

TIGERTON SCHOOL DISTRICT

Annual Financial Report

June 30, 2025



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TIGERTON SCHOOL DISTRICT

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INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Tigerton School District
Tigerton, Wisconsin

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 Tigerton School District (District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 the District's 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.

Responsibilities of Management for the Financial Statements

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

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

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.

To the Board of Education
Tigerton School District

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the schedules of employer's proportionate share of the net pension liability (asset) and employer contributions – Wisconsin Retirement System (WRS), schedule of changes in total OPEB liability and related ratios – other post-employment benefits – single-employer plan, schedules of employer's proportionate share of the net OPEB liability and employer contributions – other post-employment benefits – cost-sharing plan and schedule of revenues, expenditures and change in fund balance – budget and actual – general fund as listed in the table on 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.

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

To the Board of Education
Tigerton School District

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining balance sheet – nonmajor government funds, combining statements of revenues, expenditures and change in fund balances – nonmajor governmental funds, schedule of expenditures of federal awards and schedule of state financial assistance as required by the Wisconsin Department of Public Instruction are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining balance sheet – nonmajor governmental funds, combining statement of revenues, expenditures and changes in fund balances – nonmajor governmental funds, schedule of expenditures of federal awards and schedule of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 29, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Tigerton School District's internal control over financial reporting and compliance.

KerberRose SC

KerberRose SC
Certified Public Accountants
Green Bay, Wisconsin
October 29, 2025

FINANCIAL STATEMENTS

TIGERTON SCHOOL DISTRICT
District-Wide Statement of Net Position
As of June 30, 2025

	Governmental Activities
ASSETS	
Current Assets	
Cash and Investments	\$ 2,491,996
Receivables:	
Taxes	418,765
Accounts	618
Due from Other Governments	68,647
Prepaid Items	875
Total Current Assets	<u>2,980,901</u>
Noncurrent Assets	
Capital Assets	
Nondepreciable	117,629
Depreciable, net	3,371,640
Total Noncurrent Assets	<u>3,489,269</u>
TOTAL ASSETS	<u>6,470,170</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Pension	754,303
Deferred Outflows Related to Other Post-Employment Benefits - Cost-Sharing	33,973
Deferred Outflows Related to Other Post-Employment Benefits - Single-Employer	32,950
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>821,226</u>
LIABILITIES	
Current Liabilities	
Accounts Payable	102,582
Accrued Liabilities	199,815
Unearned Revenue	6,088
Current Portion of Other Post-Employment Benefits - Single-Employer	23,302
Current Portion of Long-Term Obligations	37,983
Total Current Liabilities	<u>369,770</u>
Noncurrent Liabilities	
Noncurrent Portion of Long-Term Obligations	19,196
Net Pension Liability	139,162
Other Post-Employment Benefits - Cost-Sharing	110,110
Other Post-Employment Benefits - Single-Employer	333,914
Total Noncurrent Liabilities	<u>602,382</u>
TOTAL LIABILITIES	<u>972,152</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows Related to Pension	406,894
Deferred Inflows Related to Other Post-Employment Benefits - Cost-Sharing	84,992
Deferred Inflows Related to Other Post-Employment Benefits - Single-Employer	18,363
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>510,249</u>
NET POSITION	
Net Investment in Capital Assets	3,489,269
Restricted	1,930,485
Unrestricted	389,241
TOTAL NET POSITION	<u>\$ 5,808,995</u>

See Accompanying Notes

TIGERTON SCHOOL DISTRICT

District-Wide Statement of Activities

For the Year Ended June 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges For Services	Operating Grants and Contributions	
	Expenses			
GOVERNMENTAL ACTIVITIES				
Instruction:				
Regular Instruction	\$ 1,679,036	\$ 24,856	\$ 268,655	\$ (1,385,525)
Vocational Instruction	189,039	-	-	(189,039)
Physical Instruction	96,580	-	-	(96,580)
Special Instruction	328,580	-	260,066	(68,514)
Other Instruction	208,205	131,063	-	(77,142)
Total Instruction	<u>2,501,440</u>	<u>155,919</u>	<u>528,721</u>	<u>(1,816,800)</u>
Support Services:				
Pupil Services	193,227	-	23,705	(169,522)
Instructional Staff Services	260,444	-	-	(260,444)
General Administration Services	272,828	-	-	(272,828)
School Building Administration Services	176,175	-	-	(176,175)
Business Administration	184,974	-	-	(184,974)
Operations and Maintenance	620,585	-	-	(620,585)
Pupil Transportation Services	143,697	-	6,167	(137,530)
Food Services	294,529	36,307	221,394	(36,828)
Central Services	183,209	-	-	(183,209)
Insurance	94,332	-	-	(94,332)
Other Support Services	22,129	-	-	(22,129)
Community Services	476,965	236,116	45,991	(194,858)
Depreciation - Unallocated	240,982	-	-	(240,982)
Total Support Services	<u>3,164,076</u>	<u>272,423</u>	<u>297,257</u>	<u>(2,594,396)</u>
Non-Program Transactions:				
Open Enrollment	396,204	230,979	-	(165,225)
Non-Open Enrollment	26,345	-	-	(26,345)
Voucher Payments	59,821	-	-	(59,821)
Revenue Transit to Others	3,801	-	-	(3,801)
Total Non-Program Transactions	<u>486,171</u>	<u>230,979</u>	<u>-</u>	<u>(255,192)</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 6,151,687</u>	<u>\$ 659,321</u>	<u>\$ 825,978</u>	<u>(4,666,388)</u>
GENERAL REVENUES				
Property Taxes				1,524,083
State and Federal Aids not Restricted to Specific Functions:				2,634,097
Interest and Investment Earnings				81,571
Miscellaneous				22,251
Total General Revenues				<u>4,262,002</u>
CHANGE IN NET POSITION				(404,386)
NET POSITION - BEGINNING OF YEAR				<u>6,213,381</u>
NET POSITION - END OF YEAR				<u>\$ 5,808,995</u>

See Accompanying Notes

TIGERTON SCHOOL DISTRICT

Balance Sheet
Governmental Funds
As of June 30, 2025

	General	Special Revenue Trust	Other Governmental Funds	Totals
ASSETS				
Cash and Investments	\$ 771,169	\$ 1,622,400	\$ 98,427	\$ 2,491,996
Receivables:				
Taxes	418,765	-	-	418,765
Accounts	475	-	143	618
Due from Other Governments	55,593	-	13,054	68,647
Prepaid Items	875	-	-	875
TOTAL ASSETS	<u>\$ 1,246,877</u>	<u>\$ 1,622,400</u>	<u>\$ 111,624</u>	<u>\$ 2,980,901</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 96,884	\$ 42	\$ 5,656	\$ 102,582
Accrued Liabilities	199,815	-	-	199,815
Unearned Revenue	-	-	6,088	6,088
Total Liabilities	<u>296,699</u>	<u>42</u>	<u>11,744</u>	<u>308,485</u>
Fund Balances				
Nonspendable:				
Prepaid Items	875	-	-	875
Restricted				
Donor Specified Projects	-	1,622,358	-	1,622,358
Debt Service	-	-	14,680	14,680
Food Service	-	-	53,383	53,383
Community Service	-	-	30,828	30,828
Capital Projects	-	-	989	989
Unassigned	949,303	-	-	949,303
Total Fund Balances	<u>950,178</u>	<u>1,622,358</u>	<u>99,880</u>	<u>2,672,416</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,246,877</u>	<u>\$ 1,622,400</u>	<u>\$ 111,624</u>	<u>\$ 2,980,901</u>

See Accompanying Notes

TIGERTON SCHOOL DISTRICTReconciliation of the Balance Sheet - Governmental Funds to the District-Wide Statement of Net Position
As of June 30, 2025

Total Fund Balances - Governmental Funds		\$ 2,672,416
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Total net position reported for governmental activities in the statement of net position is different from the amount reported above as total governmental funds fund balance because:

Capital assets used in government activities are not financial resources and therefore are not reported in the fund statements. Amounts reported in the statement of net position:

Governmental Capital Assets	\$ 12,113,302	
Governmental Accumulated Depreciation	<u>(8,624,033)</u>	3,489,269

Net pension liability is not payable in the current period therefore not reported in the fund financial statements.		(139,162)
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Some deferred outflows and inflows of resources reflect changes in long-term assets or liabilities and are not reported in the funds.

Deferred Outflows of Resources Related to Pension	754,303	
Deferred Inflows of Resources Related to Pension	(406,894)	
Deferred Outflows of Resources Related to OPEB - Cost-Sharing Plan	33,973	
Deferred Inflows of Resources Related to OPEB - Cost-Sharing Plan	(84,992)	
Deferred Outflows of Resources Related to OPEB - Single-Employer Plan	32,950	
Deferred Inflows of Resources Related to OPEB - Single-Employer Plan	<u>(18,363)</u>	310,977

Certain liabilities, including bonds and notes payable, are not due in the current period and therefore not reported in the fund statements. Liabilities reported in the statement of net position that are not reported in the funds balance sheet:

Other Post-Employment Benefits - Cost-Sharing	(110,110)	
Other Post-Employment Benefits - Single-Employer	(357,216)	
Vested Compensated Absences	<u>(57,179)</u>	<u>(524,505)</u>

Total Net Position - Governmental Activities		<u><u>\$ 5,808,995</u></u>
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TIGERTON SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General	Special Revenue Trust	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property Taxes	\$ 1,404,083	\$ -	\$ 120,000	\$ 1,524,083
Other Local Sources	46,058	178,303	318,415	542,776
Interdistrict Sources	254,617	-	-	254,617
Intermediate Sources	35,416	-	-	35,416
State Sources	2,877,415	-	7,264	2,884,679
Federal Sources	275,059	-	214,130	489,189
Other Sources	16,541	-	-	16,541
Total Revenues	<u>4,909,189</u>	<u>178,303</u>	<u>659,809</u>	<u>5,747,301</u>
EXPENDITURES				
Instruction				
Regular Instruction	1,572,479	315	-	1,572,794
Vocational Instruction	179,919	-	-	179,919
Physical Instruction	91,953	-	-	91,953
Special Instruction	315,512	-	-	315,512
Other Instruction	100,785	106,380	-	207,165
Total Instruction	<u>2,260,648</u>	<u>106,695</u>	<u>-</u>	<u>2,367,343</u>
Support Services				
Pupil Services	191,385	-	-	191,385
Instructional Staff Services	257,369	-	-	257,369
General Administration Services	261,654	-	-	261,654
School Building Administration Services	172,405	-	-	172,405
Business Services	178,407	-	-	178,407
Operations and Maintenance	598,636	27,716	-	626,352
Pupil Transportation	179,474	-	605	180,079
Food Services	-	-	280,568	280,568
Central Services	181,158	-	-	181,158
Insurance	94,332	-	-	94,332
Other Support Services	25,113	-	-	25,113
Community Services	-	-	476,860	476,860
Total Support Services	<u>2,139,933</u>	<u>27,716</u>	<u>758,033</u>	<u>2,925,682</u>
Non-Program Transactions				
Open Enrollment	396,204	-	-	396,204
Non-Open Enrollment	26,345	-	-	26,345
Voucher Payments	59,821	-	-	59,821
Revenue Transit to Others	1,836	1,965	-	3,801
Total Non-Program Transactions	<u>484,206</u>	<u>1,965</u>	<u>-</u>	<u>486,171</u>
Total Expenditures	<u>4,884,787</u>	<u>136,376</u>	<u>758,033</u>	<u>5,779,196</u>
NET CHANGES IN FUND BALANCES	24,402	41,927	(98,224)	(31,895)
FUND BALANCES - BEGINNING OF YEAR	925,776	1,580,431	198,104	2,704,311
FUND BALANCES - END OF YEAR	<u>\$ 950,178</u>	<u>\$ 1,622,358</u>	<u>\$ 99,880</u>	<u>\$ 2,672,416</u>

TIGERTON SCHOOL DISTRICT

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds to the District-Wide Statement of Activities
For the Year Ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds		\$ (31,895)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
The acquisition of capital assets is reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over the estimated useful lives as annual depreciation expense in the statement of activities.		
Capital outlay reported in governmental fund statements	\$ 71,506	
Depreciation expense reported in the statement of activities	(296,930)	
Amount by which capital outlays are less than depreciation in the current period.		(225,424)
The District disposed of outdated assets resulting in a reduction of capital assets and recapture of prior year depreciation expense reported on the statement of activities as a net loss and has no effect on the governmental funds balance sheet.		
The value of capital assets disposed of during the year	(128,330)	
The amount of depreciation recapture for the year	114,898	
Amount by which capital disposals are more than depreciation recapture in the current period.		(13,432)
Amounts related to the pension plan benefits that affect the statement of activities but do not affect the fund financial statements.		(74,677)
Amounts related to the other post-employment benefits that affect the statement of activities but do not affect the fund financial statements.		(1,779)
Vested employee benefits are reported in the governmental funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.		
Compensated Absences		(57,179)
Change in Net Position - Governmental Activities		\$ (404,386)

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies

This summary of significant accounting policies of Tigerton School District (District) is presented to assist in understanding the District's financial statements. The financial statements and notes are representations of the District's management who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform to generally accepted accounting principles (GAAP) and have been consistently applied in the preparation of the financial statements.

The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Standards and Interpretations). The more significant accounting policies established in GAAP and used by the District are discussed below.

Nature of Operations

The Tigerton School District is organized as a common school district. The District, governed by a seven-member elected school board, operates grades Kindergarten through 12 and is comprised of all or part of seven taxing districts.

The accompanying financial statements present the activities of Tigerton School District. The District is not a component unit of another reporting entity nor does it have any component units.

The financial reporting entity consists of (a) organizations for which the stand-alone government is financially accountable and (b) the stand alone government that is controlled by a separately elected governing body that is legally separate and is fiscally independent. All of the accounts of the District comprise the stand-alone government.

District-Wide Financial Statements

The district-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues included 1) charges to students or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) operating grants and contributions. Taxes and other items not properly included as program revenues are reported instead as general revenues.

Fund Financial Statements

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

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

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Fund Financial Statements (Continued)

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

- a. Total assets, liabilities, revenues, or expenditures of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type and
- b. The same element that met the 10 percent criterion in (a) is at least 5 percent of the corresponding element total for all governmental funds combined.
- c. In addition, any other governmental fund that the District believes is particularly important to financial statement users may be reported as a major fund.

Governmental Funds

Governmental funds are identified as either general, special revenue, capital projects or debt service based upon the following guidelines.

General Fund

The general fund is the primary operating fund of the District and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term principal, interest, and related costs.

Capital Projects Funds

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital expenditures.

Major Funds

The District reports the following as major governmental funds:

General Fund – The general fund is the operating fund of the District. It is used to account for all financial resources of the District except those required to be accounted for in other funds.

Special Revenue Trust Fund – The special revenue trust fund is used to account for trust funds that can be used for District operations. The sources of such funds are gifts and donations from private parties and the related scholarships awarded to individuals.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Nonmajor Funds

The District reports the following nonmajor funds:

Food Service Fund – This fund accounts for the activities associated with the District's hot lunch and breakfast programs.

Community Service Fund – This fund accounts for the activities related to the community recreation programs.

Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term obligation debt of governmental activities.

Capital Projects Fund – This fund accounts for and reports financial resources that are set aside for future capital outlays, including the acquisition or construction of major capital expenditures.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources (current assets and current liabilities) or economic resources (all assets and liabilities). The basis of accounting indicates the timing of transactions or events for recognition in the financial report.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly, receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

Cash and Investments

The District's cash and investments are considered to be cash on hand, demand deposits, and short-term investments with maturities of three months or less from the date of initial investment. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

State statutes permit the District to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, U.S. Treasury obligations, U.S. agency issues, high grade commercial paper, and the local government pooled-investment fund administered by the State Investment Board. Available balances in the debt service fund may be invested in municipal obligations of the United States and the local government pooled-investment fund.

Donations to the District of securities or other property are considered trust funds and are invested as the donor specifies. In the absence of any specific directions, the District may invest the donated items in accordance with laws applicable to trust investments.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Accounts Receivable

Accounts receivable are recorded at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material.

Property Tax Levy

The aggregate District tax levy is apportioned and certified by November 6th of the current fiscal year for collection by comprising municipalities based on the immediate past October 1st full or “equalized” taxable property values. As permitted by a collecting municipality’s ordinance, taxes may be paid in full or in two or more installments with the first installment payable by the subsequent January 31st and a final payment no later than the following July 31st. On or before January 15th, and by the twentieth of each subsequent month thereafter, the District may be paid by the collecting municipalities its proportionate share of tax collections received through the last day of the preceding month. On or before August 20th, the County Treasurer makes full settlement to the District for any remaining balance. The County assumes all responsibility for delinquent real property taxes.

Property taxes are recognized as revenue in the period for which the taxes are levied. The 2024 tax levy is used to finance operations of the District’s fiscal year ended June 30, 2025. All property taxes are considered due on January 1st, when an enforceable lien is assessed against the property and the taxpayer is liable for the taxes. All taxes are collected within 60 days of June 30th and are available to pay current liabilities.

Interfund Activity

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers in the fund financial statements. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation in the statement of net position and are referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e. the noncurrent portion of interfund loans).

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund and reduces its related costs as a reimbursement. All other interfund transactions are treated as transfers.

Capital Assets

In the district-wide statements, property, plant and equipment are accounted for as capital assets. All capital assets are valued at actual or estimated historical cost if actual cost is unavailable, based on appraisals conducted by an independent third-party professional appraisal firm. Donated assets are reported at estimated acquisition value at the time received.

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the district-wide statements are as follows: Buildings, improvements, vehicles and equipment are capitalized using a capitalization threshold of \$5,000 and an extended period of use greater than one year. All depreciable capital assets are depreciated on a straight-line basis with estimated useful lives for land improvements, buildings and improvements of 10-50 years and vehicles and equipment of 5-7 years.

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital expenditures of the governmental fund upon acquisition.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Unearned Revenues

The district-wide statements and governmental funds report unearned revenue in the statement of net position and balance sheet and therefore defer revenue recognition in connection with resources that have been received but not yet earned. When revenue recognition criteria are met, unearned revenue is reduced and income is recognized.

Leases

The District follows GASB Statement No. 87, which requires recognition of certain lease assets and liabilities for leases and recognizes as inflows of resources or outflows of resources based on the payment provisions of the contract. This statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying assets. A lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. There were no material leases that were required to be recorded for the year ended June 30, 2025.

Subscription-Based Information Technology Agreements

The District follows GASB Statement No. 96, which requires recognition in the financial statements of certain subscription-based information technology agreements (SBITAs). A SBITA is any contract conveying control of the right to use another party's information technology software. This statement requires the District to report a right-to-use subscription asset and corresponding subscription liability for any SBITAs. There were no material SBITAs that were required to be recorded for the year ended June 30, 2025.

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. Bonds payable are reported net of the applicable bond premium or discount. Principal payments decrease the long-term debt liability on the statement of net position and do not affect the statement of activities. Interest is reported as an expense in the statement of activities on an accrual basis.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Principal and interest payments are reported as debt service expenditures.

Deferred Outflows and Deferred Inflows of Resources

Deferred outflows of resources are a consumption of net position by the District that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the District that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses and revenues are deferred until the future periods to which the outflows and inflows are applicable. See Note 6 for deferred outflows and inflows of resources related to pension and Notes 7 and 8 for OPEB.

Compensated Absences

The District adopted GASB Statement No. 101 for the year ended June 30, 2025, which requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Pension and Other Post-Employment Benefits

Pensions. The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset)
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
- Pension Expense

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. 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.

Single-employer Defined Postemployment Benefit Plan The District provides health care insurance coverage for employees who retire until they reach the age of 65. The OPEB is a single employer defined benefit plan administered by the District. For purposes of measuring the OPEB liability, related deferred outflows and inflows and OPEB expense, the District has used values provided by their actuary. For this purpose, the District recognizes benefit payments when due and payable in accordance with the benefit terms.

Other Post-Employment Benefits (OPEB) The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring following:

- Net OPEB Liability (Asset)
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to OEPBs, and
- OPEB Expense (Revenue)

Information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF's fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of member contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with available expendable financial resources are recorded during the year as expenditures in the appropriate governmental fund types. If they are not liquidated with available expendable financial resources, a liability is recorded in the statement of net position. The related expenditure is recognized when the liability is liquidated. There were no significant claims or judgments at year-end.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Fund Equity Classifications

District-Wide Statements

Equity is classified as net position and displayed in three components:

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position – Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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

Fund Financial Statements

Fund balance is classified as either 1) nonspendable, 2) restricted, 3) committed, 4) assigned, or 5) unassigned.

Nonspendable fund balance represents amounts that cannot be spent due to form (such as inventories and prepaid amounts) or amounts that must be maintained intact legally or contractually (such as the principal of a permanent fund).

Restricted fund balance represents amounts constrained for a specific purpose by external parties, constitutional provision or enabling legislation.

Committed fund balance represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority. It would require action by the same group to remove or change the constraints placed on the resources. The action to constrain resources must occur prior to year-end; however, the amount can be determined in the subsequent period. The School Board is the decision-making authority that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance.

Assigned fund balance in the general fund represents amounts constrained by the School Board for a specific intended purpose. The District has not delegated that authority to others. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance.

Unassigned fund balance represents amounts not classified as nonspendable, restricted, committed or assigned. The general fund is the only fund that would report a positive amount in the unassigned fund balance.

The District, unless otherwise required by law or agreements, spends funds in the following order: restricted first, then committed, then assigned, and lastly unassigned.

The District has not adopted a minimum fund balance policy.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 1 – Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual results may differ from these estimates.

Note 2 – Cash and Investments

The debt service fund accounts for transactions through separate and distinct bank and investment accounts as required by state statutes. In addition, the trust, scholarship and pupil activity funds presented within the special revenue trust fund use separate and distinct accounts. All other funds share in common bank and investment accounts.

The District is required to invest its funds in accordance with Wisconsin Statutes. Allowable investments are as follows:

- Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
- Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, local professional baseball park district, local professional football stadium district, local cultural arts district or by the University of Wisconsin Hospitals and Clinics.
- Bonds or securities guaranteed by the federal government.
- The Local Government Pooled Investment Fund and the Wisconsin Investment Trust.
- Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- Securities of an open end management investment company or investment trust, subject to various conditions and investment options.
- Repurchase agreements with public depositories, with certain conditions.

Additional restrictions could arise from local charters, ordinances, resolutions and grant resolutions of the District.

At June 30, 2025 the bank balance of cash was \$2,542,770. The District maintains its cash accounts at two financial institutions. Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned. The District does not have a deposit policy for custodial credit risk.

Deposits in each bank are insured by the FDIC up to \$250,000 for the combined amounts of all time and savings accounts (including NOW accounts), and up to \$250,000 for the combined amount of all interest and non-interest bearing demand deposit accounts.

The following represents a summary of deposits as of June 30, 2025:

Fully Insured Deposits	\$ 500,000
Collateralized with securities held by the pledging financial institution in the District's name	2,000,000
Uncollateralized	42,770
Total	<u>\$2,542,770</u>

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 2 – Cash and Investments (Continued)

The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At June 30, 2025, the fair value of the District's share of the LGIP's assets was substantially equal to the amount as reported in these statements. Investments in the local government investment pool are not insured against losses arising from principal defaults on securities acquired by the pool. The balance in the local government investment pool at June 30, 2025 was \$12,553.

The District also has invested funds with the Wisconsin Investment Series Cooperative (WISC). The WISC operates three investment pools that allow governments within the state to pool their funds for investment purposes. The WISC is not registered with the Securities and Exchange Commission as an investment company but does operate in a manner consistent with Rule 2(a)7 of the Investment Company Act of 1940. The District did not have any balance as of June 30, 2025.

The District's investments in WISC and LGIP are measured at amortized cost, which approximates fair value. Adjustments necessary to record investments at amortized cost are recorded in the statement of revenues, expenditures and changes in fund balances.

Note 3 – Capital Assets

Capital asset balances and activity for the year ended June 30, 2025 were as follows:

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental Activities				
Capital Assets, Nondepreciable:				
Land	\$ 117,629	\$ -	\$ -	\$ 117,629
Capital Assets, Depreciable				
Land Improvements	248,920	-	-	248,920
Buildings and Improvements	9,185,788	-	-	9,185,788
Machinery and Equipment	2,617,789	71,506	(128,330)	2,560,965
Total Capital Assets, Depreciable	12,052,497	71,506	(128,330)	11,995,673
Less Accumulated Depreciation for				
Land Improvements	221,495	1,772	-	223,267
Buildings and Improvements	6,230,159	175,725	-	6,405,884
Machinery and Equipment	1,990,347	119,433	(114,898)	1,994,882
Total Accumulated Depreciation	8,442,001	296,930	(114,898)	8,624,033
Total Capital Assets, Depreciable, Net	3,610,496	(225,424)	(13,432)	3,371,640
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 3,728,125	\$ (225,424)	\$ (13,432)	\$ 3,489,269

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 3 – Capital Assets (Continued)

Depreciation expense for the fiscal year ended June 30, 2025 amounted to \$296,930 was charged to functions as follows:

Governmental	
Instruction	
Regular Instruction	\$ 26,365
Support Services	
General Administration Services	12,250
Food Service Operations	980
Operating and Maintenance	2,051
Central Services	5,372
Pupil Transportation	8,930
Depreciation-Unallocated	240,982
	<u>\$ 296,930</u>

Note 4 – Long-Term Obligations

The following is a summary of changes in long-term obligations of the District for the year ended June 30, 2025:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balances</u>	<u>Amount Due Within One Year</u>
Compensated Absences	\$ -	\$ 57,179	\$ -	\$ 57,179	\$ 37,983

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the District.

The 2024 equalized valuation of the District as certified by the Wisconsin Department of Revenue is \$232,568,786. The legal debt limit and margin of indebtedness as of June 30, 2025, in accordance with Section 67.03(1)(b) of the Wisconsin Statutes follows:

Equalized valuation of the District	\$ 232,568,786
Statutory limitation percentage	10%
Legal margin for new debt	<u>\$ 23,256,879</u>

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 5 – Net Position**District-Wide Statements**

Net position reported on the district-wide statement of net position at June 30, 2025 includes the following:

Net Investment in Capital Assets	
Net Capital Assets	<u>\$ 3,489,269</u>
Restricted:	
Debt Retirement	14,680
Donor Intentions	1,622,358
Capital Projects	989
Food Service	53,383
Community Service	30,828
Pension Benefits	208,247
Total Restricted	<u>1,930,485</u>
Unrestricted	<u>389,241</u>
Total Net Position	<u><u>\$ 5,808,995</u></u>

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 6 – Defined Benefit Pension Plan

General Information About the Pension Plan

Plan Description. The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government, and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

Vesting. For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits Provided. Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before December 31, 2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 6 – Defined Benefit Pension Plan (Continued)

Post-Retirement Adjustments. The Employee Trust Funds Board may periodically adjust annuity payments from the retirement system based on annual investment performance in accordance with s. 40.27, Wis. Stat. An increase (or decrease) in annuity payments may result when investment gains (losses), together with other actuarial experience factors, create a surplus (shortfall) in the reserves, as determined by the system's consulting actuary. Annuity increases are not based on cost of living or other similar factors. For Core annuities, decreases may be applied only to previously granted increases. By law, Core annuities cannot be reduced to an amount below the original, guaranteed amount (the "floor") set at retirement. The Core and Variable annuity adjustments granted during recent years are as follows:

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2015	2.9%	2.0%
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0
2023	1.6	(21.0)
2024	3.6	15.0

Contributions. Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$112,562 in contributions from the District.

Contribution rates as of June 30, 2025 are:

Employee Category	Employee	Employer
General (including teachers)	6.95%	6.95%

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

At June 30, 2025, the District reported a liability of \$139,162 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, rolled forward to December 31, 2024. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2024, the District's proportion was 0.00846916%, which was a decrease of 0.00042837% from its proportion measured as of December 31, 2023.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 6 – Defined Benefit Pension Plan (Continued)

For the year ended June 30, 2025, the District recognized pension expense of \$187,407.

At June 30, 2025, the 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
Differences between projected and actual experiences	\$ 432,175	\$ 406,109
Changes in assumptions	41,292	-
Net differences between projected and actual earnings on pension plan investments	211,464	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	2,084	785
Employer contributions subsequent to the measurement date	67,288	-
Total	\$ 754,303	\$ 406,894

The \$67,288 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as an adjustment of the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2026	\$ 83,980
2027	288,888
2028	(70,837)
2029	(21,910)
	\$ 280,121

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 6 – Defined Benefit Pension Plan (Continued)

Actuarial Assumptions. The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2023
Measurement Date of Net Pension Liability (Asset):	December 31, 2024
Experience Study:	January 1, 2021 – December 31, 2023 Published November 19, 2024
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.7%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments*	1.7%

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience, and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the postretirement discount rate. Includes the impact of known Market Recognition Account deferred gains/losses on the liability for dividend payments.

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. Based on this experience study, actuarial assumptions used to measure the total pension liability changed from prior year, including seniority (merit) and separation rates. The total pension liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the December 31, 2023 actuarial valuation.

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. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Allocation Targets and Expected Returns¹
As of December 31, 2024

Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return % ²
Public Equity	38%	7.0%	4.3%
Public Fixed Income	27	6.1	3.4
Private Equity/Debt	20	9.5	6.7
Inflation Sensitive	19	4.8	2.1
Real Estate	8	6.5	3.8
Leverage ³	(12)	3.7	1.1
Total Core Fund	100%	7.5%	4.8%
Variable Fund Asset Class			
U.S. Equities	70%	6.5%	3.8%
International Equities	30	7.4	4.7
Total Variable Fund	100%	6.9%	4.2%

¹Asset Allocations are managed within established ranges; target percentages may differ from actual monthly allocations

²New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.6%.

³The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 6 – Defined Benefit Pension Plan (Continued)

Single Discount Rate. A single discount rate of 6.8% was used to measure the total pension liability for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 4.08% (Source: "20-Bond GO Index" is the Bond Buyer Index, general obligation, 20 years to maturity, mixed quality as of December 31, 2024. In describing this index, the Bond Buyer notes that the bonds' average quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard and Poor's Corp.'s AA.). Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that 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 pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond 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 District's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent, as well as what the District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 1,305,524	\$ 139,162	\$ (689,504)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Payables to the Pension Plan. The District is required to remit the monthly required contribution for both the employee and District portions by the last day of the following month. The amount due to WRS as of June 30, 2025 is \$43,170 for June payroll.

Note 7 – Post-Employment Benefits Other Than Pension Benefits – Single-Employer Plan

Plan Description

Plan Administration. The Tigerton School District operates a single-employer retiree benefit plan that provides post-employment health benefits to eligible employees and their spouses. This plan is described below.

Administrators and Teachers. The District provides post-employment health benefits to any teachers who have reached age 55 and taught 15 years in the District. These early retirees receive a maximum of 18% of their final three years average contract pay which can be used to offset premiums on health and/or dental insurance. Surviving spouse and/or dependents shall be eligible to use any portion of the benefit as if the person did not die before the benefit was utilized.

Administrators and teachers hired on or after July 1, 2011 are not eligible for a District-provided post-employment benefit upon their retirement.

Benefits Provided. The plan provides healthcare benefits for retirees and their dependents.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 7 – Post-Employment Benefits Other Than Pension Benefits – Single-Employer Plan (Continued)

Employees covered by benefit terms. At June 30, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	3
Active employees	41
	<u>44</u>

Contributions. For the year ended June 30, 2025, the District made no contributions to the trust.

Total OPEB Liability

The District's total OPEB liability was measured as of June 30, 2024 and the total OPEB liability used to calculate the total OPEB liability was determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions. The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified.

Inflation:	2.50%
Salary increases:	3.00%
Healthcare cost trend rates:	7.00% decreasing by 0.10% per year down to 4.50% and level thereafter

Mortality rates were based on the Wisconsin 2020 Mortality Table.

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study conducted in 2021 using experience from 2018-2020.

Discount Rate. The discount rate used to measure the total OPEB liability was 4.21 percent as of the actuarial valuation date.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 7 – Post-Employment Benefits Other Than Pension Benefits – Single-Employer Plan (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability (a)
Balance at 6/30/2023	\$ 369,845
Changes for the Year:	
Service Cost	8,026
Interest	14,830
Differences Between Expected and Actual Experiences	(4,880)
Changes of Assumptions or Other Input	(1,059)
Benefit Payments	(29,546)
Net Changes	<u>(12,629)</u>
Balance at 6/30/2024	<u>\$ 357,216</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the District's total OPEB liability calculated using the discount rate of 4.21 percent, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.21 percent) or 1-percentage-point higher (5.21 percent) than the current rate:

	1% Decrease (3.21%)	Current Discount Rate (4.21%)	1% Increase (5.21%)
Total OPEB Liability	<u>\$ 370,583</u>	<u>\$ 357,216</u>	<u>\$ 344,119</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the District's total OPEB liability calculated using the current healthcare cost trend rate of 7.0 percent decreasing to 4.5 percent, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent decreasing to 3.50 percent) or 1-percentage-point higher (8.0% decreasing to 5.50 percent) than the current rate:

	1% Decrease (6.0% decreasing to 3.5%)	Healthcare Cost Trend Rates (7.0% decreasing to 4.5%)	1% Increase (8.0% decreasing to 5.5%)
Total OPEB Liability	<u>\$ 356,977</u>	<u>\$ 357,216</u>	<u>\$ 357,476</u>

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 7 – Post-Employment Benefits Other Than Pension Benefits – Single-Employer Plan (Continued)**OPEB Expense and Deferred Outflows of Resources Related to OPEB**

For the year ended June 30, 2025, the District recognized OPEB expense of \$20,318.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between OPEB plan - projected and actual experiences	\$ 9,580	\$ 3,660
Changes in assumptions		14,703
Net differences between OPEB plan - projected and actual earnings on OPEB plan investments	68	-
Employer contributions subsequent to the measurement date	23,302	-
Total	\$ 32,950	\$ 18,363

The \$23,302 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending June 30, 2026. Other amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2026	\$ (7,071)
2027	(160)
2028	(1,484)
	\$ (8,715)

Note 8 – Post-Employment Benefits Other Than Pension Benefits – Cost-Sharing Plan**General Information About the Other Post-Employment Benefits Plan**

Plan Description. The LRLIF is a multiple-employer, defined-benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible members.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 8 – Post-Employment Benefits Other Than Pension Benefits – Cost-Sharing Plan (Continued)

OPEB Plan Fiduciary Net Position. ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can also be found using the link above.

Benefits Provided. The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired members and pre-65 retirees who pay for their coverage.

Contributions. The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member's working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on member contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the member premiums until age 65 in order to be eligible for the benefit after age 65

Contribution rates as of June 30, 2025 are:

Coverage Type	Employee
50% Post Retirement Coverage	40% of Member Contribution
25% Post Retirement Coverage	20% of Member Contribution

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The member contribution rates in effect for the year ended December 31, 2024 are as listed below:

**Life Insurance
Member Contribution Rates ***
For the Year Ended December 31, 2024

Attained Age	Basic/Supplemental
Under 30	\$ 0.05
30-34	0.06
35-39	0.07
40-44	0.08
45-49	0.12
50-54	0.22
55-59	0.39
60-64	0.49
65-69	0.57

* Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$389 in contributions from the employer.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 8 – Post-Employment Benefits Other Than Pension Benefits – Cost-Sharing Plan (Continued)***OPEB Liabilities, OPEB Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs***

At June 30, 2025, the District reported a liability of \$110,110 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2024 rolled forward to December 31, 2024. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The District's proportion of the net OPEB liability was based on the District's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2024, the District's proportion was 0.02814500, which was a decrease of 0.00181300% from its proportion measured as of December 31, 2023.

For the year ended June 30, 2025, the District recognized OPEB expense of \$5,232.

At June 30, 2025, the 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
Differences between projected and actual experiences	\$ -	\$ 11,456
Changes in assumptions	27,018	61,759
Net differences between projected and actual earnings on plan investments	1,512	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	5,245	11,777
Employer contributions subsequent to the measurement date	198	-
Total	\$ 33,973	\$ 84,992

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 8 – Post-Employment Benefits Other Than Pension Benefits – Cost-Sharing Plan (Continued)

The \$198 reported as deferred outflows related to OPEB resulting from the District's contributions subsequent to the measurement date will be recognized as an adjustment of the net OPEB liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (revenue) as follows:

Year Ending June 30,	Net Deferred Outflows (Inflows) of Resources
2026	\$ (4,433)
2027	(10,220)
2028	(14,476)
2029	(13,431)
2030	(3,703)
Thereafter	(4,954)
	<u>\$ (51,217)</u>

Actuarial Assumptions. The total OPEB liability in the January 1, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2024
Measurement Date of Net OPEB Liability:	December 31, 2024
Experience Study:	January 1, 2021 - December 31, 2023, Published November 19, 2024
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield*:	4.08%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	4.09%
Salary Increases:	
Wage Inflation	3.00%
Seniority/Merit	0.1% - 5.7%
Mortality:	2020 WRS Experience Mortality Table

*Based on the Bond Buyers GO index.

Actuarial assumptions are based upon an experience study conducted in 2024 that covered a three-year period from January 1, 2021 to December 31, 2023. The total OPEB liability for December 31, 2024 is based upon a roll-forward of the liability calculated from the January 1, 2024 actuarial valuation.

Long-term Expected Return on Plan Assets. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 8 – Post-Employment Benefits Other Than Pension Benefits – Cost-Sharing Plan (Continued)

Local OPEB Life Insurance Asset Allocation Targets and Expected Returns As of December 31, 2024

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return %
U.S. Intermediate Credit Bonds	Bloomberg U.S. Interm Credit	40%	2.41%
U.S. Mortgages	Bloomberg U.S. MBS	60	2.71
Inflation			2.30
Long-Term Expected Rate of Return			4.25

Single Discount Rate. A single discount rate of 4.09% was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 3.32% for the prior year. The change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.26% as of December 31, 2023 to 4.08% as of December 31, 2024. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2037.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net OPEB liability calculated using the discount rate of 4.09 percent, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.09 percent) or 1-percentage-point higher (5.09 percent) than the current rate:

	1% Decrease to Discount Rate (3.09%)	Current Discount Rate (4.09%)	1% Increase to Discount Rate (5.09%)
District's Proportionate Share of the Net OPEB Liability	\$ 147,178	\$ 110,110	\$ 81,547

Payables to the OPEB Plan. The District is required to remit the monthly required contribution for both the employee and District portions by the last day of the following month. The District has no amount due to LRLIF for Life Insurance Benefits as of June 30, 2025.

TIGERTON SCHOOL DISTRICT

Notes to Financial Statements

June 30, 2025

Note 9 – Limitation on School District Revenues

Wisconsin statutes limit the amount of revenues school districts may derive from general school aids and property taxes unless a higher amount has been approved by a referendum. This limitation does not apply to revenues needed for the payment of any general obligation debt service (including refinanced debt) authorized by either of the following:

- A resolution of the school board or by a referendum prior to August 12, 1993.
- A referendum on or after August 12, 1993.

Note 10 – Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee health claims; unemployment compensation claims; and natural disasters. The District insures through commercial insurance companies for all risks of loss. Settled claims from these risks have not exceeded insurance coverage in the past three fiscal years.

Note 11 – Contingencies

The District received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. The District believes such disallowances, if any, would be immaterial.

From time to time the District is involved in legal actions and claims, most of which normally occur in governmental operations. In the opinion of District management, these issues, and any other proceedings known to exist at June 30, 2025, are not likely to have a material adverse impact on the District's financial position.

REQUIRED SUPPLEMENTARY INFORMATION

TIGERTON SCHOOL DISTRICT

Schedules of Employer's Proportionate Share of the Net Pension Liability (Asset) Wisconsin Retirement System (WRS) Last 10 Fiscal Years

WRS Fiscal Year End Date (Measurement Date)	District's Proportion of the Net Pension (Asset)/Liability	District's Proportionate Share of the Net Pension (Asset)/Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension (Asset)/Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2024	0.00846916%	\$ 139,162	\$ 1,682,007	8.27%	98.79%
12/31/2023	0.00889753%	132,289	1,687,748	7.84%	98.85%
12/31/2022	0.00902011%	477,858	1,615,941	29.57%	95.72%
12/31/2021	0.00902110%	(727,117)	1,574,852	46.17%	106.02%
12/31/2020	0.00888947%	(554,981)	1,505,991	36.85%	105.26%
12/31/2019	0.00865233%	(278,990)	1,425,683	19.57%	102.96%
12/31/2018	0.00898206%	319,553	1,342,352	23.81%	96.45%
12/31/2017	0.00883221%	(262,238)	1,260,073	20.81%	102.93%
12/31/2016	0.00895042%	73,773	1,210,473	6.09%	99.12%
12/31/2015	0.00867448%	140,959	1,173,549	12.01%	98.20%

Schedule of Employer Contributions Wisconsin Retirement System (WRS)

District Year End Date	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2025	\$ 112,562	\$ 112,562	\$ -	\$ 1,624,312	6.93%
6/30/2024	114,675	114,675	-	1,671,312	6.86%
6/30/2023	122,766	122,766	-	1,840,593	6.67%
6/30/2022	91,283	91,283	-	1,382,619	6.60%
6/30/2021	103,727	103,727	-	1,536,693	6.75%
6/30/2020	96,661	96,661	-	1,447,692	6.68%
6/30/2019	96,279	96,279	-	1,457,068	6.61%
6/30/2018	82,524	82,524	-	1,224,608	6.74%
6/30/2017	82,444	82,444	-	1,225,373	6.73%
6/30/2016	78,197	78,197	-	1,172,594	6.67%

TIGERTON SCHOOL DISTRICT
Schedule of Changes in Total OPEB Liability and Related Ratios
Other Post-Employment Benefits - Single-Employer Plan
Last 10 Measurement Years

	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability								
Service Cost	\$ 8,026	\$ 11,365	\$ 14,617	\$ 16,053	\$ 12,723	\$ 12,125	\$ 12,651	\$ 12,651
Interest	14,830	14,478	9,109	9,559	14,835	16,868	16,855	18,154
Differences Between Expected and Actual Experience	(4,880)	19,162	-	56	-	(7,127)	-	-
Changes of Assumptions or Other Input	(1,059)	(13,924)	(27,794)	-	21,932	1,512	(5,109)	-
Benefit Payments	(29,546)	(35,000)	(39,385)	(50,530)	(49,802)	(49,475)	(62,294)	(73,532)
Net Change in Total OPEB Liability	<u>(12,629)</u>	<u>(3,919)</u>	<u>(43,453)</u>	<u>(24,862)</u>	<u>(312)</u>	<u>(26,097)</u>	<u>(37,897)</u>	<u>(42,727)</u>
Total OPEB Liability - Beginning	369,845	373,764	417,217	442,079	442,391	468,488	506,385	549,112
Total OPEB Liability - Ending	<u>\$ 357,216</u>	<u>\$ 369,845</u>	<u>\$ 373,764</u>	<u>\$ 417,217</u>	<u>\$ 442,079</u>	<u>\$ 442,391</u>	<u>\$ 468,488</u>	<u>\$ 506,385</u>
Covered-Employee Payroll	\$ 2,029,918	\$ 2,029,918	\$ 523,000	\$ 523,000	\$ 539,125	\$ 539,125	\$ 503,625	\$ 503,625
Total OPEB Liability as a Percentage of Covered-Employee Payroll	17.60%	18.22%	71.47%	78.17%	80.44%	75.33%	90.55%	98.10%

*Ten years of data will be accumulated beginning with 2017.

TIGERTON SCHOOL DISTRICT
Schedules of Employer's Proportionate Share of the Net OPEB Liability
Other Post-Employment Benefits - Cost-Sharing Plan
Last Ten Fiscal Years

WRS Fiscal Year End Date (Measurement Date)	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
12/31/2024	0.02814500%	\$ 110,110	\$ 1,092,000	10.08%	37.20%
12/31/2023	0.02995800%	137,826	1,141,000	12.08%	33.90%
12/31/2022	0.02884000%	109,875	1,131,000	9.71%	38.81%
12/31/2021	0.02968500%	175,449	1,121,000	15.65%	29.57%
12/31/2020	0.03047900%	167,657	1,190,000	14.09%	31.36%
12/31/2019	0.02988000%	127,235	1,134,000	11.22%	37.58%
12/31/2018	0.02833200%	73,106	1,078,000	6.78%	48.69%
12/31/2017	0.02794700%	84,081	1,178,251	7.14%	44.81%

Schedule of Employer Contributions
Other Post-Employment Benefits Other Than Pensions - Cost-Sharing Plan
Last Ten Fiscal Years*

District Year End Date	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2025	\$ 389	\$ 389	\$ -	\$ 950,000	0.04%
6/30/2024	629	629	-	950,000	0.07%
6/30/2023	606	606	-	1,146,000	0.05%
6/30/2022	508	508	-	906,000	0.06%
6/30/2021	1,137	1,137	-	1,179,000	0.10%
6/30/2020	1,130	1,130	-	1,447,692	0.08%
6/30/2019	545	545	-	1,457,068	0.04%
6/30/2018	530	530	-	1,224,608	0.04%

*Ten years of data will be accumulated beginning with 2018.

TIGERTON SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Change in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2025

	Original Budget	Final Budget	Actual Budgetary Basis	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Property Taxes	\$ 1,330,321	\$ 1,404,475	\$ 1,404,083	\$ (392)
Other Local Sources	22,860	28,200	46,058	17,858
Interdistrict Sources	213,714	252,829	254,617	1,788
Intermediate Sources	7,000	10,225	11,540	1,315
State Sources	2,536,437	2,696,112	2,782,150	86,038
Federal Sources	386,970	152,336	134,134	(18,202)
Other Sources	7,000	19,000	16,541	(2,459)
Total Revenues	4,504,302	4,563,177	4,649,123	85,946
EXPENDITURES				
Instruction				
Regular Instruction	1,579,865	1,626,786	1,572,479	54,307
Vocational Instruction	174,876	180,070	179,919	151
Physical Instruction	87,876	90,486	91,953	(1,467)
Other Instruction	134,835	138,839	100,785	38,054
Total Instruction	1,977,452	2,036,181	1,945,136	91,045
Support Services				
Pupil Services	108,198	102,648	113,553	(10,905)
Instructional Staff Services	214,998	159,513	225,640	(66,127)
General Administration Services	249,314	240,270	261,654	(21,384)
School Building Administration Services	164,274	203,046	172,405	30,641
Business Administration	169,993	164,272	178,407	(14,135)
Operations and Maintenance	570,403	592,211	598,636	(6,425)
Pupil Transportation	169,966	178,078	178,379	(301)
Central Services	172,614	166,000	181,158	(15,158)
Insurance	89,883	104,000	94,332	9,668
Other Support Services	23,930	30,000	25,113	4,887
Total Support Services	1,933,573	1,940,038	2,029,277	(89,239)
Non-Program Transactions				
Open Enrollment	262,432	262,432	320,631	(58,199)
Non-Open Enrollment	61,000	61,000	75,573	(14,573)
Voucher Payments	-	-	59,821	(59,821)
Adjustments and Refunds	-	-	1,836	(1,836)
Total Non-Program Transactions	323,432	323,432	457,861	(134,429)
Total Expenditures	4,234,457	4,299,651	4,432,274	(132,623)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	269,845	263,526	216,849	(46,677)
OTHER FINANCING SOURCE				
Transfer to Special Education Fund	(289,476)	(289,476)	(192,447)	97,029
NET CHANGE IN FUND BALANCE	(19,631)	(25,950)	24,402	50,352
FUND BALANCE - BEGINNING OF YEAR	925,776	925,776	925,776	-
FUND BALANCE - END OF YEAR	\$ 906,145	\$ 899,826	\$ 950,178	\$ 50,352

TIGERTON SCHOOL DISTRICT
Notes to Required Supplementary Information
For the Year Ended June 30, 2025

Budgets and Budgetary Accounting

Operating budgets are adopted each fiscal year for all governmental funds except the special revenue trust in accordance with Section 65.90 of the Wisconsin Statutes using the budgetary accounting basis prescribed by the Wisconsin Department of Public Instruction. The legally adopted budget and budgetary expenditure control is exercised at the two-digit sub function level in the general fund and at the function level for all other funds. Reported budget amounts are as originally adopted or as amended by School Board resolution.

The District follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:

- a. Based upon requests from district staff, district administration recommends budget proposals to the School Board.
- b. The School Board reviews a proposed budget including proposed expenditures and the means of financing them for the July 1 through June 30 fiscal year.
- c. Pursuant to a public budget hearing, the School Board may make alterations to the proposed budget.
- d. Once the School Board (following the public hearing) adopts the budget, no changes may be made in the amount of tax to be levied or in the amount of the various appropriations and the purposes of such appropriations, unless authorized by a 2/3 vote of the entire School Board.
- e. Appropriations lapse at year-end unless authorized as a carryover by the School Board. The portion of fund balance representing carryover appropriations is reported as committed or assigned fund balance.

The District did not adopt a budget for the major special revenue trust fund, therefore a budget to actual comparison schedule is not presented in the required supplementary information for this major special revenue fund.

Basis of Accounting

The budget is prepared on the same modified accrual basis of accounting as applied to the governmental funds in the financial statements. There is a perspective difference between the budget and reporting under generally accepted accounting principles (GAAP). For budgetary purposes the special education fund was budgeted separate from the general fund, but for GAAP the two are combined. There is a reconciliation to the statement of revenues, expenditures and changes in fund balance provided as part of the notes to the required supplementary information.

Excess of Actual Expenditures Over Budget

The general fund had an excess of actual expenditures over budget for the year ended June 30, 2025 in the following functions:

Individual Function	Excess Expenditures
Physical Instruction	\$ 1,467
Pupil Services	10,905
Instructional Staff Services	66,127
General Administration Services	21,384
Business Administration	14,135
Operations and Maintenance	6,425
Pupil Transportation	301
Central Services	15,158
Open Enrollment	58,199
Non-Open Enrollment	14,573
Voucher Payments	59,821
Adjustments and Refunds	1,836

TIGERTON SCHOOL DISTRICT
Notes to Required Supplementary Information - Continued
For the Year Ended June 30, 2025

Budget-to-Actual Reconciliation

An explanation of the differences between budgetary inflows and outflows and revenues and expenditures determined in accordance with generally accepted accounting principles follows:

	<u>General Fund</u>
Sources/Inflows of Resources:	
Actual Amounts (Budgetary Basis) "Total Revenues" from the Schedule of Revenues, Expenditures and Changes in Fund Balance	\$ 4,649,123
Differences – Budget to GAAP:	
The Special Education Fund was Budgeted Separately but does not Meet the Definition of a Special Revenue Fund and was Combined with the General Fund	<u>260,066</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Change in Fund Balances – Governmental Funds	<u><u>\$ 4,909,189</u></u>
Uses/Outflows of Resources:	
Actual Amounts (Budgetary Basis) "Total Expenditures and Other Financing Uses" from the Schedule of Revenues, Expenditures and Changes in Fund Balance	\$ 4,624,721
Differences – Budget to GAAP:	
The Special Education Fund was Budgeted Separately but does not Meet the Definition of a Special Revenue Fund and was Combined with the General Fund	452,513
The Transfer to the Special Education Fund is Eliminated because it is Considered to be Part of the General Fund.	<u>(192,447)</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	<u><u>\$ 4,884,787</u></u>

Defined Benefit Pension Plan

Changes of benefit terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of assumptions.

Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

Post-Employment Benefits Other Than Pension Benefits – Single-Employer Plan

Changes of benefit terms. There were no changes of benefit terms for any participating employer in OPEB.

Changes of assumptions. The discount rate changed from 4.13% to 4.21%.

Post-Employment Benefits Other Than Pension Benefits – Cost-Sharing Plan

Changes of benefit terms. There were no recent changes in benefit terms.

Changes of assumptions. In addition to the rate changes detailed in the tables above, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three year experience study performed for the Wisconsin Retirement System. These assumptions are used in the actuarial valuations of OPEB liabilities (assets) for the retiree life insurance programs and are summarized below. The assumption changes that were used to measure the December 31, 2021 total OPEB liabilities, including the following:

- Lowering the price inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

SUPPLEMENTARY INFORMATION

TIGERTON SCHOOL DISTRICT
Combining Balance Sheet
Nonmajor Governmental Funds
As of June 30, 2025

	Capital Projects	Food Service	Community Services	Debt Service	Total Nonmajor Governmental Funds
ASSETS					
Cash and Investments	\$ 989	\$ 48,791	\$ 33,967	\$ 14,680	\$ 98,427
Receivables:					
Accounts	-	143	-	-	143
Due from Other Governments	-	13,054	-	-	13,054
Total Assets	<u>\$ 989</u>	<u>\$ 61,988</u>	<u>\$ 33,967</u>	<u>\$ 14,680</u>	<u>\$ 111,624</u>
LIABILITIES					
Accounts Payable	\$ -	\$ 2,517	\$ 3,139	\$ -	\$ 5,656
Unearned Revenue	-	6,088	-	-	6,088
Total Liabilities	<u>-</u>	<u>8,605</u>	<u>3,139</u>	<u>-</u>	<u>11,744</u>
FUND BALANCES					
Restricted	989	53,383	30,828	14,680	99,880
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 989</u>	<u>\$ 61,988</u>	<u>\$ 33,967</u>	<u>\$ 14,680</u>	<u>\$ 111,624</u>

TIGERTON SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2025

	Capital Projects	Food Service	Community Services	Debt Service	Total Nonmajor Governmental Funds
REVENUES					
Property Taxes	\$ -	\$ -	\$ 120,000	\$ -	\$ 120,000
Other Local Sources	1	36,307	282,107	-	318,415
State Sources	-	7,264	-	-	7,264
Federal Sources	-	214,130	-	-	214,130
Total Revenues	1	257,701	402,107	-	659,809
Support Services:					
Pupil Transportation	-	-	605	-	605
Food Services	-	280,568	-	-	280,568
Community Services	-	-	476,860	-	476,860
Total Support Services	-	280,568	477,465	-	758,033
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1	(22,867)	(75,358)	-	(98,224)
FUND BALANCES - BEGINNING OF YEAR	988	76,250	106,186	14,680	198,104
FUND BALANCES - END OF YEAR	989	\$ 53,383	\$ 30,828	\$ 14,680	\$ 99,880

ADDITIONAL REPORTS

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

To the Board of Education
Tigerton School District
Tigerton, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Tigerton School District (District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 29, 2025.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and responses as items 2025-001 and 2025-002 to be material weaknesses.

To the Board of Education
Tigerton School District

Report on Compliance and Other Matters

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

District's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's responses to the findings identified in our audit and described in the accompanying schedule of findings and responses. The District's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of this Report

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

KerberRose SC

KerberRose SC
Certified Public Accountants
Green Bay, Wisconsin
October 29, 2025

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR THE MAJOR STATE PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE WISCONSIN DEPARTMENT OF PUBLIC
INSTRUCTION**

To the Board of Education
Tigerton School District
Tigerton, Wisconsin

Report on Compliance for the Major State Program

Opinion on the Major State Program

We have audited the Tigerton School District's (District) compliance with the types of compliance requirements described in the *Wisconsin Department of Public Instruction Audit Manual*, issued by the Wisconsin Department of Public Instruction that could have a direct and material effect on the District's major state program for the year ended June 30, 2025. The District's major state program is identified in the accompanying summary of auditors' results section of the schedule of findings and responses.

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

Basis for Opinion on the Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the *Wisconsin Department of Public Instruction Audit Manual*. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the *Wisconsin Department of Public Instruction Audit Manual*, we:

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

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

Report on Internal Control over Compliance

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

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

To the Board of Education
Tigerton School District

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *Wisconsin School District Audit Manual*. Accordingly, this report is not suitable for any other purpose.

KerberRose SC

KerberRose SC
Certified Public Accountants
Green Bay, Wisconsin
October 29, 2025

FEDERAL AND STATE AWARDS SECTION

TIGERTON SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2025

Grantor Agency/Federal Program Title		ALN	Pass-Through Agency	Pass-Through Number	(Accrued) Deferred Revenue 7/1/2024	Value or Cash Received (Refunded)	Accrued (Deferred) Revenue 6/30/2025	Total Expenditures	Subrecipient Payments
U.S. DEPARTMENT OF AGRICULTURE									
<i>CHILD NUTRITION CLUSTER</i>									
School Breakfast Program		10,553	WI DPI	2025-585740-DPI-SB-SEVERE-546	\$ -	\$ 61,214	\$ -	\$ 61,214	\$ -
National School Lunch Program		10,555	WI DPI	2025-585740-DPI-NSL-547	-	113,520	-	113,520	-
Donated Commodities		10,555	WI DPI	2025-585740-DPI-NSL-547	-	18,098	-	18,098	-
<i>Total National School Lunch Program</i>					-	131,618	-	131,618	-
Summer Food Service Program		10,559	WI DPI	2024-585740-DPI-SFSP-561	(9,247)	17,491	13,054	21,298	-
Total U.S. Department of Agriculture and Child Nutrition Cluster									
					(9,247)	210,323	13,054	214,130	-
U.S. DEPARTMENT OF EDUCATION									
Title I Grants to Local Educational Agencies		84,010	WI DPI	2024-585740-DPI-TI-A-141	(20,940)	20,940	-	-	-
Title I Grants to Local Educational Agencies		84,010	WI DPI	2025-585740-DPI-TI-A-141	-	51,247	23,569	74,816	-
<i>Total Title I Grants to Local Educational Agencies</i>					(20,940)	72,187	23,569	74,816	-
<i>SPECIAL EDUCATION CLUSTER</i>									
Special Education Grants to States		84,027	WI DPI	2024-585740-DPI-FLOW-341	(5,902)	5,902	-	-	-
Special Education Grants to States		84,027	WI DPI	2025-585740-DPI-FLOW-341	-	91,220	25,032	116,252	-
Special Education Preschool Grants		84,173	WI DPI	2025-585740-DPI-PRESCH-347	-	6,918	1,476	8,394	-
<i>Total Special Education Cluster</i>					(5,902)	104,040	26,508	124,646	-
Career and Technical Education - Basic Grants to States		84,048	CESA	2025-585740-DPI-CTE-400	-	3,468	-	3,468	-
Small, Rural School Achievement Program		84,358A	Direct Program	Not Available	-	26,954	-	26,954	-
Improving Teacher Quality State Grants		84,367	WI DPI	2024-585740-DPI-TIIA-365	(1,166)	1,166	-	-	-
Improving Teacher Quality State Grants		84,367	WI DPI	2025-585740-DPI-TIIA-365	-	4,808	4,861	9,669	-
Student Support and Academic Enrichment Program		84,424	WI DPI	2024-585740-DPI-TIVA-381	(165)	165	-	-	-
Student Support and Academic Enrichment Program		84,424	WI DPI	2025-585740-DPI-TIVA-381	-	10,000	-	10,000	-
Elementary and Secondary School Emergency Relief		84,425D	WI DPI	2023-585740-DPI-ESSERFII-165	(66,963)	66,963	-	-	-
Total U.S. Department of Education					(95,136)	289,751	54,938	249,553	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES									
<i>MEDICAID CLUSTER</i>									
Medical Assistance Program		93,778	WI DHS	Unknown	-	28,974	-	28,974	-
TOTAL FEDERAL ASSISTANCE									
					\$ (104,383)	\$ 529,048	\$ 67,992	\$ 492,657	\$ -
Reconciliation to the basic financial statements:									
Governmental Funds									
Federal Sources								\$	489,189
Intermediate Sources									3,468
Total expenditures of federal awards								\$	492,657

TIGERTON SCHOOL DISTRICT
Schedule of State Financial Assistance
For the Year Ended June 30, 2025

Awarding Agency/ Awarding Description/ Pass-Through Agency	State I.D. Number	Pass-Through Agency	State Identifying Number	(Accrued)		Cash Received (Refunded)	Accrued (Deferred) Revenue 6/30/2025	Total Expenditures	Subrecipient Payments
				Deferred Revenue 7/1/2024					
WISCONSIN DEPARTMENT OF PUBLIC INSTRUCTION									
Special Education and School Age Parents	255.101	Direct Program	585740-100	\$	-	95,265	\$	95,265	\$
Special Education and School Age Parents	255.101	CESA	585740-100	-	-	23,876	-	23,876	-
State School Lunch Aid	255.102	Direct Program	585740-107	-	-	1,836	-	1,836	-
Common School Fund Library Aid	255.103	Direct Program	585740-104	-	-	23,705	-	23,705	-
General Transportation Aid	255.107	Direct Program	585740-102	-	-	6,167	-	6,167	-
School Day Milk Program	255.115	Direct Program	585740-110	-	-	3,233	-	3,233	-
Equalization Aids	255.201	Direct Program	585740-116	-	-	2,192,848	-	2,192,848	-
Sparsity Aid	255.212	Direct Program	585740-162	-	-	103,074	-	103,074	-
School Based Mental Health Services	255.297	Direct Program	585740-177	-	-	8,069	-	8,069	-
Educator Effective Evaluation System	255.940	Direct Program	585740-154	-	-	4,795	-	4,795	-
Per Pupil Aid	255.945	Direct Program	585740-113	-	-	192,178	-	192,178	-
High Cost Transportation Aid	255.947	Direct Program	575740-114	-	-	139,168	-	139,168	-
TOTAL STATE PROGRAMS				\$	-	2,901,726	\$	2,901,726	\$
									-

Reconciliation to the basic financial statements:

Governmental Funds	
State sources	\$ 2,884,679
Intermediate sources	23,876
State tax exempt aid	(6,431)
Payment in lieu of taxes and other revenues	(398)
Total expenditures of state awards	\$ 2,901,726

TIGERTON SCHOOL DISTRICT

Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance June 30, 2025

Note 1 – Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance include the federal and state grant activity of Tigerton School District and are presented on the modified accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of the Wisconsin Department of Instruction in the *Wisconsin School District Audit Manual*. Because the schedules present only a select portion of operations of the District, they are not intended to, and do not, present the financial position and change in net position of the District.

Note 2 – Summary of Significant Accounting Policies

Expenditures reported on the schedules are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the *Wisconsin School District Audit Manual*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The Tigerton School District has elected not to use the 10 percent *de minimis* indirect cost rate as allowable under the Uniform Guidance.

Note 3 – Special Education and School Age Parents Program

2024 - 2025 eligible costs under the State Special Education Program are \$280,200.

Note 4 – Oversight Agencies

The District's federal oversight agency is the U.S. Department of Education. The District's state cognizant agency is the Wisconsin Department of Public Instruction.

TIGERTON SCHOOL DISTRICT
Schedule of Findings and Responses
For the Year Ended June 30, 2025

Section I – Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified?	None Reported
Noncompliance material to the financial statements?	No

State Awards

Internal control over financial reporting:	
Material weaknesses identified?	None
Significant deficiencies identified?	None Reported
Type of auditors' report issued on compliance for major program	Unmodified

Identification of major state program:

State I.D. Number	Name of State Program
255.201	General Aids Cluster General Equalization Aid

Auditee qualified as a low-risk auditee?	No
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TIGERTON SCHOOL DISTRICT
Schedule of Findings and Responses
For the Year Ended June 30, 2025

Section II - Financial Statement Findings

Finding No.

2025-001

Segregation of Duties

Prior Year Audit Finding: 2024-001

Criteria: Board of Education and management are responsible for establishing and maintaining internal controls over financial reporting to prevent misstatements in their financial reporting.

Condition: During our audit, we noted that many of the accounting functions are performed by a few individuals, including opening the mail, recording receipts, recording invoices, transporting the bank deposit, preparing checks, and mailing the checks. These same individuals have the ability to record journal entries and reconcile accounts.

Cause: Due to limited staff, management is unable to properly segregate duties.

Effect: Because of the lack of segregation of duties, unauthorized transactions or misstatements as a result of errors could occur.

Recommendation: We recognize that the District is not large enough to make the employment of additional persons for the purpose of segregation of duties practical from a financial standpoint. We recommend the District have bank reconciliations and journal entries reviewed and approved by someone other than the preparer. Furthermore, the Board of Education should rely on their direct knowledge of the District's operations and thoroughly review financial reports to control and safeguard assets and insure accurate financial reporting.

Management's Response: The District is aware of the lack of segregation of duties caused by the limited size of its staff and therefore, agrees with this finding. The District will continue to improve the segregation of duties wherever possible and will continue to have the Board of Education's involvement in the review and approval process as much as is practical.

Responsible Official: Louise Fischer, Business Manager

Anticipated Completion Date: This finding will not completely resolve itself given the size of the District and the limited staff.

TIGERTON SCHOOL DISTRICT
Schedule of Findings and Responses
For the Year Ended June 30, 2025

Section II - Financial Statement Findings – Continued

Finding No.

2025-002

Financial Reporting

Prior Year Audit Finding: 2024-002

Criteria: Management is responsible for establishing and maintaining internal controls and for the fair presentation of the financial position, change in net position, and disclosures in the financial statements, in conformity with U.S. Generally Accepted Accounting Principles (GAAP).

Condition: During our audit, we noted that the internal control system does not include a process for preparing the annual audited financial statements and the related disclosures in accordance with GAAP.

Cause: Management does not have the training and expertise to prepare the financial statements in conformity with U.S. Generally Accepted Accounting Principles (GAAP).

Effect: Although the auditors are assisting with the preparation of the financial statements and related footnotes, management of the District thoroughly reviews them and accepts responsibility for their completeness and accuracy. The outsourcing is a result of management's cost/benefit decision to use our accounting expertise rather than incurring this internal resource cost.

Recommendation: We recommend that management continued to make this decision on a cost/benefit basis.

Management's Response: The District accepts this finding. The District will continue to utilize the auditors to prepare the financial statements and related notes. Management of the District thoroughly reviews the financial statements and related notes by comparing the audited financial statements to the District's internally generated reports and accepts responsibility for those statements' completeness and accuracy.

Responsible Official: Louise Fischer, Business Manager

Anticipated Completion Date: This finding will not completely resolve itself given the cost/benefit basis the District continues to make.

Section II - State Award Findings

There were no findings for state awards.

Section III - Other Issues

- | | |
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| 1. Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern? | No |
| 2. Was a management letter or other document conveying audit documents issued as a result of this audit? | Yes |

TIGERTON SCHOOL DISTRICT
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2025

FINANCIAL STATEMENT FINDINGS

2024-001 – Segregation of Duties – Repeated as finding 2025-001.

2024-002 – Preparation of Schedule of Federal and State Awards – Finding was resolved in current year.

2024-003 – Financial Reporting – Repeated as finding 2025-002.



Corrective Action Plan

Financial Statement Findings

2025-001 – Segregation of Duties – The District is aware of the lack of segregation of duties caused by the limited size of its staff. Segregation of duties is enhanced whenever possible and the Board of Education assumes an active roll through monthly review of disbursement transactions and monthly financial statements.

Responsible Official - Louise Fischer, Business Manager

Anticipated Completion Date - This finding will not completely resolve itself given the size of the District and the limited staff.

2025-002 – Financial Reporting – The District will continue to utilize the auditors to assist with the preparation of the financial statements and related notes. Management of the District thoroughly reviews the financial statements and related notes by comparing the audited financial statements to the District's internally generated reports and accepts responsibility for those statements' completeness and accuracy.

Responsible Official - Louise Fischer, Business Manager

Anticipated Completion Date - This finding will not completely resolve itself given the cost/benefit basis the District continues to make.

Tigerton Elementary
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PO Box 370
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District Office
213 Spaulding St
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Tigerton Middle/High School
213 Spaulding St
PO Box 40
Tigerton, WI 54486

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