Other purchased services	275	275	-
Supplies, materials and media	10,173	8,319	1,854
Total instruction	159,013	146,693	12,320
Support services - students -			
Student travel	-	3,122	(3,122)
School administration -			
Supplies, materials and media	-	1,854	(1,854)
District administration support services:			
Non-certificated salaries	5,701	5,704	(3)
Employee benefits	-	7,344	(7,344)
Indirect costs	12,037	11,217	820
Total district administration support services	17,738	24,265	(6,527)
Total expenditures	176,751	175,934	817
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
RTB AK

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - Intergovernmental -			
Federal sources passed through other organizations	\$ 39,612	3,365	(36,247)
Expenditures:			
Current:			
Support services - instruction:			
Certificated salaries	39,612	2,925	36,687
Employee benefits	-	440	(440)
Total expenditures	39,612	3,365	36,247
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
KODIAK IMAGINATION LIBRARY

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - local sources -			
Other	\$ 5,742	5,742	-
Expenditures:			
Current:			
Instruction -			
Supplies, materials and media	5,742	5,742	-
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Budget and Actual – Special Revenue Fund –
KODIAK GARDEN CLUB

Year Ended June 30, 2025

	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget- Positive (Negative)
Revenues - local sources -			
Other	\$ 3,176	17	(3,159)
Expenditures:			
Current:			
Support services - instruction -			
Supplies, materials and media	3,176	17	3,159
Excess of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes
in Fund Balance – Special Revenue Fund –
STUDENT ACTIVITIES

Year Ended June 30, 2025

Revenues - local sources -	
Other	\$ <u>578,070</u>
Expenditures:	
Current:	
Instruction:	
Staff travel	48,394
Supplies, materials and media	<u>2,309</u>
Total instruction	<u>50,703</u>
Student activities:	
Professional and technical services	40,488
Student travel	261,465
Other purchased services	7,495
Supplies, materials and media	221,117
Other	<u>16,130</u>
Total student activities	<u>546,695</u>
Total expenditures	<u>597,398</u>
Excess (deficiency) of revenues over expenditures	(19,328)
Fund balance, beginning of year	<u>882,085</u>
Fund balance, end of year	\$ <u><u>862,757</u></u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Impact Aid Construction Capital Project Fund

Year Ended June 30, 2025

Revenues - Intergovernmental -	
Federal sources passed through the State of Alaska	
Impact Aid - construction payments	\$ <u>91,557</u>
Expenditures:	
Operations and maintenance of plant -	
Supplies, materials and media	<u>5,450</u>
Construction and facilities acquisition -	
Supplies, materials and media	<u>74,515</u>
Total expenditures	<u>79,965</u>
Excess of revenues over expenditures	11,592
Other financing sources -	
Transfer in - General Fund	<u>50,000</u>
Net change in fund balance	61,592
Fund balance, beginning of year	<u>1,050,733</u>
Fund balance, end of year	\$ <u><u>1,112,325</u></u>

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Compliance - AS 14.17.505

Year Ended June 30, 2025

Total fund balance - General Fund	\$ 10,791,947
less exemptions per 4 AAC 09.60(a):	
Inventory	262,539
Prepays	704
Encumbrances	628,199
Impact Aid	2,377,462
Homeschool allotment rollover	20,050
Self-insurance	<u>1,638,655</u>
Fund balance subject to 10% limitation	\$ <u><u>5,864,338</u></u>

Nonexempt fund balances as a percentage of current year expenditures

<u>Fund balance subject to limitations</u>	=	<u>5,864,338</u>	<u>11.76%</u>
<u>Current year expenditures</u>		<u>49,858,604</u>	

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Expenditures of Federal Awards

Year end June 30, 2025

Federal Awarding Agency	Assistance Listing Number	Federal Grantor/ Pass Through Number	Award Amount	Federal Share of Expenditures
U.S. Department of Education:				
Direct programs:				
Impact Aid	84.041	11-AK-2025-0201	\$ 24,035	24,035
Indian Education	84.060A	S060A240673	176,751	175,934
Total direct U.S. Department of Education			200,786	199,969
Passed through the State of Alaska, Department of Education and Early Development:				
Impact Aid	84.041	11-AK-2025-0201	2,353,427	2,353,427
Impact Aid - Construction	84.041	11-AK-2025-0201	91,557	91,557
Impact Aid - Department of Defense	84.041	None	166,941	166,941
Total Impact Aid - pass through			2,611,925	2,611,925
Special Education Cluster (IDEA):				
Section 619	84.173A	SE25.KISD.01	27,955	27,955
Title VI-B	84.027A	SE25.KISD.01	693,605	693,605
COVID-19 Positive Behavioral Intervention Strategies	84.027	PB25.KISD.01	7,000	5,529
Total Special Education Cluster (IDEA)			728,560	727,089
Carl Perkins Secondary	84.048A	EK25.KISD.01	72,708	72,706
Title I-C Migrant Education	84.011A	IP25.KISD.01	550,813	550,359
Migrant Literacy	84.011A	MB25.KISD.01	21,100	18,984
Consolidated Admin Pool	84.011A	IP25.KISD.01	235,000	235,000
Total ALN 84.011			806,913	804,343
Title I-A Basic	84.010A	IP25.KISD.01	292,684	292,684
School Improvement	84.010A	SI25.KISD.01	75,000	68,538
Consolidated Admin Pool	84.010A	IP25.KISD.01	52,959	52,959
Total ALN 84.010			420,643	414,181
Comprehensive State Literacy Development	84.371C	AL25.KISD.01	73,020	48,762
Title IV-A	84.424A	IP25.KISD.01	28,102	27,142
Stronger Connections	84.424A	CM25.KISD.01	443,530	36,513
Consolidated Admin Pool	84.424A	IP24.KISD.01	960	960
Total ALN 84.424			472,592	64,615
Title II-A	84.367A	IP25.KISD.01	108,902	108,903
Consolidated Admin Pool	84.367A	IP25.KISD.01	36,250	36,250
Total ALN 84.367			145,152	145,153
Title III-A	84.365A	IP25.KISD.01	40,830	40,830
Consolidated Admin Pool	84.365A	IP25.KISD.01	498	498
Total ALN 84.365			41,328	41,328

(continued)

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of Expenditures of Federal Awards, Continued

Federal Awarding Agency	Assistance Listing Number	Federal Grantor/ Pass Through Number	Award Amount	Federal Share of Expenditures
U.S. Department of Education, continued:				
Passed through the State of Alaska, Department of Education and Early Development:				
Education Stabilization Fund:				
COVID-19 ARPA Homeless II	84.425W	AH25.KISD.01	\$ 1,000	622
COVID-19 Summer Programs	84.425U	CO25.KISD.01	2,703	2,490
COVID-19 Positive Behavioral Intervention Strategies	84.425U	PB25.KISD.01	3,177	3,177
Total ALN 84.425			<u>6,880</u>	<u>6,289</u>
COVID-19 ARPA Homeless II - EHCY Travel	84.196A	AH25.KISD.01	2,000	1,245
Total passed through the State of Alaska, Department of Education and Early Development			<u>5,381,721</u>	<u>4,937,636</u>
Passed through Alaska Council of School Administrators - Raising the Bar for Rural Alaskan Educators (RTB AK)	84.374A	None	41,464	3,365
Total U.S. Department of Education			<u>5,623,971</u>	<u>5,140,970</u>
National Endowment for the Arts:				
Passed through Alaska State Council on the Arts:				
Artists in Schools FY22	45.024	FY22AISM0009	1,750	1,750
Artists in Schools FY23	45.024	FY23AISM0006	1,800	1,800
Total ALN 45.024			<u>3,550</u>	<u>3,550</u>
Community Arts and Cultural Partnership	45.025	FY24MPCAP003	1,500	1,500
New Visions	45.025	FY25NV001	2,000	2,000
Total ALN 45.025			<u>3,500</u>	<u>3,500</u>
Total National Endowment for the Arts			<u>7,050</u>	<u>7,050</u>
U.S. Department of Homeland Security:				
Passed through the State of Alaska, Department of Military and Veterans Affairs - Cybersecurity				
	97.137	EMW-2022-CY-00038-S01	12,424	6,472
U.S. Department of Agriculture:				
Passed through the State of Alaska, Department of Education and Early Development:				
Child Nutrition Cluster:				
National School Breakfast Program	10.553	None	161,547	161,546
National School Lunch Program	10.555	None	576,707	576,707
Commodities	10.555	None	130,123	130,123
National Summer Lunch Program	10.559	None	25,944	25,944
Fresh Fruits and Vegetables	10.582	FF25.KISD.01	9,141	9,141
Fresh Fruits and Vegetables	10.582	FF25.KISD.02	59,719	57,448
Total Child Nutrition Cluster			<u>963,180</u>	<u>960,909</u>
Farm to School	10.645	FS24.KISD.02	7,728	1,451
Total U.S. Department of Agriculture			<u>970,908</u>	<u>962,360</u>
Total federal financial assistance			\$ <u>6,614,354</u>	<u>6,116,852</u>

See accompanying notes to the Schedule.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2025

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Kodiak Island Borough School District under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of Kodiak Island Borough School District, it is not intended to and does not present the basic financial statements of Kodiak Island Borough School District.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Kodiak Island Borough School District has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3. Passed Through Awards

No amounts were passed through to subrecipients.

Note 4. ALN # Total

The total expenditures for ALN #84.041 were \$2,635,960 for the year ended June 30, 2025.

Note 5. Non-monetary Assistance

Non-monetary assistance is reported on the schedule at fair value of commodities received and disbursed. For the year ended June 30, 2025, the District received \$130,123 in commodities.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Schedule of State Financial Assistance

Year End June 2025

State Grantor	Award Number	Award Amount	Current Year Expenditures
Department of Education and Early Development:			
# Foundation	None	\$ 26,042,426	26,042,426
# House Bill 268 - Foundation	None	3,641,584	3,641,584
Dividend Raffle	None	9,802	9,802
Quality Schools	None	85,684	85,684
# Pupil Transportation	None	1,647,766	1,647,766
House Bill 268 - Pupil Transportation	None	175,303	175,303
# Broadband Assistance Grant (BAG)	None	761,020	455,285
Pre-Elementary	PE25.KISD.01	577,018	577,018
Hunter Education	HE25.KISD.01	26,868	13,555
Apprenticeship Project	MS25.KISD.01	10,000	10,000
Total Department of Education and Early Development		<u>32,977,471</u>	<u>32,658,423</u>
Alaska State Council on the Arts:			
New Visions	FY25NV001	2,000	2,000
Artists in Schools FY22	FY22AISM0006	1,750	1,750
Artists in Schools FY23	FY23AISM0006	1,800	1,800
Total Alaska State Council on the Arts		<u>5,550</u>	<u>5,550</u>
Department of Military and Veterans Affairs:			
Cybersecurity	EMW-2022-CY-00038-S01	1,381	719
Total State financial assistance		<u>\$ 32,984,402</u>	<u>32,664,692</u>

See accompanying notes to the Schedule.

KODIAK ISLAND BOROUGH SCHOOL DISTRICT
(A Component Unit of the Kodiak Island Borough)

Notes to Schedule of State Financial Assistance

Year Ended June 30, 2025

Note 1. Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state award activity of Kodiak Island Borough School District under programs of the State of Alaska for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Kodiak Island Borough School District, it is not intended to and does not present the basic financial statements of Kodiak Island Borough School District.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the District's basic financial statements.

Note 3. Subrecipients

No state funds were passed through to subrecipients.

Note 4. Major Programs

denotes a major program for compliance audit purposes.

Note 5. Reconciliation of State Expenditures to the Financial Statements

The following programs are reported as Intergovernmental - State of Alaska revenues, however are not subject to compliance in accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*:

Total Schedule of State Financial Assistance	\$ 32,664,692
PERS On-Behalf	385,983
TRS On-Behalf	<u>2,423,985</u>
Total State Financial Assistance	\$ <u>35,474,660</u>

COMPLIANCE SECTION

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

Independent Auditor's Report

Members of the School Board
Kodiak Island Borough School District
Kodiak, Alaska

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 Kodiak Island Borough School District, as a component unit of Kodiak Island Borough, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Kodiak Island Borough School District's basic financial statements, and have issued our report thereon dated November 25, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

A handwritten signature in cursive script that reads "Altman, Rogers & Co.".

Anchorage, Alaska
November 25, 2025

Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the *Uniform Guidance*

Independent Auditor's Report

Members of the School Board
Kodiak Island Borough School District
Kodiak, Alaska

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Kodiak Island Borough School District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Kodiak Island Borough School District's major federal programs for the year ended June 30, 2025. Kodiak Island Borough School District's major federal programs are identified in the summary of auditor's results section of the accompanying federal schedule of findings and questioned costs.

In our opinion, Kodiak Island Borough School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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



Anchorage, Alaska
November 25, 2025

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Federal Schedule of Findings and Questioned Costs

Year Ended June 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements were prepared in accordance with GAAP:

Unmodified

Is a going concern emphasis-of-matter paragraph included in the audit report?

____ Yes X No

Internal control over financial reporting:

Material weakness(es) identified?

____ Yes X No

Significant deficiency(ies) identified?

____ Yes X None Reported

Noncompliance material to financial statements noted?

____ Yes X No

Federal Awards

Internal control over major federal programs (2 CFR 200.516 (a)(1)):

Material weakness(es) identified?

____ Yes X No

Significant deficiency(ies) identified?

____ Yes X None Reported

Any material noncompliance with provisions of laws, regulations, contracts, or grant agreements related to a major program (2 CFR 200.516 (a)(2))?

____ Yes X No

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR 200.516 (a)(3) or (4)?

____ Yes X No

Identification of major programs:

Assistance Listing Number(s)

84.041

84.010

Name of Federal Program or Cluster

Impact Aid

Title I-A

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

X Yes ____ No

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of the Kodiak Island Borough)

Federal Schedule of Findings and Questioned Costs, Continued

Section II - Financial Statement Findings

The Kodiak Island Borough School District did not have any findings related to the financial statements.

Section III - Federal Award Findings and Questioned Costs

The Kodiak Island Borough School District did not have any findings related to federal awards.

Report on Compliance for Each Major State Program and Report on Internal Control over Compliance Required by the State of Alaska Audit Guide and Compliance Supplement for State Single Audits

Independent Auditor's Report

Members of the School Board
Kodiak Island Borough School District
Kodiak, Alaska

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited Kodiak Island Borough School District's compliance with the types of compliance requirements identified as subject to audit in the *State of Alaska Audit Guide and Compliance Supplements* that could have a direct and material effect on each of Kodiak Island Borough School District's major state programs for the year ended June 30, 2025. Kodiak Island Borough School District's major state programs are identified on the accompanying Schedule of State Financial Assistance.

In our opinion, Kodiak Island Borough School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements in the State of Alaska Audit Guide. Our responsibilities under those standards and the State of Alaska Audit Guide are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the State of Alaska Audit Guide, we:

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

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

Report on Internal Control Over Compliance

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

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

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

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



Anchorage, Alaska
November 25, 2025

KODIAK ISLAND BOROUGH SCHOOL DISTRICT

(A Component Unit of Kodiak Island Borough)

State Schedule of Findings and Questioned Costs

Year Ended June 30, 2025

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

Material weakness identified?

____ Yes X No

Significant deficiency identified?

____ Yes X None reported

Noncompliance material to the financial statements noted?

____ Yes X No

State Financial Assistance

Internal control over major programs:

Material weakness identified?

____ Yes X No

Significant deficiency identified?

____ Yes X None reported

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

Unmodified

Dollar threshold used to distinguish between
Type A and Type B programs:

\$ 979,941

Auditee qualified as low-risk auditee?

X Yes ____ No

Section II – Financial Statement Findings

Kodiak Island Borough School District did not have any findings that related to the financial statements.

Section III – State Award Findings and Questioned Costs

Kodiak Island Borough School District did not have any findings related to State awards.