

**Oxford Community Schools**

**Financial Statements**

**June 30, 2025**



**YEO & YEO**

**BUSINESS SUCCESS  
PARTNERS**

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**Oxford Community Schools**  
**Members of the Board of Education and Administration**  
**June 30, 2025**

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**Members of the Board of Education**

Amanda McDonough – President

Mike Aldred – Vice President

James Sommers – Secretary

Mike Whitney – Treasurer

Ann Acheson – Trustee

Sara Beth Campagiorni – Trustee

Shane Gibson – Trustee

**Administration**

Dr. Tonya Milligan – Superintendent

John Fitzgerald – Assistant Superintendent of Business & Operations

## Independent Auditors' Report

Management and the Board of Education  
Oxford Community Schools  
Oxford, Michigan

### 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 Oxford Community Schools, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Oxford Community Schools' basic financial statements as listed in the table of contents.

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

#### Adoption of New Accounting Standard

As discussed in Note 1 to the financial statements, during the year ended June 30, 2025, the Oxford Community Schools adopted new accounting guidance, GASB Statement No. 101, *Compensated Absences*. Our opinions are not modified with respect to this matter.

#### Responsibilities of Management for the Financial Statements

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

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

### **Auditors' Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Oxford Community Schools' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Oxford Community Schools' ability to continue as a going concern for a reasonable period of time.

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

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the school district's proportionate share of the net pension liability, schedule of the school district's pension contributions, schedule of the school district's proportionate share of the net OPEB liability (asset), and schedule of the school district's OPEB contributions identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers

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

### **Other Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Oxford Community Schools' basic financial statements. The other supplementary information, as identified in the table of contents, is presented for the purpose 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 other supplementary information, as identified in the table of contents, 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 other supplementary information, as identified in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

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

Yeo & Yeo, P.C.

Troy, Michigan  
October 20, 2025

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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# Oxford Community Schools Management's Discussion and Analysis June 30, 2025

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The Oxford Community Schools (the School District) is located in Oakland and Lapeer Counties approximately 40 miles north of the city of Detroit. It is an independent school district governed by a seven-member elected Board of Education. Revenue is substantially determined by the State's funding formula. There are three K-5 elementary schools, one pre-K-2 elementary school, one 3-5 elementary school, one 6-8 middle school, one 9-12 high school, one alternative high school, a child care center, a virtual academy, an administration office, and maintenance and transportation facilities.

This section of the 2025 annual financial report presents our discussion and analysis of the Oxford Community School's financial performance during the fiscal year ended June 30, 2025. Please read it in conjunction with the School District's financial statements, which immediately follow this section.

## Using this Annual Report

This annual report consists of a series of financial statements and notes to those statements. The district-wide financial statements provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements provide information about the School District's most significant (major) funds. The General Fund, containing the primary activity of the School District, is always considered a major fund. The 2010B QSCB Debt Service Fund is large enough to be considered a major fund as well. All other governmental funds presented are in one column as non-major funds because they are not material enough to be considered major.

## Financial Section

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**Oxford Community Schools**  
**Management's Discussion and Analysis**  
**June 30, 2025**

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District-Wide Financial Statements

One of the most important questions asked about the School District is, "As a whole, what is the Oxford Community School District's financial condition as a result of the year's activities?". The statement of net position and the statement of activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps you answer this question. We prepare these statements using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the School District's net position as one way to measure the School District's financial health or financial position. Over time, increases or decreases in the School District's net position, as reported in the statement of activities, are indicators of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School District's operating results. However, the School District's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the quality of the education provided and the safety of the schools, to assess the overall health of the School District.

The statement of net position and the statement of activities report the governmental activities for the School District, which encompass all of the School District's services, including instruction, support services, community education, athletics, and food services. Property taxes, unrestricted State aid (foundation allowance revenue), State and Federal grants, and charges for services finance these activities.

Fund Financial Statements

The School District's fund financial statements provide detailed information about the most significant funds - not the School District as a whole. Some funds are required to be established by State law and by bond covenants. However, the School District establishes other funds to help it control and manage money for particular purposes (the Food Services and Community Services Funds are examples) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (such as bond-funded construction funds used for voter-approved capital projects).

All of the School District's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year-end that are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the School District and the services it provides. Governmental fund information helps you determine whether there is growth or decline of available financial resources that can be spent in the near future for the School District's programs. The relationship between governmental activities and governmental funds is illustrated in a reconciliation included in the financial section on page 4 - 6 and 4 - 9.

**Oxford Community Schools  
Management's Discussion and Analysis  
June 30, 2025**

The School District as a Whole

Summary of the Statement of Net Position (in Millions)

	2025 Governmental Activities	2024 Governmental Activities
<u>Assets</u>		
Current assets	\$ 54.21	\$ 55.56
Net OPEB asset	19.39	2.48
Capital assets, net book value	129.58	132.77
Total assets	<u>203.18</u>	<u>190.81</u>
<u>Deferred outflows of resources</u>		
Deferred amount on net pension liability	39.86	49.06
Deferred amount on net OPEB liability	7.34	12.21
Deferred amount on debt refunding	1.31	1.44
Total deferred outflows of resources	<u>48.51</u>	<u>62.71</u>
<u>Liabilities</u>		
Current liabilities	26.16	28.01
Noncurrent liabilities	232.79	266.29
Total liabilities	<u>258.95</u>	<u>294.30</u>
<u>Deferred inflows of resources</u>		
Deferred amount on net pension liability	35.60	22.65
Deferred amount on net OPEB liability	25.07	19.90
Total deferred inflows of resources	<u>319.62</u>	<u>336.85</u>
<u>Net Position</u>		
Invested in capital assets	17.75	13.85
Restricted	36.48	17.45
Unrestricted (deficit)	(122.17)	(114.63)
Total net position	<u>\$ (67.94)</u>	<u>\$ (83.33)</u>

**Oxford Community Schools**  
**Management's Discussion and Analysis**  
**June 30, 2025**

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The statement of net position provides the perspective of the School District as a whole. The School District's net position at the end of fiscal year 2025 is negative \$67.94 million. This amount is made up of several major components, three of these components are detailed as follows:

- Capital assets, net of related debt totaling 17.75 million, compares the original cost, less depreciation of the School District's capital assets, to long-term debt used to finance the acquisition of those assets. Most of the debt will be repaid from voter-approved property taxes collected as the debt service comes due, with any shortages made up by borrowings from the School Bond Revolving Fund.
- Restricted net position totaling \$36.48 million is reported separately to show legal constraints from debt covenants and funds restricted to cafeteria operations, debt service, capital projects, and the net OPEB asset, limiting the School District's ability to use those net assets for day-to-day operations.
- The unrestricted remainder of the net position is a negative \$122.17 million. This amount represents the *cumulative* results of all past years' operations. The operating results and cash position of the General Fund will have a significant impact on the change in unrestricted net position from year to year.

**Oxford Community Schools**  
**Management's Discussion and Analysis**  
**June 30, 2025**

Summary of Net Activities (in Millions)		
	2025 Governmental Activities	2024 Governmental Activities
<u>Revenues</u>		
Program revenues		
Charges for services	\$ 3.89	\$ 4.64
Operating grants and contributions	37.40	40.08
General revenues		
Property taxes	18.45	17.44
State aid	64.43	64.32
Investment earnings	0.82	0.63
Insurance recoveries	1.52	-
Other	0.15	0.17
Total revenues	126.66	127.28
<u>Expenses</u>		
Instruction	\$ 57.75	\$ 59.51
Support services	39.49	45.49
Food services	3.78	3.43
Community service	2.53	2.33
Interest on long-term debt	4.01	4.20
Total expenses	107.56	114.96
Change in net position	\$ 19.10	\$ 12.32

As reported in the statement of activities, the cost of all our governmental activities this year was \$107.56 million. Certain activities were partially funded by those who benefited from the programs, \$3.89 million, or by other governments and organizations that subsidized certain programs with grants and contributions, \$37.40 million. The remaining "public benefit" portion of our governmental activities was funded with \$18.45 million in taxes; \$64.43 million in State aid; and our other revenues, i.e., insurance recoveries, interest income, and general entitlements.

During fiscal year 2025, the School District experienced an increase in net assets of \$19.10 million. During the year, the School District adopted GASB 101, *Compensated Absences*. This adoption required the School District to restate beginning net position to \$(87,026,942). The total change was \$(3,693,360) from prior years ending balance.

**Oxford Community Schools**  
**Management's Discussion and Analysis**  
**June 30, 2025**

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As discussed above, the net cost of the activities in the District illustrates the financial impact of each of these functions on the resources of the District. Since property taxes for operations and unrestricted State aid constitute the vast majority of District operating revenue sources, the Board of Education and administration must annually evaluate the needs of the School District and balance those needs with available resources.

The School District's Funds

As noted earlier, the School District uses funds to help it control and manage money for purposes. The following overview of these funds will demonstrate the School District's stewardship over the resources that taxpayers and others provide. These funds also provide more insight into the School District's overall financial health.

At the end of fiscal year 2025, the governmental funds reported a combined fund balance of approximately \$38.29 million, a increase of \$2.14 million from fiscal year 2024.

General Fund Budgetary Highlights

Over the course of the year, the School District budget was revised to deal with unexpected changes in revenues and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. The final amendment to the budget was adopted just before year-end. A schedule showing the School District's original and final budget amounts compared with amounts actually paid and received is provided in the required supplemental information of these financial statements.

Budgeted revenues and other financing sources were decreased by \$1.27 million. The most significant decreases were due to the budgeting of lower state aid payments directly related to changes in student count/FTE, state categorical funding and the recognition of pass through grants.

Budgeted expenditures were decreased from the original adopted budget by \$0.8 million. This decrease was primarily due to changes in salary, benefit, and other operating costs we experienced throughout the school year. These costs included, but were not limited to, changes in grant funded and Added Needs related costs.

Economic Factors and Next Year's Budget

Our elected school board members and the administration considered many factors when setting the School District's FY25 budget. One of the most important factors affecting the budget is our student count. The State foundation revenue is determined by multiplying the blended student count by the foundation allowance per pupil. Approximately 61 percent of total General Fund revenue is from the State portion of the foundation allowance. The final amended budget adopted for FY25 utilized a \$9,608 per student foundation allowance. Under State law, the School District cannot assess additional property tax revenue for general operations. Therefore, School District funding is heavily dependent on the State's ability to fund local school operations. As a result of the School District's revenue dependence on state funding and the health of the State's School Aid Fund, the actual revenue received depends on the State's ability to collect revenue to fund its appropriation to the School District. The State periodically holds revenue-estimating conferences to estimate their revenue collection. Based on the results of the most recent conference, the State's estimated funds appear to be sufficient to fund the appropriation.

**Oxford Community Schools**  
**Management's Discussion and Analysis**  
**June 30, 2025**

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The K-12 school aid bill is expected to be enacted by the State that will set per pupil funding for FY26 at \$10,050. The blended student count used to formulate the FY26 budget assumes growth in both our shared time and virtual learning programs and a small decrease in our seated student FTE.

Further information can be found in the Notes to the Financial Statements. This report is designed to give an overview of the financial condition of the Oxford Community Schools. Questions or requests for additional information should be directed to the business office at (248) 969-5000.

## BASIC FINANCIAL STATEMENTS

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**Oxford Community Schools**  
**Statement of Net Position**  
**June 30, 2025**

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	<u>Governmental Activities</u>
<b>Assets</b>	
Cash	\$ 11,848,096
Accounts receivable	883,958
Due from other governmental units	21,431,285
Inventory	69,046
Investments	19,391,184
Prepaid items	583,528
Capital assets not being depreciated	3,240,787
Capital assets - net of accumulated depreciation	126,341,043
Net OPEB asset	<u>19,391,416</u>
 Total assets	 <u>203,180,343</u>
 <b>Deferred Outflows of Resources</b>	
Deferred amount on debt refunding	1,306,200
Deferred amount relating to the net pension liability	39,861,206
Deferred amount relating to the net OPEB asset	<u>7,338,940</u>
 Total deferred outflows of resources	 <u>48,506,346</u>

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Statement of Net Position**  
**June 30, 2025**

	Governmental Activities
<b>Liabilities</b>	
Accounts payable	787,381
Due to other governmental units	5,778,842
Payroll deductions and withholdings	3,061,684
Accrued expenditures	615,050
Accrued salaries payable	5,241,421
Unearned revenue	930,420
Long-term liabilities	
Net pension liability	109,368,922
Due within one year	9,744,800
Due in more than one year	<u>123,422,555</u>
 Total liabilities	 <u>258,951,075</u>
<b>Deferred Inflows of Resources</b>	
Deferred amount relating to the net pension liability	35,595,335
Deferred amount relating to the net OPEB asset	<u>25,072,707</u>
 Total deferred inflows of resources	 <u>60,668,042</u>
<b>Net Position</b>	
Net investment in capital assets	17,754,568
Restricted for:	
Food service	816,742
Debt service	16,268,735
Capital projects	5,002
Net OPEB asset	19,391,416
Unrestricted	<u>(122,168,891)</u>
 Total net position	 <u>\$ (67,932,428)</u>

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Statement of Activities**  
**For the Year Ended June 30, 2025**

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
<b>Functions/Programs</b>				
Governmental activities				
Instruction	\$ 57,753,340	\$ 209,056	\$ 27,253,601	\$ (30,290,683)
Supporting services	39,485,779	1,839,527	4,766,702	(32,879,550)
Food services	3,777,517	453,268	3,227,017	(97,232)
Community services	2,531,503	1,392,093	1,328,787	189,377
Interest and fiscal charges on long-term debt	4,005,383	-	824,680	(3,180,703)
Total governmental activities	\$ 107,553,522	\$ 3,893,944	\$ 37,400,787	(66,258,791)
General revenues				
Property taxes, levied for general purposes				5,947,322
Property taxes, levied for debt service				12,498,824
State aid - unrestricted				64,426,777
Interest and investment earnings				818,726
Other				146,579
Insurance recoveries				1,515,077
Total general revenues				85,353,305
Change in net position				19,094,514
Net position - beginning, as previously reported				(83,333,582)
Change in accounting principle (GASB 101)				(3,693,360)
Net position - beginning, as restated				(87,026,942)
Net position - ending				\$ (67,932,428)

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Governmental Funds**  
**Balance Sheet**  
**June 30, 2025**

	General Fund	2010B QSCB Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Cash	\$ 7,918,245	\$ 469	\$ 3,929,382	\$ 11,848,096
Accounts receivable	883,958	-	-	883,958
Due from other funds	-	675,511	2,236,044	2,911,555
Due from other governmental units	20,951,900	-	479,385	21,431,285
Inventory	-	-	69,046	69,046
Investments	4,096,869	14,269,325	1,024,990	19,391,184
Prepaid items	<u>583,528</u>	<u>-</u>	<u>-</u>	<u>583,528</u>
Total assets	<u>\$ 34,434,500</u>	<u>\$ 14,945,305</u>	<u>\$ 7,738,847</u>	<u>\$ 57,118,652</u>
<b>Liabilities</b>				
Accounts payable	\$ 629,335	\$ -	\$ 158,046	\$ 787,381
Due to other funds	1,620,520	-	1,291,035	2,911,555
Due to other governmental units	5,778,842	-	-	5,778,842
Payroll deductions and withholdings	3,061,684	-	-	3,061,684
Accrued salaries payable	5,102,531	-	138,890	5,241,421
Unearned revenue	<u>662,388</u>	<u>-</u>	<u>268,032</u>	<u>930,420</u>
Total liabilities	<u>16,855,300</u>	<u>-</u>	<u>1,856,003</u>	<u>18,711,303</u>

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Governmental Funds**  
**Balance Sheet**  
**June 30, 2025**

	General Fund	2010B QSCB Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Deferred Inflows of Resources</b>				
Unavailable revenue	115,516	-	-	115,516
<b>Fund Balances</b>				
Non-spendable				
Inventory	-	-	69,046	69,046
Prepaid items	583,528	-	-	583,528
Restricted for				
Food service	-	-	747,696	747,696
Debt service	-	14,945,305	1,938,480	16,883,785
Capital projects	-	-	5,002	5,002
Committed for				
Student/school activities	-	-	1,199,467	1,199,467
Capital projects	-	-	1,410,201	1,410,201
Community services	-	-	512,952	512,952
Assigned				
Long-term obligations	12,168,880	-	-	12,168,880
Education solutions	1,711,276	-	-	1,711,276
Future health care costs	3,000,000	-	-	3,000,000
<b>Total fund balances</b>	<u>17,463,684</u>	<u>14,945,305</u>	<u>5,882,844</u>	<u>38,291,833</u>
<b>Total liabilities, deferred inflows of resources, and fund balances</b>	<u>\$ 34,434,500</u>	<u>\$ 14,945,305</u>	<u>\$ 7,738,847</u>	<u>\$ 57,118,652</u>

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**  
**June 30, 2025**

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<b>Total fund balances for governmental funds</b>	<b>\$ 38,291,833</b>
Total net position for governmental activities in the statement of net position is different because:	
Certain receivables are not available to pay for current period expenditures and, therefore, are unavailable in the funds.	
Grants received	115,516
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	
Capital assets not being depreciated	3,240,787
Capital assets - net of accumulated depreciation	126,341,043
Net OPEB asset is not recorded as an asset in the governmental funds	19,391,416
Deferred outflows (inflows) of resources	
Deferred outflows of resources resulting from debt refunding	1,306,200
Deferred outflows of resources resulting from the net pension liability	39,861,206
Deferred outflows of resources resulting from the net OPEB asset	7,338,940
Deferred inflows of resources resulting from the net pension liability	(35,595,335)
Deferred inflows of resources resulting from the net OPEB asset	(25,072,707)
Certain liabilities are not due and payable in the current period and are not reported in the funds.	
Accrued interest	(615,050)
Long-term liabilities applicable to governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities.	
Net pension liability	(109,368,922)
Compensated absences	(6,917,116)
Bonds payable	(116,263,648)
School bond loan payable	(9,892,157)
Other loans payable and liabilities	<u>(94,434)</u>
<b>Net position of governmental activities</b>	<b><u>\$ (67,932,428)</u></b>

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2025**

	General Fund	2010B QSCB Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Local sources	\$ 6,746,353	\$ 1,774,400	\$ 14,409,391	\$ 22,930,144
State sources	86,476,684	53,371	3,537,087	90,067,142
Federal sources	3,022,223	824,680	1,309,346	5,156,249
Interdistrict sources	<u>6,863,908</u>	<u>-</u>	<u>-</u>	<u>6,863,908</u>
Total revenues	<u>103,109,168</u>	<u>2,652,451</u>	<u>19,255,824</u>	<u>125,017,443</u>
<b>Expenditures</b>				
Current				
Education				
Instruction	61,699,951	-	-	61,699,951
Supporting services	40,698,469	-	1,465,367	42,163,836
Food services	-	-	4,059,418	4,059,418
Community services	165,580	-	2,506,874	2,672,454
Capital outlay	38,047	-	2,334,995	2,373,042
Debt service				
Principal	48,026	-	7,420,000	7,468,026
Interest and other expenditures	<u>4,356</u>	<u>994,670</u>	<u>2,996,922</u>	<u>3,995,948</u>
Total expenditures	<u>102,654,429</u>	<u>994,670</u>	<u>20,783,576</u>	<u>124,432,675</u>
Excess (deficiency) of revenues over expenditures	<u>454,739</u>	<u>1,657,781</u>	<u>(1,527,752)</u>	<u>584,768</u>

See Accompanying Notes to the Financial Statements

**Oxford Community Schools**  
**Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2025**

	General Fund	2010B QSCB Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Other Financing Sources (Uses)</b>				
Insurance recoveries	965,077	-	550,000	1,515,077
Proceeds from sale of capital assets	39,330	-	-	39,330
Transfers in	311,000	-	1,500,000	1,811,000
Transfers out	<u>(1,500,000)</u>	<u>-</u>	<u>(311,000)</u>	<u>(1,811,000)</u>
Total other financing sources (uses)	<u>(184,593)</u>	<u>-</u>	<u>1,739,000</u>	<u>1,554,407</u>
Net change in fund balances	270,146	1,657,781	211,248	2,139,175
Fund balances - beginning	<u>17,193,538</u>	<u>13,287,524</u>	<u>5,671,596</u>	<u>36,152,658</u>
Fund balances - ending	<u>\$ 17,463,684</u>	<u>\$ 14,945,305</u>	<u>\$ 5,882,844</u>	<u>\$ 38,291,833</u>

See Accompanying Notes to the Financial Statements



**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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**Note 1 - Summary of Significant Accounting Policies**

The accounting policies of Oxford Community Schools (School District) conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The following is a summary of the School District's significant accounting policies:

**Reporting Entity**

The School District is governed by an elected seven-member Board of Education. The accompanying financial statements have been prepared in accordance with criteria established by the Governmental Accounting Standards Board for determining the various governmental organizations to be included in the reporting entity. These criteria include significant operational financial relationships that determine which of the governmental organizations are a part of the School District's reporting entity, and which organizations are legally separate component units of the School District. The School District has no component units.

**District-wide Financial Statements**

The School District's basic financial statements include both district-wide (reporting for the district as a whole) and fund financial statements (reporting the School District's major funds). The district-wide financial statements categorize all nonfiduciary activities as either governmental or business type. All of the School District's activities are classified as governmental activities.

The statement of net position presents governmental activities on a consolidated basis, using the economic resources measurement focus and accrual basis of accounting. This method recognizes all long-term assets and receivables as well as long-term debt and obligations. The School District's net position is reported in three parts (1) net investment in capital assets, (2) restricted net position, and (3) unrestricted net position.

The statement of activities reports both the gross and net cost of each of the School District's functions. The functions are also supported by general government revenues (property taxes and certain intergovernmental revenues). The statement of activities reduces gross

expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants.

The net costs (by function) are normally covered by general revenue (property taxes, state sources and federal sources, interest income, etc.). In creating the district-wide financial statements the School District has eliminated interfund transactions.

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

**Fund Financial Statements**

Major individual governmental funds are reported as separate columns in the fund financial statements.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected 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 compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, unrestricted state aid, intergovernmental grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be available only when cash is received by the government.

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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The School District reports the following major governmental funds:

General Fund - The General Fund is used to record the general operations of the School District pertaining to education and those operations not required to be provided for in other funds.

2010B QSCB Debt Service – This is used to account for the accumulation of restricted cash necessary for the payment of interest, principal, and other expenditures on long-term debt of the 2010B debt issue.

Additionally, the School District reports the following fund types:

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes. The School District’s Special Revenue Funds include the Community Service, Cafeteria, and Student/School Activities Funds.

Debt Service Funds – Debt Service Funds are used to record tax, interest, and other revenue and the payment of interest, principal, and other expenditures on long-term debt.

Capital Projects Fund – This fund is used for acquiring new school sites, buildings, equipment, and for remodeling and repairs. It is primarily funded by the General Fund from excess revenues. The fund is committed by the Board of Education.

Sinking Fund – This fund is used to record the sinking fund property tax levy and other revenue and the disbursement of invoices specifically for acquiring new school sites, construction or repair of school buildings.

**Assets, Liabilities and Net Position or Fund Balance**

Receivables and Payables – Generally, outstanding amounts owed between funds are classified as “due from/to other funds”. These amounts are caused by transferring revenues and expenses between funds to get them into the proper reporting fund. These balances are paid back as cash flow permits.

All trade and property tax receivables are shown net of an allowance for uncollectible amounts. The School District considers all accounts receivable to be fully collectible; accordingly, no allowance for uncollectible amounts is recorded.

Property taxes collected are based upon the approved tax rate for the year of levy. For the fiscal year ended June 30, 2025, the rates are as follows per \$1,000 of assessed value.

General Fund	
Non-principal residence exemption	17.4324
Commercial personal property	5.4324
Debt Service Funds	7.9000

School property taxes are assessed and collected in accordance with enabling state legislation by cities and townships within the School District’s boundaries. Approximately 64% of the School District’s tax roll lies within Oxford Township.

The property tax levy runs from July 1 to June 30. Property taxes become a lien on the first day of the levy year and are due on or before September 14 or February 14. Collections are forwarded to the School District as collected by the assessing municipalities. Real property taxes uncollected as of March 1 are purchased by the County of Oakland and remitted to the School District by May 15.

Investments - Investments are stated at fair value. Certificates of deposit are stated at cost which approximates fair value.

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

Certain payments to vendors reflect costs applicable to future fiscal years. For such payments in governmental funds the School District follows the consumption method, and they therefore are capitalized as prepaid items in both district-wide and fund financial statements.

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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Capital Assets – Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their acquisition value at the date of donation. The School District defines capital assets as assets with an initial individual cost in excess of \$5,000. Costs of normal repair and maintenance that do not add to the value or materially extend asset lives are not capitalized. The School District does not have infrastructure assets. Buildings, equipment, and vehicles are depreciated using the straight-line method over the following useful lives:

Buildings and additions	5 - 50 years
Equipment and furniture	5 - 20 years
Buses and other vehicles	7 years

Deferred Outflows of Resources – A deferred outflow of resources is a consumption of net position by the government that is applicable to a future reporting period. Deferred amounts on bond refundings are included in the district-wide financials statements. The amounts represent the difference between the reacquisition price and the net carrying amount of the prior debt. For district-wide financial statements, the School District reports deferred outflows of resources as a result of pension and OPEB plan earnings. This amount is the result of a difference between what the plan expected to earn from plan investments and what is actually earned. This amount will be amortized over the next four years and included in pension and OPEB expense. Changes in assumptions and experience differences relating to the net pension and OPEB liabilities (assets) are deferred and amortized over the expected remaining services lives of the employees and retirees in the plans. The School District also reported deferred outflows of resources for pension and OPEB contributions made after the measurement date. This amount will reduce the net pension and OPEB liabilities in the following year.

Compensated Absences – The liability for compensated absences reported in the district-wide statements consist of accumulated leave balances expected to be used or paid out upon separation from the School District.

Long-term Obligations – In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period.

In the School District's fund financial statements, the face amount of the debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses.

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

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

Deferred Inflows of Resources – A deferred inflow of resources is an acquisition of net position by the government that is applicable to a future reporting period. For governmental funds this includes

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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unavailable revenue in connection with receivables for revenues that are not considered available to liquidate liabilities of the current period. Deferred inflow for leases is related to leases receivable and is being amortized to recognize lease revenue in a systematic and rational manner over the term of the lease. Deferred amounts on bond refundings are included in the district-wide financials statements. The amounts represent the difference between the reacquisition price and the net carrying amount of the prior debt. For district-wide financial statements, the School District reports deferred inflows of resources as a result of pension and OPEB plan earnings. This amount is the result of a difference between what the plan expected to earn from the plan investments and what the plan actually earned. This amount will be amortized over the next four years and included in pension and OPEB expense. Changes in assumptions and experience differences relating to the net pension and OPEB liabilities (assets) are deferred and amortized over the expected remaining services lives of the employees and retirees in the plans. Deferred inflows of resources also includes revenue received relating to the amounts included in the deferred outflows for payments related to MPERS Unfunded Actuarial Accrued Liabilities (UAAL) Stabilization defined benefit pension statutorily required contributions.

**Fund Balance** - In the fund financial statements, governmental funds report fund balances in the following categories:

**Non-spendable** - amounts that are not available in a spendable form.

**Restricted** - amounts that are legally imposed or otherwise required by external parties to be used for a specific purpose.

**Committed** - amounts that have been formally set aside by the Board of Education for specific purposes. A fund balance commitment may be established, modified, or rescinded by a resolution of the Board of Education.

**Assigned** - amounts intended to be used for specific purposes, as determined by the Board of Education. Residual amounts in

governmental funds other than the General Fund are automatically assigned by their nature.

**Unassigned** - all other resources; the remaining fund balances after non-spendable, restrictions, commitments, and assignments.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District's policy is to consider restricted funds spent first.

When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts could be used, the District's policy is to consider the funds to be spent in the following order: (1) committed, (2) assigned, (3) unassigned.

The School District has adopted a minimum fund balance policy which requires the General Fund to maintain a minimum fund balance ranging from 10% to 20% of the prior year's actual expenditures and other financing uses. As of June 30, 2025, the general fund balance represented approximately 17% of the general fund expenditures and other financing uses.

**Use of Estimates**

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

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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**Eliminations and Reclassifications**

In the process of aggregating data for the statement of net position and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the “grossing up” effect on assets and liabilities within the governmental activities column.

**Adoption of New Accounting Standards**

Statement No. 101, *Compensated Absences*, updates the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

Statement No. 102, *Certain Risk Disclosures*, requires organizations to provide users of the financial statements with essential information about risks related to the organization’s vulnerabilities due to certain concentrations or constraints.

**Upcoming Accounting and Reporting Changes**

Statement No. 103, *Financial Reporting Model Improvements*, improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing an organization’s accountability while also addressing certain application issues. This statement includes changes to management’s discussion and analysis, unusual or infrequent items, presentation of the proprietary fund statements of revenues, expenses, and changes in fund net position, major component unit information, and budgetary comparison information. This statement is effective for the year ending June 30, 2026.

Statement No. 104, *Disclosure of Certain Capital Assets*, requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class

of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. This statement is effective for the year ending June 30, 2026.

The School District is evaluating the impact that the above GASBs will have on its financial reporting.

**Note 2 - Stewardship, Compliance, and Accountability**

**Budgetary Information**

Annual budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America and state law for the General and Special Revenue Funds. All annual appropriations lapse at fiscal yearend, thereby canceling all encumbrances. These appropriations are reestablished at the beginning of the year.

The budget document presents information by fund and function. The legal level of budgetary control adopted by the governing body is the function level. State law requires the School District to have its budget in place by July 1. A district is not considered in violation of the law if reasonable procedures are in use by the School District to detect violations.

The Superintendent is authorized to transfer budgeted amounts between functions within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

Budgeted amounts are as originally adopted or as amended by the Board of Education throughout the year.

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

**Excess of Expenditures over Appropriations**

During the year, the School District incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated, as follows:

Function	Final Budget	Amount of Expenditures	Budget Variances
General Fund			
Basic programs	\$ 51,009,729	\$ 51,115,150	\$ 105,421
Pupil	8,795,659	8,803,700	8,041
General administration	1,519,278	1,545,826	26,548
Business	1,139,821	1,182,710	42,889
Operations and maintenance	9,727,273	9,810,514	83,241
Capital outlay	-	38,047	38,047
Debt service	-	52,382	52,382
Transfers out	700,000	1,500,000	800,000

**Compliance - Sinking Funds**

The Capital Project Fund records capital project activities funded with Sinking Fund millage. For this fund, management believes the School District has complied, in all material respects, with the applicable provisions of § 1212(1) of the Revised School Code and the State of Michigan Department of Treasury Letter No. 2004-4.

**Note 3 - Deposits and Investments**

The School District's deposits and investments were reported in the basic financial statements in the following categories:

	<u>Governmental Activities</u>
Cash	\$ 11,848,096
Investments	<u>19,391,184</u>
	<u>\$ 31,239,280</u>

The breakdown between deposits and investments for the School District is as follows:

Deposits (checking, savings accounts, money markets, certificates of deposit)	\$ 11,848,096
Investments in securities, mutual funds, and similar vehicles	<u>19,391,184</u>
Total	<u>\$ 31,239,280</u>

As of year end, the School District had the following investments:

Investment	Carrying Value	Maturities	Rating	Rating Organization
External investment pools:				
Michigan Liquid Asset Fund (MILAF):				
MILAF + Portfolio				
Cash Management Class	\$ 4,096,869	< 60 days	AAAm	S&P
MAX Class	1,024,990	< 60 days	AAAm	S&P
U.S. Treasury Note	<u>14,269,325</u>	< 1 year	AA+	S&P
	<u>\$ 19,391,184</u>			

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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The valuation method for investments measured at net asset value (NAV) per share (or its equivalent) is discussed below.

As of June 30, 2025, the net asset value of the School District's investment in MILAF + Portfolio was \$5,121,859. Participation in the investment pool has not resulted in any unfunded commitments. Shares are available to be redeemed upon proper notice without restrictions under normal operating conditions. There are no limits to the number of redemptions that can be made provided the District has sufficient shares to meet the redemption request. In the event of an emergency that would make the determination of net asset value not reasonably practical, the Trust's Board of Trustees may suspend the right of withdrawal or postpone the date of payment. The net asset value ("NAV") per share of the MILAF+ Portfolio is calculated as of the close of business each business day by dividing the net position of that Portfolio by the number of its outstanding shares. It is the MILAF+ Portfolio's objective to maintain a NAV of \$1.00 per share, however, there is no assurance that this objective will be achieved. The exact price for share transactions will be determined based on the NAV next calculated after receipt of a properly executed order. The number of shares purchased or redeemed will be determined by the NAV.

Interest rate risk – In accordance with its investment policy, the School District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than 12 months.

Credit risk – State statutes and the School District's investment policy authorize the School District to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have an office in Michigan; the School District is allowed to invest in U.S. Treasury or Agency obligations, U.S. government repurchase agreements, bankers' acceptances, commercial paper rated prime at the time of purchase that matures not more than 270 days after the date of purchase, mutual funds, and investment pools that are composed of authorized investment vehicles.

Concentration of credit risk – The School District's investment policy does not allow for an investment in any one issuer that is in excess of five percent of the School District's total investments.

Custodial credit risk – deposits – In the case of deposits, this is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. The School District does not have a deposit policy for custodial credit risk. As of year-end, \$12,617,413 of the School District's bank balance of \$12,867,413 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Custodial credit risk – investments – For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of yearend, none of the School District's investments were exposed to custodial credit risk.

#### **Note 4 - Fair Value Measurements**

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The School District has the following recurring fair value measurements as of June 30, 2025:

- U.S. Treasury securities of \$14,269,325 are valued using quoted market prices (Level 2 inputs)

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

**Note 5 - Capital Assets**

A summary of the changes in governmental capital assets is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities</b>				
Capital assets not being depreciated				
Land	\$ 2,911,304	\$ -	\$ -	\$ 2,911,304
Construction-in-progress	<u>4,601,415</u>	<u>329,483</u>	<u>4,601,415</u>	<u>329,483</u>
Total capital assets not being depreciated	<u>7,512,719</u>	<u>329,483</u>	<u>4,601,415</u>	<u>3,240,787</u>
Capital assets being depreciated				
Buildings and additions	194,233,421	7,583,049	211,296	201,605,174
Equipment and furniture	22,842,536	787,232	109,697	23,520,071
Buses and other vehicles	4,666,645	-	156,676	4,509,969
Right to use asset - buildings and additions	293,827	-	293,827	-
Right to use asset - equipment and furniture	<u>243,199</u>	<u>-</u>	<u>48,005</u>	<u>195,194</u>
Total capital assets being depreciated	<u>222,279,628</u>	<u>8,370,281</u>	<u>819,501</u>	<u>229,830,408</u>
Less accumulated depreciation for				
Buildings and additions	79,845,032	4,852,354	122,376	84,575,010
Equipment and furniture	13,897,679	1,677,837	109,697	15,465,819
Buses and other vehicles	2,887,718	595,246	138,070	3,344,894
Right to use asset - buildings and additions	286,635	7,192	293,827	-
Right to use asset - equipment and furniture	<u>103,666</u>	<u>47,981</u>	<u>48,005</u>	<u>103,642</u>
Total accumulated depreciation	<u>97,020,730</u>	<u>7,180,610</u>	<u>711,975</u>	<u>103,489,365</u>
Net capital assets being depreciated	<u>125,258,898</u>	<u>1,189,671</u>	<u>107,526</u>	<u>126,341,043</u>
Net capital assets	<u>\$ 132,771,617</u>	<u>\$ 1,519,154</u>	<u>\$ 4,708,941</u>	<u>\$ 129,581,830</u>

Depreciation expense of capital assets and amortization expense of right to use assets were charged to activities of the School District as follows:

**Governmental activities**

Instruction	\$ 4,021,142
Supporting services	2,728,632
Food services	287,224
Community services	<u>143,612</u>

Total governmental activities \$ 7,180,610

**Construction Contracts**

At year end, the School District had several uncompleted construction contracts in the capital projects fund. The remaining commitment on these construction contracts was approximately \$430,000.

**Note 6 - Interfund Receivables, Payables, and Transfers**

Individual interfund receivable and payable balances at year end were:

Payable Fund	Receivable Fund	Amount
Nonmajor Governmental Funds	Nonmajor Governmental Funds	\$ 1,291,035
General Fund	2010B QSCB Debt Service	675,511
General Fund	Nonmajor Governmental Funds	<u>945,009</u>
		<u>\$ 2,911,555</u>

The outstanding balances between funds result mainly from the time lag between the dates that transactions are recorded in the accounting system and payments between funds are made.

Management does not anticipate individual interfund balances to remain outstanding for periods in excess of one year.

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

Interfund transfers consist of the following:

	Transfers Out		
	General Fund	Nonmajor Governmental Funds	Total
<u>Transfers in</u>			
General Fund	\$ -	\$ 311,000	\$ 311,000
Nonmajor Governmental Funds	<u>1,500,000</u>	<u>-</u>	<u>1,500,000</u>
	<u>\$ 1,500,000</u>	<u>\$ 311,000</u>	<u>\$ 1,811,000</u>

Transfers from the Cafeteria and Community Service Funds were made to the General Fund to cover indirect costs. Transfers from the General Fund to the Capital Projects Fund were made to fund future projects.

**Note 7 - Unearned Revenue**

Governmental funds report unearned revenue in connection with resources that have been received but not yet earned. At the end of the current fiscal year, the components of unearned revenue are as follows:

Grant and categorical aid payments received prior to meeting all eligibility requirements	\$ 662,388
Student meals	23,808
Child care	<u>244,224</u>
 Total	 <u>\$ 930,420</u>

**Note 8 - Leases**

Between the 2020 and the 2024 fiscal years, the School District entered into various lease agreements, terms were all at 60 months, as lessee for the use of office equipment. As of June 30, 2025, the total value of the lease liabilities was \$94,434. The School District is required to make annual principal and interest payments on the office equipment for the amount of \$857 to \$6,246. These leases have interest rates ranging from 2.00% to 4.66%. The value of the right-to-use assets as of the end of the current fiscal year was \$91,552 and had accumulated amortization of \$103,642.

Annual requirements to amortize lease liabilities and related interest are as follows:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 36,134	\$ 2,994
2027	32,111	1,765
2028	19,453	706
2029	<u>6,736</u>	<u>69</u>
 Total	 <u>\$ 94,434</u>	 <u>\$ 5,534</u>

**Note 9 - Long-Term Debt**

The School District issues bonds, notes, and other contractual commitments to provide for the acquisition and construction of major capital facilities and the acquisition of certain equipment. General obligation bonds are direct obligations and pledge the full faith and credit of the School District. The State can withhold state aid if it has to make a bond payment on behalf of the School District related to qualified bonds. For the School Bond Loan Fund, the State may withhold state aid if the School District is in default or apply late charges in an instance of default or fails to appropriately levy debt mills. Other long-term obligations include compensated absences and leases.

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Long-term obligation activity is summarized as follows:

	Beginning Balance, as Restated	Additions	Reductions	Ending Balance	Amount Due Within One Year
<b>Bonds and notes payable</b>					
General obligation bonds	\$ 121,720,000	\$ -	\$ 7,420,000	\$ 114,300,000	\$ 7,685,000
Premium on bonds	2,492,892	-	499,719	1,993,173	-
Discount on bonds	<u>(32,014)</u>	<u>-</u>	<u>(2,489)</u>	<u>(29,525)</u>	<u>-</u>
<b>Total bonds payable</b>	<u>124,180,878</u>	<u>-</u>	<u>7,917,230</u>	<u>116,263,648</u>	<u>7,685,000</u>
<b>Notes from direct borrowings and direct placements</b>					
School Bond Loan	8,791,249	-	-	8,791,249	-
Accrued interest- SBLF	<u>677,122</u>	<u>423,786</u>	<u>-</u>	<u>1,100,908</u>	<u>-</u>
<b>Total notes from direct borrowings and direct placements</b>	<u>9,468,371</u>	<u>423,786</u>	<u>-</u>	<u>9,892,157</u>	<u>-</u>
<b>Other liabilities</b>					
Leases	142,460	-	48,026	94,434	36,134
Compensated absences	<u>6,647,717</u>	<u>269,399</u>	<u>-</u>	<u>6,917,116</u>	<u>2,023,666</u>
<b>Total other liabilities</b>	<u>6,790,177</u>	<u>269,399</u>	<u>48,026</u>	<u>7,011,550</u>	<u>2,059,800</u>
<b>Total</b>	<u>\$ 140,439,426</u>	<u>\$ 693,185</u>	<u>\$ 7,965,256</u>	<u>\$ 133,167,355</u>	<u>\$ 9,744,800</u>

For governmental activities, leases are primarily liquidated by the General Fund.

General obligation bonds payable at year end, consist of the following:

\$42,075,000 2016 refunding bonds due in annual installments of \$100,000 to \$6,800,000 through 2039, interest at 3.00% to 5.00%	\$ 24,755,000
\$9,195,000 2018 general obligation bonds due in annual installments of \$190,000 to \$615,000 through 2048, interest at 3.50% to 4.00%	8,595,000
\$15,000,000 2018 serial bonds due in one installment of \$15,000,000 in 2027, interest at 6.625% due annually	15,000,000
\$7,530,000 2021 refunding bonds due in annual installments of \$445,000 to \$2,835,000 through 2032, interest at 1.65% to 2.00%	6,710,000
\$38,550,000 2019 refunding bonds series I due in annual installments of \$1,340,000 to \$6,540,000 through 2034, interest at 2.18% to 2.69%	34,745,000
\$9,195,000 2019 refunding bonds series II due in annual installments of \$290,000 to \$645,000 through 2044, interest at 2.00% to 5.00%	8,715,000
\$7,410,000 2020 refunding bonds series I due in annual installments of \$500,000 to \$2,800,000 through 2031, interest at 2.00%	6,810,000
\$9,470,000 2020 refunding bonds series II due in annual installments of \$500,000 to \$1,125,000 through 2041, interest at 2.00% to 2.28%	<u>8,970,000</u>
<b>Total general obligation bonded debt</b>	<u>\$ 114,300,000</u>

Under the terms of the 2010 School Building and Site Bonds, Series B, the School District is required to make mandatory set aside deposits of \$1,153,846 for years 2016 through 2027. These deposits are required to be set aside to ensure there is sufficient money to pay the principal at maturity.

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Future principal and interest requirements for bonded debt and direct borrowings and direct placements are as follows:

Year Ending June 30,	Bonds	
	Principal	Interest
2026	\$ 7,685,000	\$ 3,718,002
2027	22,890,000	3,512,938
2028	9,465,000	2,275,024
2029	9,800,000	1,935,751
2030	10,160,000	1,579,579
2031-2035	35,855,000	4,468,339
2036-2040	10,445,000	2,032,137
2041-2045	6,460,000	728,603
2046-2048	1,540,000	92,715
Total	<u>\$ 114,300,000</u>	<u>\$ 20,343,088</u>

The general obligation bonds are payable from the Debt Service Funds. As of yearend, the Debt Service Funds had a collective balance of \$16,883,785. Future debt and interest will be payable from future tax levies.

Interest expenditures for the fiscal year in the General Fund and Debt Service Funds were \$4,356 and \$3,982,785, respectively.

**State School Bond Loan**

The State School Bond Loan consists of a borrowing agreement with the State of Michigan for the purpose of meeting the financing of current debt maturities on the School District's outstanding bond issues. The bond elections, as passed by the voters, specified that the School District debt millage would not exceed the pre-bond vote millage, but instead the elections permitted the School District to extend this levy. Since the monies generated by the millage are presently not sufficient to cover the entire debt service requirements of the School District, it has been necessary for the School District to borrow additional funds to meet debt service requirements. The School District has agreed to repay the loan amount with interest at rates and at times to be determined by the State Treasurer.

**Compensated Absences**

The compensated absences liability of \$6,917,116 at year end, has been calculated based on anticipated amounts of leave time that will either be used or paid out upon retirement or termination. Compensated absences additions and deductions are reported net.

**Deferred Amount on Refunding**

The previous period refunding's resulted in a difference between the reacquisition price and the net carrying amount of the old debt. As of June 30, 2025, the value of this deferred amount was \$1,306,200. This amount is reported in the accompanying statement of net position as a deferred outflow of resources and is being charged to activities through fiscal year 2039.

**Defeased Debt**

In prior years, the School District has defeased various bonds issued by creating separate irrevocable trust funds. New debt has been issued and the net proceeds of each refunding were placed in separate special escrow accounts and invested in securities of the U.S. Government and its agencies. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the refunded bonds are considered to be defeased. Accordingly, the trust account assets and liability for the defeased bonds are not included in the School District's financial statements.

The final payment date is 2031. As of year end, the amount of defeased debt outstanding but removed from the School District's financial statements is as follows:

1996 Issue refunded	\$ 2,470,000
2001 Issue refunded	<u>14,700,000</u>
Total	<u>\$ 17,170,000</u>

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**Note 10 - Risk Management**

The School District is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries (workers' compensation) and certain medical benefits provided to employees. The School District has purchased commercial insurance for health claims (excluding dental) and participates in SET-SEG (risk pool) for claims relating to worker' compensation. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The shared-risk pool program operates as a common risk-sharing management program for school districts in Michigan. Member's premiums are used to purchase commercial excess insurance coverage and pay members claims in excess of deductible amounts.

The School District is self-insured for dental claims. The School District estimates the liability for dental claims that have been reported as well as those that have not been reported. The obligation is not material to the financial statements.

The School District is subject to the Michigan Employment Security Act and has elected to pay unemployment claims on a direct self-insured basis. Under this method, the School District must reimburse the Employment Commission for all benefits charged against the School District. The School District had no significant unemployment compensation expense for the year and has made no provision for possible future claims.

**Note 11 - Pension Plan**

**Plan Description**

The Michigan Public School Employees' Retirement System (System or MPERS) is a cost-sharing, multiple employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (State) originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The

board consists of twelve members - eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

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

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

The System's financial statements are available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Benefits Provided**

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Depending on the plan option selected, member retirement benefits are determined by final average compensation, years of service, and a pension factor ranging from 1.25 percent to 1.50 percent. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides disability and survivor benefits to DB plan members.

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

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**Contributions**

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

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

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

Pension Contribution Rates		
Benefit Structure	Member	Employer
Basic	0.0 - 4.0%	23.03%
Member Investment Plan	3.0 - 7.0%	23.03%
Pension Plus	3.0 - 6.4%	19.17%
Pension Plus 2	6.2%	20.10%
Defined Contribution	0.0%	13.90%

Required contributions to the pension plan from the School District were \$18,677,193 for the year ending September 30, 2024.

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

At June 30, 2025, the School District reported a liability of \$109,368,922 for its proportionate share of the MPERS net pension liability. The net pension liability was measured as of September 30,

2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation rolled forward from September 2023. The School District's proportion of the net pension liability was determined by dividing each employer's statutorily required pension contributions to the system during the measurement period by the percent of pension contributions required from all applicable employers during the measurement period. At September 30, 2024, the School District's proportion was .4467 percent, which was an increase of .0220 percent from its proportion measured as of September 30, 2023.

For the plan year ending September 30, 2024, the School District recognized pension expense of \$14,794,725 for the measurement period. For the reporting period ending June 30, 2025, the School District recognized total pension contribution expense of \$17,356,884.

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At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference between expected and actual experience	\$ 2,967,256	\$ (1,188,308)	\$ 1,778,948
Changes of assumptions	11,402,358	(8,013,283)	3,389,075
Net difference between projected and actual earnings on pension plan investments	-	(20,872,226)	(20,872,226)
Changes in proportion and differences between the School District contributions and proportionate share of contributions	<u>9,324,688</u>	<u>(585,896)</u>	<u>8,738,792</u>
Total to be recognized in future	23,694,302	(30,659,713)	(6,965,411)
School District contributions subsequent to the measurement date	<u>16,166,904</u>	<u>(4,935,622)</u>	<u>11,231,282</u>
Total	<u>\$39,861,206</u>	<u>\$(35,595,335)</u>	<u>\$ 4,265,871</u>

Contributions subsequent to the measurement date reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. The District will offset the contribution expense in the year ended June 30, 2026, with the 147c supplemental income received subsequent to the measurement date which is included in the deferred inflows of resources.

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

Deferred (Inflow) and Deferred Outflow of Resources by Year (To Be Recognized in Future Pension Expenses)	
2025	\$ 660,314
2026	3,181,319
2027	(6,018,563)
2028	<u>(4,788,481)</u>
	<u>\$ (6,965,411)</u>

**Actuarial Assumptions**

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

Additional information as of the latest actuarial valuation follows:

*Summary of Actuarial Assumptions:*

- Valuation Date: September 30, 2023
- Actuarial Cost Method: Entry Age, Normal
- Wage inflation rate: 2.75%
- Investment Rate of Return:
  - MIP and Basic Plans: 6.00% net of investment expenses
  - Pension Plus Plan: 6.00% net of investment expenses
  - Pension Plus 2 Plan: 6.00% net of investment expenses
- Projected Salary Increases: 2.75 - 11.55%, including wage inflation at 2.75%

**Oxford Community Schools**  
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- Cost-of-Living Pension Adjustments: 3% Annual Non-Compounded for MIP Members
- Mortality:
  - Retirees: PubT-2010 Male and Female Retiree Mortality Tables, scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010.
  - Active: PubT-2010 Male and Female Employee Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.

Assumption changes as a result of an experience study for the period 2017 through 2022 have been adopted by the System for use in the annual pension valuations beginning with the September 30, 2023, valuation. The total pension liability as of September 30, 2024, is based on the results of an actuarial valuation date of September 30, 2023, and rolled forward using generally accepted actuarial procedures, including the experience study.

Recognition period for liabilities is the average of the expected remaining service lives of all employees is 4.4612 years.

Recognition period for assets in years is 5.0000.

Full actuarial assumptions are available in the 2024 MPSERS Annual Comprehensive Financial Report found on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Long-Term Expected Return on Plan Assets**

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

allocation as of September 30, 2024, are summarized in the following table:

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

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

**Rate of Return**

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

**Discount Rate**

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

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contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

1% Decrease *	Current Single Discount Rate Assumption *	1% Increase *
5.00%	6.00%	7.00%
\$ 160,336,015	\$ 109,368,922	\$ 66,929,011

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

Detailed information about the pension plan's fiduciary net position is available in the separately issued MPERS Annual Comprehensive Financial Report, available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

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

There were no significant payables to the pension plan that are not ordinary accruals to the School District.

**Note 12 - Postemployment Benefits Other Than Pensions (OPEB)**

**Plan Description**

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

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

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

The System's financial statements are available on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Benefits Provided**

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning with fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide the comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree healthcare recipient. For members who

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first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP Graded plan members) the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008 (MIP-Plus plan members) have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date. Dependents are eligible for healthcare coverage if they meet the dependency requirements set forth in Public Act 300 of 1980, as amended.

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

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

**Contributions**

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and

retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

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

The schedule below summarizes OPEB contribution rates in effect for plan year 2024.

OPEB Contribution Rates		
Benefit Structure	Member	Employer
Premium Subsidy	3.0%	8.31%
Personal Healthcare Fund (PHF)	0.0%	7.06%

Required contributions to the OPEB plan from the School District were \$3,744,604 for the year ended September 30, 2024.

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

At June 30, 2025, the School District reported an asset of \$19,391,416 for its proportionate share of the MPSERS net OPEB asset. The net OPEB asset was measured as of September 30, 2024, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation rolled forward from September 2023. The School District's proportion of the net OPEB asset was determined by dividing each employer's statutorily required OPEB contributions to the system during the measurement period by the percent of OPEB contributions required from all

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applicable employers during the measurement period. At September 30, 2024, the School District's proportion was .4505 percent, which was an increase of .0114 percent from its proportion measured as of September 30, 2023.

For the plan year ending September 30, 2024, the School District recognized OPEB expense of \$(5,951,923) for the measurement period. For the reporting period ending June 30, 2025, the School District recognized total OPEB contribution expense of \$1,122,413.

At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Difference between expected and actual experience	\$ -	\$(20,548,979)	\$(20,548,979)
Changes of assumptions	4,235,364	(486,820)	3,748,544
Net difference between projected and actual earnings on OPEB plan investments	-	(3,671,017)	(3,671,017)
Changes in proportion and differences between the School District contributions and proportionate share of contributions	2,637,316	(365,891)	2,271,425
Total to be recognized in future	6,872,680	(25,072,707)	(18,200,027)
School District contributions subsequent to the measurement date	466,260	-	466,260
Total	\$ 7,338,940	\$(25,072,707)	\$(17,733,767)

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

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

Deferred (Inflow) and Deferred Outflow of Resources by Year  
 (To Be Recognized in Future OPEB Expenses)

2025	\$ (5,643,220)
2026	(3,370,005)
2027	(3,714,488)
2028	(3,326,306)
2029	(1,790,267)
Thereafter	(355,741)
	<u>\$ (18,200,027)</u>

**Actuarial Assumptions**

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

Additional information as of the latest actuarial valuation follows:

*Summary of Actuarial Assumptions:*

- Valuation Date: September 30, 2023
- Actuarial Cost Method: Entry Age, Normal
- Wage inflation rate: 2.75%
- Investment Rate of Return: 6.00% net of investment expenses
- Projected Salary Increases: 2.75 – 11.55%, including wage inflation of 2.75%
- Healthcare Cost Trend Rate: Pre-65: 7.25% Year 1 graded to 3.5% Year 15; Post-65: 6.50% Year 1 graded to 3.5% Year 15

- Mortality:
  - Retirees: PubT-2010 Male and Female Retiree Mortality Tables, scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010.
  - Active: PubT-2010 Male and Female Employee Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.

*Other Assumptions:*

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

Assumption changes as a result of an experience study for the period 2017 through 2022 have been adopted by the System for use in the annual pension valuations beginning with the September 30, 2023, valuation. The total OPEB liability as of September 30, 2024, is based on the results of an actuarial valuation date of September 30, 2023, and rolled forward using generally accepted actuarial procedures, including the experience study.

Recognition period for liabilities is the average of the expected remaining service lives of all employees in years is 6.2834.

Recognition period for assets in years is 5.0000.

Full actuarial assumptions are available in the 2024 MPSERS Annual Comprehensive Financial Report found on the ORS website at [www.michigan.gov/orsschools](http://www.michigan.gov/orsschools).

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

**Long-Term Expected Return on Plan Assets**

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2023, are summarized in the following table:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return*
Domestic Equity Pools	25.0 %	5.3%
Private Equity Pools	16.0	9.0%
International Equity	15.0	6.5%
Fixed Income Pools	13.0	2.0%
Real Estate and Infrastructure Pools	10.0	7.1%
Absolute Return Pools	9.0	5.2%
Real Return/Opportunistic Pools	10.0	6.9%
Short Term Investment Pools	2.0	1.4%
	<u>100.0%</u>	

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

**Rate of Return**

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

**Discount Rate**

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

**Sensitivity of the School District's Proportionate Share of the Net OPEB Liability or Asset to Changes in the Discount Rate**

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

1% Decrease 5.00%	Current Discount Rate 6.00%	1% Increase 7.00%
<u>\$ (14,985,846)</u>	<u>\$ (19,391,416)</u>	<u>\$ (23,200,496)</u>

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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**Sensitivity of the School District’s Proportionate Share of the Net OPEB Liability or Asset to Healthcare Cost Trend Rate**

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

1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
\$ (23,200,538)	\$ (19,391,416)	\$ (15,306,153)

**OPEB Plan Fiduciary Net Position**

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

**Payables to the OPEB Plan**

There were no significant payables to the OPEB plan that are not ordinary accruals to the School District.

**Note 13 - Contingent Liabilities**

Amounts received or receivable from grantor agencies are subjected to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of costs which may be disallowed by the grantor cannot be determined at this time although the School District expects such amounts, if any, to be immaterial. A separate report on federal compliance has been issued for the fiscal year June 30, 2025.

The School District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the School District’s attorneys, the resolution of these matters will not have a material adverse effect on the financial condition of the School District.

**Note 14 - Tax Abatements**

The School District receives reduced property tax revenues as a result of Industrial Facilities Tax exemptions and Brownfield Redevelopment Agreements granted by Oxford Township. Industrial facility exemptions are intended to promote construction of new industrial facilities, or to rehabilitate historical facilities; Brownfield redevelopment agreements are intended to reimburse taxpayers that remediate environmental contamination on their properties.

There are no significant abatements made by the School District.

**Note 15 - Significant Event**

On November 30, 2021, Oxford Community Schools was devastated by a school shooting that occurred at Oxford High School. As a result of the school shooting, four students tragically lost their lives, and six students and 1 staff member were injured. The District has received various grants and contributions to assist in funding losses due to school closures, additional support for students and educators affected, mental health, security, and repairs to the high school.

**Oxford Community Schools**  
**Notes to the Financial Statements**  
**June 30, 2025**

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**Note 16 - Change in Accounting Principle**

During the year ended June 30, 2025, the School District restated net position as a result of adopting GASB Statement No. 101, *Compensated Absences*. As a result, the following change was necessary to be made in the financial statements:

	<u>Governmental Activities</u>
Net position - June 30, 2024, as previously reported	\$(83,333,582)
Adjustments:	
Change in accounting principle (GASB 101)	<u>(3,693,360)</u>
Net position - July 1, 2024, as restated	<u>\$(87,026,942)</u>

## REQUIRED SUPPLEMENTARY INFORMATION

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**Oxford Community Schools**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule - General Fund**  
**For the Year Ended June 30, 2025**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
<b>Revenues</b>				
Local sources	\$ 6,817,589	\$ 6,678,560	\$ 6,746,353	67,793
State sources	89,291,397	87,314,806	86,476,684	(838,122)
Federal sources	3,345,353	3,051,883	3,022,223	(29,660)
Interdistrict sources	6,539,650	7,681,429	6,863,908	(817,521)
	<u>105,993,989</u>	<u>104,726,678</u>	<u>103,109,168</u>	<u>(1,617,510)</u>
<b>Expenditures</b>				
Instruction				
Basic programs	52,793,757	51,009,729	51,115,150	105,421
Added needs	10,793,295	10,590,512	10,584,801	(5,711)
Supporting services				
Pupil	9,303,946	8,795,659	8,803,700	8,041
Instructional staff	5,426,425	4,982,691	4,315,398	(667,293)
General administration	1,313,205	1,519,278	1,545,826	26,548
School administration	6,010,664	5,832,000	5,661,881	(170,119)
Business	1,112,813	1,139,821	1,182,710	42,889
Operations and maintenance	8,611,585	9,727,273	9,810,514	83,241
Pupil transportation services	3,351,074	4,046,326	3,460,866	(585,460)
Central	4,470,031	4,634,277	4,191,995	(442,282)
Athletic activities	1,481,731	1,443,191	1,428,760	(14,431)
Other	262,708	332,694	296,819	(35,875)
Community services	127,685	201,572	165,580	(35,992)
Capital outlay	-	-	38,047	38,047
Debt service				
Principal	-	-	48,026	48,026
Interest and fiscal charges	-	-	4,356	4,356
	<u>105,058,919</u>	<u>104,255,023</u>	<u>102,654,429</u>	<u>(1,600,594)</u>
Excess of revenues over expenditures	<u>935,070</u>	<u>471,655</u>	<u>454,739</u>	<u>(16,916)</u>

**Oxford Community Schools**  
**Required Supplementary Information**  
**Budgetary Comparison Schedule - General Fund**  
**For the Year Ended June 30, 2025**

	Budgeted Amounts		Actual	Over (Under) Budget
	Original	Final		
<b>Other Financing Sources (Uses)</b>				
Insurance recoveries	-	-	965,077	965,077
Proceeds from sale of capital assets	-	39,330	39,330	-
Transfers in	361,200	311,000	311,000	-
Transfers out	(700,000)	(700,000)	(1,500,000)	(800,000)
 Total other financing sources (uses)	<u>(338,800)</u>	<u>(349,670)</u>	<u>(184,593)</u>	<u>165,077</u>
 Net change in fund balances	596,270	121,985	270,146	148,161
 Fund balance - beginning	<u>17,193,538</u>	<u>17,193,538</u>	<u>17,193,538</u>	<u>-</u>
 Fund balance - ending	<u>\$ 17,789,808</u>	<u>\$ 17,315,523</u>	<u>\$ 17,463,684</u>	<u>\$ 148,161</u>

**Oxford Community Schools**  
**Required Supplementary Information**  
**Schedule of the School District's Proportionate Share of the Net Pension Liability**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years (Measurement Date September 30th, of Each June Fiscal Year)**

	June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A. School District's proportion of the net pension liability (%)	0.4467%	0.4248%	0.4138%	0.3993%	0.3667%	0.3489%	0.3420%	0.3337%	0.3187%	0.3046%
B. School District's proportionate share of the net pension liability	\$ 109,368,922	\$ 137,484,868	\$ 155,638,028	\$ 94,532,797	\$ 125,961,365	\$ 115,550,848	\$ 102,800,428	\$ 86,486,079	\$ 79,520,006	\$ 74,392,743
C. School District's covered payroll	\$ 47,358,814	\$ 43,810,513	\$ 39,472,616	\$ 37,786,597	\$ 33,617,535	\$ 30,789,463	\$ 29,793,043	\$ 28,365,885	\$ 27,528,870	\$ 25,486,596
D. School District's proportionate share of the net pension liability as a percentage of its covered payroll	230.94%	313.82%	394.29%	250.18%	374.69%	375.29%	345.05%	304.89%	288.86%	291.89%
E. Plan fiduciary net position as a percentage of total pension liability	74.44%	65.91%	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%

**Note Disclosures**

Changes of benefit terms: There were no changes of benefit terms in plan fiscal year 2024.

Changes of benefit assumptions: There were no changes of benefit assumptions in plan fiscal year 2024.

**Oxford Community Schools**  
**Required Supplementary Information**  
**Schedule of the School District's Pension Contributions**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years**

	For the Years Ended June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A. Statutorily required contributions	\$ 17,356,884	\$ 18,449,806	\$ 15,307,679	\$ 13,859,752	\$ 11,900,787	\$ 10,057,782	\$ 9,404,137	\$ 7,827,962	\$ 7,157,201	\$ 5,875,664
B. Contributions in relation to statutorily required contributions	<u>17,356,884</u>	<u>18,449,806</u>	<u>15,307,679</u>	<u>13,859,752</u>	<u>11,900,787</u>	<u>10,057,782</u>	<u>9,404,137</u>	<u>7,827,962</u>	<u>7,157,201</u>	<u>5,875,664</u>
C. Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
D. School District's covered payroll	\$ 46,915,501	\$ 45,776,634	\$ 43,261,964	\$ 38,590,654	\$ 36,414,253	\$ 32,993,535	\$ 31,337,102	\$ 29,414,145	\$ 27,793,403	\$ 26,265,248
E. Contributions as a percentage of covered payroll	37.00%	40.30%	35.38%	35.91%	32.68%	30.48%	30.01%	26.61%	25.75%	22.37%

**Oxford Community Schools**  
**Required Supplementary Information**  
**Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years (Measurement Date September 30th, of Each June Fiscal Year)**

	June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A. School District's proportion of the net OPEB liability (asset) (%)	0.4505%	0.4391%	0.4068%	0.4178%	0.3791%	0.3521%	0.3482%	0.3340%		
B. School District's proportionate share of the net OPEB liability (asset)	\$(19,391,416)	\$ (2,483,974)	\$ 8,615,553	\$ 6,376,799	\$ 20,309,840	\$ 25,272,534	\$ 27,675,660	\$ 29,575,736		
C. School District's covered payroll	\$ 47,358,814	\$ 43,810,513	\$ 39,472,616	\$ 37,786,597	\$ 33,617,535	\$ 30,789,463	\$ 29,793,043	\$ 28,365,885		
D. School District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	-40.95%	-5.67%	21.83%	16.88%	60.41%	82.08%	92.89%	104.27%		
E. Plan fiduciary net position as a percentage of total OPEB liability (asset)	143.08%	105.04%	83.09%	87.33%	59.44%	36.39%	42.95%	36.39%		

**Note Disclosures**

Changes of benefit terms: There were no changes of benefit terms in plan fiscal year 2024.

Changes of benefit assumptions: There were no changes of benefit assumptions in plan fiscal year 2024.

**Oxford Community Schools**  
**Required Supplementary Information**  
**Schedule of the School District's OPEB Contributions**  
**Michigan Public School Employees Retirement Plan**  
**Last 10 Fiscal Years**

	For the Years Ended June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
A. Statutorily required contributions	\$ 1,122,413	\$ 3,585,564	\$ 3,329,827	\$ 3,023,099	\$ 3,052,069	\$ 2,672,896	\$ 2,463,693	\$ 2,600,195		
B. Contributions in relation to statutorily required contributions	<u>1,122,413</u>	<u>3,585,564</u>	<u>3,329,827</u>	<u>3,023,099</u>	<u>3,052,069</u>	<u>2,672,896</u>	<u>2,463,693</u>	<u>2,600,195</u>		
C. Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		
D. School District's covered payroll	\$ 46,915,501	\$ 45,776,634	\$ 43,261,964	\$ 38,590,654	\$ 36,414,253	\$ 32,993,535	\$ 31,337,102	\$ 29,414,145		
E. Contributions as a percentage of covered payroll	2.39%	7.83%	7.70%	7.83%	8.38%	8.10%	7.86%	8.84%		

## OTHER SUPPLEMENTARY INFORMATION

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**Oxford Community Schools  
Other Supplementary Information  
Nonmajor Governmental Funds  
Combining Balance Sheet  
June 30, 2025**

	Special Revenue Funds			Debt Service Funds				Capital Project Funds		Total Nonmajor Governmental Funds
	Community Services Fund	Cafeteria Fund	Student/School Activities Fund	2016 Debt Service Fund	2018 Debt Service Fund	SBLF Refunding Fund	2015A Debt Service Fund	Capital Projects Fund	Sinking Fund	
<b>Assets</b>										
Cash	\$ 1,285,931	\$ 559,528	\$ 843,622	\$ 1,360	\$ 2,782	\$ 644,473	\$ 1,694	\$ 584,981	\$ 5,011	\$ 3,929,382
Due from other funds	-	131,106	-	-	-	1,279,023	695	825,220	-	2,236,044
Due from other governmental units	215,624	263,761	-	-	-	-	-	-	-	479,385
Inventory	-	69,046	-	-	-	-	-	-	-	69,046
Investments	-	-	1,013,400	-	-	11,590	-	-	-	1,024,990
<b>Total assets</b>	<b>\$ 1,501,555</b>	<b>\$ 1,023,441</b>	<b>\$ 1,857,022</b>	<b>\$ 1,360</b>	<b>\$ 2,782</b>	<b>\$ 1,935,086</b>	<b>\$ 2,389</b>	<b>\$ 1,410,201</b>	<b>\$ 5,011</b>	<b>\$ 7,738,847</b>
<b>Liabilities</b>										
Accounts payable	\$ 5,291	\$ 152,755	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 158,046
Due to other funds	630,334	-	657,555	355	2,782	-	-	-	9	1,291,035
Accrued salaries payable	108,754	30,136	-	-	-	-	-	-	-	138,890
Unearned revenue	244,224	23,808	-	-	-	-	-	-	-	268,032
<b>Total liabilities</b>	<b>988,603</b>	<b>206,699</b>	<b>657,555</b>	<b>355</b>	<b>2,782</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9</b>	<b>1,856,003</b>
<b>Fund Balances</b>										
Non-spendable										
Inventory	-	69,046	-	-	-	-	-	-	-	69,046
Restricted for										
Food service	-	747,696	-	-	-	-	-	-	-	747,696
Debt service	-	-	-	1,005	-	1,935,086	2,389	-	-	1,938,480
Capital projects	-	-	-	-	-	-	-	-	5,002	5,002
Committed for										
Student/school activities	-	-	1,199,467	-	-	-	-	-	-	1,199,467
Capital projects	-	-	-	-	-	-	-	1,410,201	-	1,410,201
Community services	512,952	-	-	-	-	-	-	-	-	512,952
<b>Total fund balances</b>	<b>512,952</b>	<b>816,742</b>	<b>1,199,467</b>	<b>1,005</b>	<b>-</b>	<b>1,935,086</b>	<b>2,389</b>	<b>1,410,201</b>	<b>5,002</b>	<b>5,882,844</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,501,555</b>	<b>\$ 1,023,441</b>	<b>\$ 1,857,022</b>	<b>\$ 1,360</b>	<b>\$ 2,782</b>	<b>\$ 1,935,086</b>	<b>\$ 2,389</b>	<b>\$ 1,410,201</b>	<b>\$ 5,011</b>	<b>\$ 7,738,847</b>

**Oxford Community Schools**  
**Other Supplementary Information**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2025**

	Special Revenue Funds			Debt Service Funds			Capital Project Funds		Total Nonmajor Governmental Funds	
	Community Services Fund	Cafeteria Fund	Student/School Activities Fund	2016 Debt Service Fund	2018 Debt Service Fund	SBLF Refunding Fund	2015A Debt Service Fund	Capital Projects Fund		Sinking Fund
<b>Revenues</b>										
Local sources	\$ 1,273,278	\$ 453,421	\$ 1,507,175	\$ 3,488,694	\$ 1,753,474	\$ 3,717,602	\$ 2,215,129	\$ 616	\$ 2	\$ 14,409,391
State sources	1,422,803	1,917,671	-	139,206	-	4,036	53,371	-	-	3,537,087
Federal sources	-	1,309,346	-	-	-	-	-	-	-	1,309,346
<b>Total revenues</b>	<b>2,696,081</b>	<b>3,680,438</b>	<b>1,507,175</b>	<b>3,627,900</b>	<b>1,753,474</b>	<b>3,721,638</b>	<b>2,268,500</b>	<b>616</b>	<b>2</b>	<b>19,255,824</b>
<b>Expenditures</b>										
Current										
Education										
Supporting services	-	-	1,465,367	-	-	-	-	-	-	1,465,367
Food services	-	4,059,418	-	-	-	-	-	-	-	4,059,418
Community services	2,506,874	-	-	-	-	-	-	-	-	2,506,874
Capital outlay	-	-	-	-	-	-	-	2,334,995	-	2,334,995
Debt service										
Principal	-	-	-	2,690,000	980,000	1,590,000	2,160,000	-	-	7,420,000
Interest and other expenditures	-	-	-	937,900	773,474	1,177,048	108,500	-	-	2,996,922
<b>Total expenditures</b>	<b>2,506,874</b>	<b>4,059,418</b>	<b>1,465,367</b>	<b>3,627,900</b>	<b>1,753,474</b>	<b>2,767,048</b>	<b>2,268,500</b>	<b>2,334,995</b>	<b>-</b>	<b>20,783,576</b>
Excess (deficiency) of revenues over expenditures	189,207	(378,980)	41,808	-	-	954,590	-	(2,334,379)	2	(1,527,752)
<b>Other Financing Sources (Uses)</b>										
Insurance recoveries	-	-	-	-	-	-	-	550,000	-	550,000
Transfers in	-	-	-	-	-	-	-	1,500,000	-	1,500,000
Transfers out	(150,000)	(161,000)	-	-	-	-	-	-	-	(311,000)
<b>Total other financing sources (uses)</b>	<b>(150,000)</b>	<b>(161,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,050,000</b>	<b>-</b>	<b>1,739,000</b>
<b>Net change in fund balances</b>	<b>39,207</b>	<b>(539,980)</b>	<b>41,808</b>	<b>-</b>	<b>-</b>	<b>954,590</b>	<b>-</b>	<b>(284,379)</b>	<b>2</b>	<b>211,248</b>
Fund balances - beginning	473,745	1,356,722	1,157,659	1,005	-	980,496	2,389	1,694,580	5,000	5,671,596
Fund balances - ending	\$ 512,952	\$ 816,742	\$ 1,199,467	\$ 1,005	\$ -	\$ 1,935,086	\$ 2,389	\$ 1,410,201	\$ 5,002	\$ 5,882,844

**Oxford Community Schools**  
**Other Supplementary Information**  
**General Fund**  
**General Fund Combining Balance Sheet**  
**June 30, 2025**

	General Education	Funded Education	Education Solutions	Athletics	Health Care Reserve	Total General Fund
<b>Assets</b>						
Cash	\$ 2,772,155	\$ 528,077	\$ 1,583,930	\$ 34,083	\$ 3,000,000	\$ 7,918,245
Accounts receivable	883,958	-	-	-	-	883,958
Due from other governmental units	15,675,878	1,031,153	4,244,869	-	-	20,951,900
Investments	4,096,869	-	-	-	-	4,096,869
Prepaid items	573,528	-	-	10,000	-	583,528
Total assets	<u>\$ 24,002,388</u>	<u>\$ 1,559,230</u>	<u>\$ 5,828,799</u>	<u>\$ 44,083</u>	<u>\$ 3,000,000</u>	<u>\$ 34,434,500</u>
<b>Liabilities</b>						
Accounts payable	\$ 612,303	\$ 12,252	\$ -	\$ 4,780	\$ -	\$ 629,335
Due to other funds	1,620,520	-	-	-	-	1,620,520
Due to other governmental units	1,661,319	-	4,117,523	-	-	5,778,842
Payroll deductions and withholdings	3,061,684	-	-	-	-	3,061,684
Accrued salaries payable	3,526,250	1,546,978	-	29,303	-	5,102,531
Unearned revenue	662,388	-	-	-	-	662,388
Total liabilities	<u>11,144,464</u>	<u>1,559,230</u>	<u>4,117,523</u>	<u>34,083</u>	<u>-</u>	<u>16,855,300</u>
<b>Deferred Inflows of Resources</b>						
Unavailable revenue	115,516	-	-	-	-	115,516
<b>Fund Balances</b>						
Non-spendable						
Prepaid items	573,528	-	-	10,000	-	583,528
Assigned for						
Long-term obligations	12,168,880	-	-	-	-	12,168,880
Education solutions	-	-	1,711,276	-	-	1,711,276
Athletics	-	-	-	-	-	-
Future health care costs	-	-	-	-	3,000,000	3,000,000
Total fund balances	<u>12,742,408</u>	<u>-</u>	<u>1,711,276</u>	<u>10,000</u>	<u>3,000,000</u>	<u>17,463,684</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 24,002,388</u>	<u>\$ 1,559,230</u>	<u>\$ 5,828,799</u>	<u>\$ 44,083</u>	<u>\$ 3,000,000</u>	<u>\$ 34,434,500</u>

**Oxford Community Schools**  
**Other Supplementary Information**  
**Nonmajor Governmental Funds**  
**General Fund Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**For the Year Ended June 30, 2025**

	General Education	Funded Education	Education Solutions	Athletics	Health Care Reserve	Total General Fund
<b>Revenues</b>						
Local sources	\$ 6,580,333	\$ -	\$ -	\$ 166,020	\$ -	\$ 6,746,353
State sources	83,267,134	3,209,550	-	-	-	86,476,684
Federal sources	1,605,529	1,416,694	-	-	-	3,022,223
Interdistrict sources	1,210,982	5,652,926	-	-	-	6,863,908
	<u>92,663,978</u>	<u>10,279,170</u>	<u>-</u>	<u>166,020</u>	<u>-</u>	<u>103,109,168</u>
<b>Expenditures</b>						
Current						
Education						
Instruction	53,034,986	8,664,965	-	-	-	61,699,951
Supporting services	33,675,118	5,430,203	139,105	1,454,043	-	40,698,469
Community services	165,580	-	-	-	-	165,580
Capital outlay	38,047	-	-	-	-	38,047
Debt service						
Principal	48,026	-	-	-	-	48,026
Interest and other expenditures	4,356	-	-	-	-	4,356
	<u>86,966,113</u>	<u>14,095,168</u>	<u>139,105</u>	<u>1,454,043</u>	<u>-</u>	<u>102,654,429</u>
Excess (deficiency) of revenues over expenditures	<u>5,697,865</u>	<u>(3,815,998)</u>	<u>(139,105)</u>	<u>(1,288,023)</u>	<u>-</u>	<u>454,739</u>
<b>Other Financing Sources (Uses)</b>						
Insurance recoveries	965,077	-	-	-	-	965,077
Proceeds from sale of capital assets	39,330	-	-	-	-	39,330
Transfers between General Fund	(5,000,713)	3,805,539	-	1,195,174	-	-
Transfers in	311,000	-	-	-	-	311,000
Transfers out	(1,500,000)	-	-	-	-	(1,500,000)
	<u>(5,185,306)</u>	<u>3,805,539</u>	<u>-</u>	<u>1,195,174</u>	<u>-</u>	<u>(184,593)</u>
Net change in fund balances	512,559	(10,459)	(139,105)	(92,849)	-	270,146
Fund balances - beginning	12,229,849	10,459	1,850,381	102,849	3,000,000	17,193,538
Fund balances - ending	<u>\$ 12,742,408</u>	<u>\$ -</u>	<u>\$ 1,711,276</u>	<u>\$ 10,000</u>	<u>\$ 3,000,000</u>	<u>\$ 17,463,684</u>

**Oxford Community Schools**  
**Other Supplementary Information**  
**Schedule of Outstanding Bonded Indebtedness**  
**June 30, 2025**

Year Ending June 30,	2016 Refunding	2018 Building & Site	2010B QSCB	2021 Refunding	2019 Refunding	2020 Refunding	2020 Building & Site	2019 Building & Site	Total
2026	\$ 5,110,000	\$ -	\$ -	\$ 445,000	\$ 1,340,000	\$ 500,000	\$ -	\$ 290,000	\$ 7,685,000
2027	5,285,000	-	15,000,000	470,000	1,345,000	500,000	-	290,000	22,890,000
2028	6,800,000	-	-	495,000	1,380,000	500,000	-	290,000	9,465,000
2029	6,560,000	-	-	525,000	1,925,000	500,000	-	290,000	9,800,000
2030	100,000	290,000	-	550,000	6,000,000	2,800,000	-	420,000	10,160,000
2031	100,000	310,000	-	1,390,000	6,165,000	2,010,000	-	420,000	10,395,000
2032	100,000	330,000	-	2,835,000	6,340,000	-	500,000	420,000	10,525,000
2033	100,000	340,000	-	-	6,540,000	-	500,000	410,000	7,890,000
2034	100,000	370,000	-	-	3,710,000	-	500,000	420,000	5,100,000
2035	100,000	390,000	-	-	-	-	1,010,000	445,000	1,945,000
2036	100,000	400,000	-	-	-	-	1,025,000	455,000	1,980,000
2037	100,000	415,000	-	-	-	-	1,045,000	475,000	2,035,000
2038	100,000	420,000	-	-	-	-	1,070,000	500,000	2,090,000
2039	100,000	415,000	-	-	-	-	1,085,000	540,000	2,140,000
2040	-	535,000	-	-	-	-	1,110,000	555,000	2,200,000
2041	-	535,000	-	-	-	-	1,125,000	590,000	2,250,000
2042	-	550,000	-	-	-	-	-	620,000	1,170,000
2043	-	570,000	-	-	-	-	-	640,000	1,210,000
2044	-	585,000	-	-	-	-	-	645,000	1,230,000
2045	-	600,000	-	-	-	-	-	-	600,000
2046	-	615,000	-	-	-	-	-	-	615,000
2047	-	590,000	-	-	-	-	-	-	590,000
2048	-	335,000	-	-	-	-	-	-	335,000
<b>Total</b>	<b>\$ 24,755,000</b>	<b>\$ 8,595,000</b>	<b>\$ 15,000,000</b>	<b>\$ 6,710,000</b>	<b>\$ 34,745,000</b>	<b>\$ 6,810,000</b>	<b>\$ 8,970,000</b>	<b>\$ 8,715,000</b>	<b>\$ 114,300,000</b>

Principal payments  
due the first day of

May                      May                      May                      May                      May                      May                      May                      May

Interest payments  
due the first day of

May and              May and              May and              May and              May and              May and              May and              May and  
November              November              November              November              November              November              November

Interest rate

2.00% - 5.00%    3.50% - 4.00%    6.63%              1.65% - 2.00%    2.06% - 2.69%    2.00%              2.00% - 5.00%    2.00% - 5.00%