BERRIEN SPRINGS PUBLIC SCHOOLS
Berrien County, Michigan

Annual Financial Report

For the year ended June 30, 2023

BERRIEN SPRINGS PUBLIC SCHOOLS
Table of Contents

For the year ended June 30, 2023

Financial Section

Supplementary Information

FINANCIAL SECTION

Hungerford Nichols CPAs + Advisors
Where good ideas add up

INDEPENDENT AUDITOR'S REPORT

October 18, 2023

The Board of Education
Berrien Springs Public Schools

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of Berrien Springs Public Schools as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Berrien Springs Public Schools' 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, the major fund, and the aggregate remaining fund information of Berrien Springs Public Schools, as of June 30, 2023, and the respective changes in financial position and the respective budgetary comparison for the General Fund, 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Berrien Springs Public Schools and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Berrien Springs Public Schools' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America 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 Berrien Springs Public Schools' internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Berrien Springs Public Schools' ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Berrien Springs Public Schools' basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules 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 and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Emphasis of Matter

Changes in Accounting Principle

As discussed in Note M to the financial statements, the District adopted Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements* and No. 101, *Compensated Absences* for the fiscal year June 30, 2023. Our opinion is not modified in respect to this matter.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 18, 2023, on our consideration of Berrien Springs Public Schools' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Berrien Springs Public Schools' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Berrien Springs Public Schools' internal control over financial reporting and compliance.

Hungerford Nichols

Certified Public Accountants
Grand Rapids, Michigan

This Page Intentionally Left Blank

MANAGEMENT’S DISCUSSION AND ANALYSIS

As management of the Berrien Springs Public Schools, we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which immediately follow this section.

Overview of the Financial Statements

This annual report consists of four parts: Management's Discussion and Analysis (this section), the Basic Financial Statements, Required Supplementary Information, and Supplementary Information. The Basic Financial Statements include two kinds of statements that present different views of the District:

- The first two statements, the Statement of Net Position, and the Statement of Activities, are *district-wide financial statements* that provide both short-term and long-term information about the District's overall financial status.

- The remaining statements are *fund financial statements* that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.

  - *Governmental funds statements* tell how basic services such as regular and special education were financed in the short term as well as what remains for future spending.

The Basic Financial Statements also include Notes to Financial Statements that explain the information in the Basic Financial Statements and provide more detailed data; Required Supplementary Information includes pension and OPEB information schedules; Other Supplementary Information follows and includes combining and individual fund statements and schedules.

District-wide Statements

The district-wide financial statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two district-wide statements report the District's net position, and how it has changed. Net position - the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources - is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position is an indicator of whether its financial position is improving or deteriorating, respectively.

- To assess the District's overall health, one should consider additional non-financial factors such as changes in the District's property tax-base, economic factors that might influence state aid revenue, and the condition of school buildings and other facilities.

In the district-wide financial statements, the District's activities are presented as follows:

- *Governmental activities*: The District's basic services are included here, such as regular and special education, instructional support, transportation, administration, community services, food service and athletics. State aid and property taxes finance most of these activities.

New Accounting Pronouncements Implemented

The District implemented Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs).* This Statement enhances the relevance and consistency of information about governments' subscription-based information technology arrangements. In addition, the District implemented GASB Statement No. 101 *Compensated Absences* during the fiscal year ended June 30, 2023. This Statement will provide a more consistent application for recognizing liabilities related to compensated absences, which is expected to potentially eliminate comparability issues between governments that offer different types of leave and enhance the relevance and reliability of information for compensated absences. See Note M for additional information.

Condensed District-wide Financial Information

The Statement of Net Position provides financial information on the District as a whole.

	2023	2022
Assets		
Current assets	$ 47,856,744	$ 40,056,449
Net capital assets	69,262,295	63,299,373
Total Assets	**117,119,039**	**103,355,822**
Deferred Outflows of Resources	**38,020,226**	**23,252,112**
Liabilities		
Current liabilities	12,319,474	10,395,325
Long-term liabilities	36,120,841	34,183,177
Net pension liability	82,054,042	48,738,178
Net OPEB liability	4,786,422	3,182,150
Total Liabilities	**135,280,779**	**96,498,830**
Deferred Inflows of Resources	**9,963,152**	**27,954,791**
Net Position		
Net investment in capital assets	34,821,116	27,002,754
Restricted	6,003,080	9,257,431
Unrestricted (deficit)	(30,928,862)	(34,105,872)
Total Net Position	**$ 9,895,334**	**$ 2,154,313**

The Statement of Activities presents changes in net position from operating results:

	2023	2022
Program Revenues		
Charges for services	$ 203,521	$ 158,397
Operating grants	18,761,554	16,116,698
General Revenues		
Property taxes	3,885,521	3,670,461
State school aid, unrestricted	40,584,394	32,360,240
Interest and investment earnings	709,695	42,612
Other	18,418,750	15,130,076
Total Revenues	82,563,435	67,478,484
Expenses		
Instruction	22,197,591	22,190,955
Supporting services	43,052,226	29,057,347
Community services	2,176,771	1,846,093
Food service	1,233,864	967,220
Other	361,966	66,199
Interest on long-term debt	1,128,054	1,117,560
Depreciation, unallocated	4,671,942	3,260,767
Total Expenses	74,822,414	58,506,141
Increase in net position	7,741,021	8,972,343
Net Position (Deficit), Beginning of Year	2,154,313	(6,818,030)
Net Position, End of Year	**$ 9,895,334**	**$ 2,154,313**

Financial Analysis of the District as a Whole

Total revenues exceeded expenses by $7,741,021, increasing total net position from $2,154,313 to a net position of $9,895,334. Unrestricted net position increased by $3,177,010 to a deficit of $30,928,862 at June 30, 2023. The District's net pension liability, including deferred outflows and inflows of resources, increased by $5,034,676 during the fiscal year. In addition, the District's net OPEB liability, including deferred outflows and inflows of resources, decreased by $2,874,293 during the fiscal year.

The District's total revenues increased $15,084,951 or 22.36%, in the fiscal year. Property taxes and unrestricted State aid accounted for 53.9% of the District's revenue. Federal and State grants for specific programs accounted for 22.9% of total District revenues, increasing $2,773,324 over the previous fiscal year.

Total cost of all programs and services increased by $16,316,273 to $74.8 million in 2022-23. The District's expenses are predominantly related to instruction (30%) and supporting services (58%).

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. As a general rule, fund balances from one fund are prohibited from being expended on expenditures of another fund.

The District utilizes two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed, short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information following the governmental funds' statements explain the relationship (or differences) between them.

Financial Analysis of the District's Funds

The District uses funds to record and analyze financial information. Berrien Springs Public Schools' funds are described as follows:

Major Funds

General Fund

The General Fund is the District's primary operating fund. The General Fund had total revenues of $78,684,254, total other financing sources of $3,614,374 (including lease transactions of $3,070,731), total expenditures of $75,971,265, and total other financing uses of $1,000,400. The ending fund balance was $27,932,920, up from $22,605,957 at June 30, 2022.

Nonmajor Funds

Special Revenue Funds

The District operates two Special Revenue funds: the Food Service Fund and Student/School Activity Fund. Total revenues of the Food Service Fund were $1,323,776, total expenditures were $1,214,081, and total other financing uses were $80,000. The ending fund balance was $506,223, up from $476,528 at June 30, 2022. Total revenues of the Student/School Activity Fund were $366,745, and total expenditures were $308,199. The ending fund balance was $341,038, up from $282,492 at June 30, 2022.

Debt Service Funds

The District operates seven Debt Service funds. Total revenues were $1,600,311, total other financing sources were $1,212,334, and total expenditures were $2,449,452. The ending fund balances in the Debt Service Funds totaled $4,767,561 at June 30, 2023, up from $4,404,368 at June 30, 2022.

Capital Projects Funds

The District operates four nonmajor Capital Projects Funds. Total revenues were $137,874, total other financing sources were $1,769,802 (which includes $1,695,000 of proceeds from bond issuance and a $73,802 premium on bond issuance), total expenditures were $1,221,196, and total other financing uses were $212,962. Fund balances at June 30, 2023 totaled $4,797,584, up from $4,324,066 at June 30, 2022.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget two times after the June 2022 adoption. Amendments were needed due to:

- Changes were adopted in January 2023, to adjust for student enrollment, staffing adjustments, program adjustments, additional local grant awards, and anticipated revenue/expenditure changes, including additional revenue from an unexpected increase in enrollment in the alternative ed virtual programs. Expenses were adjusted to account for an increase in staffing costs due to the increase in enrollment, the purchase of property, the Auditorium/Athletic Center final construction and furnishings, several facility upgrade projects and other supplies and tuition costs.

- In June 2023, changes were adopted to account for the final annual adjustments of revenue, general supplies, and expenditures anticipated at fiscal year end. Major adjustments to revenue included adjustments to the retirement stabilization one time state payments, an increase to record new lease and licenses financing to comply with GASB 87 reporting guidelines and additional foundation state aid from Section 25 adjustments. Expenditures increased due to capitalization of facility lease/license agreements, additional retirement stabilization payment offset and other salary and benefits adjustments.

- The District's final amended budget for the General Fund anticipated that expenditures and other financing uses would exceed revenue and other financing sources by $1,503,173. Actual revenues and other financing sources exceeded expenditures and other financing uses by $5,326,962, primarily due to underspending the budget by approximately 8%.

- The District budgeted for and anticipated a deficit budget for the 2023-2024 fiscal year. The district has a very strong fund balance and has expanded instructional supports to assist with increasing achievement in the classroom and to support improving district facilities.

Capital Asset and Debt Administration

Capital Assets

At the end of fiscal year 2022-23, the District had a $97.1 million investment in a broad range of capital assets including land, school buildings, athletic facilities, administrative offices, furniture and equipment, and transportation and other vehicles. More detailed information about capital assets can be found in Note E in the Notes to Basic Financial Statements.

At June 30, 2023, the District's net investment in capital assets (after accumulated depreciation) was $69,262,295. Net capital asset additions totaled $10,948,863 for the fiscal year, disposals totaled $809,652, and accumulated depreciation increased $4,176,280, resulting in an increase in net capital assets of $5,962,922. Net capital assets of the District at June 30, 2023 are detailed as follows:

Land	$ 3,089,385
Construction in progress	3,016,868
Buildings and site improvements	50,059,312
Buses and other vehicles	634,458
Furniture and equipment	1,062,816
Leasehold improvements	5,026,963
Intangible right-to-use assets	6,372,493
Net Capital Assets	$ 69,262,295

Long-term Obligations

At year end, the District had $38,748,899 in general obligation bonds and other long-term debt outstanding - a net increase of $2,317,755 from the previous year.

- The District issued new bonds totaling $1,695,000 and incurred additional lease liabilities totaling $3,070,731.

- The District continued to pay down its debt, retiring $2.35 million in general obligation bonds and lease liabilities.

The District's bond rating for general obligation debt was affirmed by Standard and Poor's as A+ with a stable outlook. The State limits the amount of general obligation debt that schools can issue to 15% of the assessed value of all taxable property within a District's boundaries.

The District's other obligations include accumulated vacation pay and sick leave. There is more detailed information about our long-term liabilities in Note F in the Notes to Basic Financial Statements.

Factors Bearing on the District's Future

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that could significantly affect its financial health in the future:

- State funding for the 2023-24 school year will be increasing by approximately 5% or $458 per pupil and although there was talk of reducing funding for cyber districts by 20%, the foundation allowance will remain the same as 2022-23 which affects the cyber district funding that Berrien Springs services.

- The district has analyzed the affects of the drop off in additional funding received during the pandemic and is taking steps to manage the financing of additional positions and services that were added to address the learning loss of students during the remote learning shut-downs.

- The State of Michigan School Aid Fund balance sheet projection remains positive for the next few years.

- Enrollment projections indicate a stable enrollment. The district continues to improve our programs for students who choose the option for virtual learning and our traditional programs.

- The District continues to enhance revenue through virtual learning program enrollment at centers located across the state. The enrollment at these centers is expected to remain stable.

- Employee retirement costs paid into the Michigan Public Schools Employees' Retirement System (MPSERS), controlled by the State, continues to be a cause for concern into the future. Prior year legislative groups have addressed this unfunded liability, the fact remains there are less people paying into this system and more people receiving benefits each year, as state-wide decline in students have dictated retirees are not replaced locally on a one-to-one basis. For every dollar paid to employees throughout the year, the District pays a percentage into MPSERS. Addressing the unfunded MPSERS liability is necessary; however, it does reduce the overall available funds to all districts, as this funding dedicates a portion of school aid directly to this item.

- Employment recruitment and retention is a concern. Maintaining quality support staff and substitutes at all positions is a priority for the district. The district has been able to offer more competitive salary and benefit packages due to the district's healthy fund balance.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Business Office, Berrien Springs Public Schools, Sylvester Avenue PO Box 130, Berrien Springs, Michigan 49103. Contact by phone at (269) 471-2891.

BASIC FINANCIAL STATEMENTS

BERRIEN SPRINGS PUBLIC SCHOOLS
Statement of Net Position
June 30, 2023

	Governmental Activities
Assets	
Cash	$ 953
Cash equivalents and investments (Note B)	29,298,022
Accounts receivable	5,519,438
Due from other governmental units (Note C)	13,014,336
Inventory	23,995
Capital assets not being depreciated (Note E)	6,106,253
Capital assets being depreciated/amortized, net (Note E)	63,156,042
Total Assets	117,119,039
Deferred Outflows of Resources	
Deferred pension amounts	29,194,887
Deferred OPEB amounts	8,825,339
Total Deferred Outflows of Resources	38,020,226
Liabilities	
Accounts payable	1,663,669
Due to other governmental units	1,982,859
Accrued interest payable	192,281
Salaries payable	2,255,080
Accrued expenses	479,165
Unearned revenue	3,118,362
Long-term liabilities (Note F):	
Due within one year	2,628,058
Due in more than one year	36,120,841
Net pension liability	82,054,042
Net OPEB liability	4,786,422
Total Liabilities	135,280,779
Deferred Inflows of Resources	
Deferred pension amounts	229,694
Deferred OPEB amounts	9,733,458
Total Deferred Inflows of Resources	9,963,152
Net Position	
Net investment in capital assets	34,821,116
Restricted for:	
Capital outlay	568,256
Debt service	4,587,563
Food service	506,223
Student/school activities	341,038
Unrestricted (deficit)	(30,928,862)
Total Net Position	$ 9,895,334

See accompanying notes to basic financial statements.

BERRIEN SPRINGS PUBLIC SCHOOLS
Statement of Activities
For the year ended June 30, 2023

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants	Net (Expense) Revenue and Changes in Net Position
Governmental Activities				
Instruction	$22,197,591	$ 3,871	$ 17,330,240	$(4,863,480)
Supporting services	43,052,226	31,374	229,251	(42,791,601)
Community services	2,176,771	-	-	(2,176,771)
Food service	1,233,864	168,276	1,155,500	89,912
Other	361,966	-	9,499	(352,467)
Interest on long-term debt	1,128,054	-	37,064	(1,090,990)
Depreciation and amortization - unallocated*	4,671,942	-	-	(4,671,942)
Total Governmental Activities	$ 74,822,414	$ 203,521	$ 18,761,554	(55,857,339)
General Revenues				
Taxes:				
Property taxes, levied for general operations				2,342,597
Property taxes, levied for debt service				1,542,924
State school aid, unrestricted				40,584,394
Interest and investment earnings				709,695
Other				18,418,750
Total General Revenues				63,598,360
Change in Net Position				7,741,021
Net Position - Beginning of Year				2,154,313
Net Position - End of Year				$ 9,895,334

*This amount excludes direct depreciation expense of the various programs.

See accompanying notes to basic financial statements.

BERRIEN SPRINGS PUBLIC SCHOOLS
Balance Sheet
Governmental Funds
June 30, 2023

	General Fund	Nonmajor	Total
Assets			
Cash	$ 953	$ -	$ 953
Cash equivalents and investments (Note B)	18,069,232	11,228,790	29,298,022
Accounts receivable	5,518,938	500	5,519,438
Due from other funds	157,065	21,851	178,916
Due from other governmental units	12,880,062	134,274	13,014,336
Inventory	20,049	3,946	23,995
Total Assets	$ 36,646,299	$ 11,389,361	$ 48,035,660
Liabilities and Fund Balances			
Liabilities			
Accounts payable	$ 859,942	$ 803,727	$ 1,663,669
Due to other funds	21,851	157,065	178,916
Due to other governmental units	1,982,859	-	1,982,859
Accrued interest	-	12,283	12,283
Salaries payable	2,251,200	3,880	2,255,080
Accrued expenditures	479,165	-	479,165
Unearned revenue	3,118,362	-	3,118,362
Total Liabilities	8,713,379	976,955	9,690,334
Fund Balances			
Nonspendable	20,049	3,946	23,995
Restricted	-	10,408,460	10,408,460
Assigned for subsequent expenditures	6,851,800	-	6,851,800
Unassigned	21,061,071	-	21,061,071
Total Fund Balances	27,932,920	10,412,406	38,345,326
Total Liabilities and Fund Balances	$ 36,646,299	$ 11,389,361	$ 48,035,660

See accompanying notes to basic financial statements.

BERRIEN SPRINGS PUBLIC SCHOOLS
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
June 30, 2023

Total governmental fund balances		$ 38,345,326
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of assets is $97,067,419 and accumulated depreciation is $27,805,124.		69,262,295
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
General obligation bonds	$ (29,573,000)	
Lease liabilities	(6,645,255)	
Bond premium, unamortized	(2,452,252)	
Accumulated vacation/sick leave	(78,392)	(38,748,899)
Accrued interest is not included as a liability in governmental funds.		(179,998)
Net pension liability and related deferred outflows/inflows of resources are not included as assets/liabilities in governmental funds:		
Net pension liability	(82,054,042)	
Deferred outflows of resources	29,194,887	
Deferred inflows of resources	(229,694)	(53,088,849)
Net OPEB liability and related deferred outflows/inflows of resources are not included as assets/liabilities in governmental funds:		
Net OPEB liability	(4,786,422)	
Deferred outflows of resources	8,825,339	
Deferred inflows of resources	(9,733,458)	(5,694,541)
Total Net Position - Governmental Activities		$ 9,895,334

See accompanying notes to basic financial statements.

BERRIEN SPRINGS PUBLIC SCHOOLS
Statement of Revenues, Expenditures and
Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2023

	General Fund	Nonmajor	Total
Revenues			
Local sources	$ 20,540,369	$ 2,226,643	$ 22,767,012
State sources	52,806,712	64,562	52,871,274
Federal sources	3,670,160	1,137,501	4,807,661
Interdistrict sources	1,667,013	-	1,667,013
Total Revenues	78,684,254	3,428,706	82,112,960
Expenditures			
Current:			
Instruction	31,826,632	-	31,826,632
Supporting services	34,770,475	308,199	35,078,674
Community services	2,102,999	-	2,102,999
Food service	-	1,214,081	1,214,081
Facilities acquisition, construction, and improvements	6,079,243	1,157,733	7,236,976
Debt service:			
Principal repayment	958,700	1,390,600	2,349,300
Interest and fiscal charges	233,216	1,058,852	1,292,068
Bond issuance costs	-	48,208	48,208
Underwriter's discount	-	15,255	15,255
Total Expenditures	75,971,265	5,192,928	81,164,193
Excess (Deficiency) of Revenues Over Expenditures	2,712,989	(1,764,222)	948,767
Other Financing Sources (Uses)			
Proceeds from the issuance of bonds	-	1,695,000	1,695,000
Proceeds from sale of capital assets	13,140	-	13,140
Inception of leases	3,070,731	-	3,070,731
Premium on issuance of bonds	-	73,802	73,802
Transfers in	80,028	1,213,334	1,293,362
Transfers out	(1,000,400)	(292,962)	(1,293,362)
Other transactions	450,475	-	450,475
Total Other Financing Sources (Uses)	2,613,974	2,689,174	5,303,148
Net Change in Fund Balances	5,326,963	924,952	6,251,915
Fund Balances, Beginning of Year	22,605,957	9,487,454	32,093,411
Fund Balances, End of Year	$ 27,932,920	$ 10,412,406	$ 38,345,326

See accompanying notes to basic financial statements.

BERRIEN SPRINGS PUBLIC SCHOOLS
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the year ended June 30, 2023

Net change in fund balances - total governmental funds		$ 6,251,915
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is capitalized and allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation/amortization in the current period:		
Capital outlays	$ 10,948,863	
Depreciation/amortization expense	(4,671,942)	6,276,921
In the Statement of Activities, only the loss on the sale of capital assets is reported, whereas in the governmental funds, the proceeds from the sale(s) increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the assets sold/retired.		(313,999)
Bond premium is amortized over the life of the new bond issue in the Statement of Activities.		159,692
Proceeds from the sale of bonds, loans, and leases are an other financing source in the governmental funds, but increase long-term liabilities in the Statement of Net Position.		
Proceeds from general obligation bonds		(1,695,000)
Premium on issuance of bonds		(73,802)
Inception of leases		(3,070,731)
Repayment of bond principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not effect the Statement of Activities:		
General obligation bonds		1,390,600
Lease liabilities		961,056
Interest on long-term liabilities in the Statement of Activities differs from the amount reported on the governmental funds because interest is recorded as an expenditure in the funds when it is due and paid, and thus requires the use of current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues regardless of when it is paid.		4,322
In the Statement of Net Position, accumulated sick/vacation pay and compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures are measured by the amount of financial resources used (essentially, the amounts actually paid). This year the amount of the benefits used/paid exceeded the amounts earned by $10,430.		10,430
The changes in net pension liability and related deferred outflows/inflows of resources are not included as revenues/expenditures in governmental funds.		(5,034,676)
The changes in net OPEB liability and related deferred outflows/inflows of resources are not included as revenues/expenditures in governmental funds.		2,874,293
Total change in net position - governmental activities		$ 7,741,021

See accompanying notes to basic financial statements.

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the year ended June 30, 2023

	Budgeted Amounts			
	Original	Final	Actual	Variance With Final Budget
Revenues				
Local sources	$ 19,420,000	$ 20,131,830	$ 20,540,369	$ 408,539
State sources	45,248,284	52,516,353	52,806,712	290,359
Federal sources	3,933,944	4,115,167	3,670,160	(445,007)
Interdistrict sources	3,088,000	1,695,880	1,667,013	(28,867)
Total Revenues	71,690,228	78,459,230	78,684,254	225,024
Expenditures				
Current:				
Instruction:				
Basic programs	25,358,344	26,271,853	24,709,143	1,562,710
Added needs	7,423,427	7,713,374	7,062,813	650,561
Adult education	51,661	54,879	54,676	203
Supporting services:				
Pupil services	5,976,466	5,999,044	5,614,437	384,607
Instructional staff services	10,949,801	10,626,742	9,442,640	1,184,102
General administrative services	1,376,006	1,494,709	1,384,804	109,905
School administrative services	2,366,693	2,494,401	2,374,098	120,303
Business services	915,867	976,080	896,699	79,381
Operation and maintenance services	8,021,033	8,173,600	7,324,256	849,344
Pupil transportation services	2,157,758	1,858,624	1,576,796	281,828
Central services	3,800,321	3,931,544	3,589,949	341,595
Other supporting services	2,554,344	2,744,358	2,566,796	177,562
Community services	2,400,086	2,525,345	2,102,999	422,346
Site improvement services	5,741,203	5,647,492	6,079,243	(431,751)
Debt service:				-
Principal repayment	-	1,320,324	958,700	361,624
Interest and fiscal charges	-	326,236	233,216	93,020
Total Expenditures	79,093,010	82,158,605	75,971,265	6,187,340
Excess (Deficiency) of Revenues Over Expenditures	(7,402,782)	(3,699,375)	2,712,989	6,412,364
Other Financing Sources (Uses)				
Proceeds from sale of capital assets	-	13,000	13,140	140
Inception of leases	-	2,787,436	3,070,731	283,295
Transfers in	-	-	80,028	80,028
Transfers out	-	(1,019,234)	(1,000,400)	(18,834)
Other transactions	-	415,000	450,475	(35,475)
Total Other Financing Sources (Uses)	-	2,196,202	2,613,974	309,154
Net Change in Fund Balances	(7,402,782)	(1,503,173)	5,326,963	6,721,518
Fund Balances, Beginning of Year	22,605,957	22,605,957	22,605,957	-
Fund Balances, End of Year	$ 15,203,175	$ 21,102,784	$ 27,932,920	$ 6,721,518

See accompanying notes to basic financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

Note A - Summary of Significant Accounting Policies

Berrien Springs Public Schools (the "District") was organized under the School Code of the State of Michigan and services a population of approximately 4,770 students. The District is governed by an elected Board of Education consisting of seven members and administered by a Superintendent who is appointed by the aforementioned Board. The District provides a comprehensive range of educational services as specified by state statute and Board of Education policy. These services include elementary education, secondary education, pre-school programs, athletic activities, special education, community services and general administrative services. The Board of Education also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America as applicable to school districts. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The District's significant accounting policies are described below.

1. Reporting Entity

The financial reporting entity consists of a primary government and its component units. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include the funds of those organizational entities for which its elected governing board is financially accountable.

2. District-wide and Fund Financial Statements

District-wide Financial Statements - The district-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) present financial information about the District as a whole. The reported information includes all of the nonfiduciary activities of the District. The District does not allocate indirect costs and, for the most part, the effect of interfund activity has been removed. These statements are to distinguish between the *governmental* and *business-type activities* of the District. *Governmental activities* normally are supported by taxes and intergovernmental revenues, and are reported separately from *business-type* activities, which rely to a significant extent on fees and charges for support. The District does not have any *business-type activities*.

The Statement of Net Position is reported on the full accrual, economic resources basis, which recognizes all long-term assets and deferred outflows of resources as well as all long-term debt and obligations and deferred inflows of resources. The District's net position is reported in three parts: investment in capital assets, net of related debt; restricted net position, and unrestricted net position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Property taxes, unrestricted state aid, interest earnings and other items not included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. The General Fund is the District's only major fund. Nonmajor funds are aggregated and presented in a single column.

Fund Financial Statements - Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Fund level statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances. The Balance Sheet reports current assets, current liabilities, and fund balances. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources and uses of current financial resources. This differs from the economic resources measurement focus used to report at the district-wide level. Reconciliations between the two sets of statements are provided separately.

Revenues are recognized when susceptible to accrual, i.e., both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Expenditures are generally recorded when the liability is incurred if they are paid within 60 days after the end of the current fiscal period. The exception to this general rule is that principal and interest on long-term debt is recognized when due.

Revenues susceptible to accrual are property taxes, state aid, federal and interdistrict revenues and investment income. Other revenues are recognized when received. Deferred revenue arises when potential revenue does not meet both the measurable and available criteria for recognition in the current period. Deferred revenue also arises when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the incurrence of the qualifying expenditures.

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

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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met.

The State of Michigan utilizes a foundation allowance approach, which provides for a specific annual amount of revenue per student based on a state-wide formula. The foundation allowance is funded from a combination of state and local sources. Revenues from state sources are primarily governed by the School Aid Act and the School Code of Michigan. The State portion of the foundation allowance is provided from the State's School Aid Fund and is recognized as revenues in accordance with state law and accounting principles generally accepted in the United States of America.

Governmental Funds

Governmental funds are those funds through which most school district functions typically are financed. The acquisition, use, and balances of a school district's expendable financial resources and the related current liabilities are accounted for through governmental funds.

General Fund **-** The General Fund is the general operating fund of a school district. It is used to account for all financial resources, except those required to be accounted for in another fund. Included are all transactions related to the current operating budget.

Special Revenue Funds **-** Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes.

School Service Funds **-** School Service Funds are used to segregate, for administrative purposes, the transactions of a particular activity from regular revenue and expenditure accounts. A school district maintains full control of these funds. The School Service Funds maintained by the District are the Food Service and Student/School Activity Funds.

Debt Service Funds **-** Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt (bonds, notes, loans, leases, and school bond loan) principal, interest, and related costs. The District currently maintains seven Debt Service Funds.

Capital Projects Funds **-** Capital Projects Funds are used to record bond proceeds, property tax revenues or other revenues and the disbursement of monies specifically designated for acquiring new school sites, buildings, equipment and for major remodeling and repairs. The funds are retained until the purpose for which the funds were created has been accomplished. The District currently maintains four Capital Projects Funds.

The Capital Projects Funds include capital project activities funded with bonds issued after May 1, 1994. For these capital projects, the District has complied with the applicable provisions of Section 1351a of the State of Michigan’s School Code. For capital project activities funded with sinking fund millage, the District has complied with the applicable provisions of Section 1212 (I) of the Revised School Code and the State of Michigan Department of Treasury Letter No. 01-95.

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

4. Budgets and Budgetary Accounting

State of Michigan Public Act 621 (the Uniform Budgetary and Accounting Act) requires that the General Fund of a school district be under budgetary control and that both budgeted and actual financial results do not incur a deficit. Berrien Springs Public Schools has also adopted a budget for its Special Revenue Funds. A school district's General Appropriations Resolution (the "budget") must be adopted before the beginning of each fiscal year. No violations (dollar deviations) from a district's budget may occur without a corresponding amendment to the budget. A school district has the ability to amend the budget provided that the amendment is prior to the occurrence of the deviation and prior to the fiscal year end. A school district may also permit the chief administrative or fiscal officer to execute transfers between line items, within defined dollar or percentage limits, without prior approval of the Board of Education. Expenditures may not legally exceed budgeted appropriations at the function level. All appropriations lapse at the end of the fiscal year.

Berrien Springs Public Schools utilizes the following procedures in establishing the budgetary data reflected in the financial statements:

- Prior to June 30, the Superintendent of the District submits to the school board a proposed operating budget for the fiscal year commencing July 1 of that year. The operating budget includes proposed expenditures and the means of financing them.

- Prior to July 1, the budget is legally enacted through passage of a resolution, and in accordance with Public Act 621 of the State.

- Formal budgetary integration is employed as a management control device during the year for all budgetary funds.

- The District is required under Public Act 621 of 1978 and by accounting principles generally accepted in the United States of America to adopt a budget for the General Fund and any Special Revenue Funds.

- Budgets for the General and Special Revenue Funds were adopted on the modified accrual basis of accounting, which is consistent with generally accepted accounting principles and are reported in the financial statements as originally adopted and as amended by the Board of Education.

5. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budget integration in the governmental funds. There were no substantial encumbrances outstanding at year end.

6. Investments

Investments are recorded at fair value. Investment income is composed of interest and net changes in the fair value of applicable investments.

7. Inventories/Prepaid Items

Inventories are valued at cost (first-in, first-out), and are accounted for using the consumption method. Inventories of the General Fund consist of teaching and custodial supplies, while inventories of the Food Service Fund consist of food, and other nonperishable supplies. Disbursements for inventory-type items are recorded as expenditures at the time of use for each fund. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the district-wide and fund financial statements. The cost of prepaid items is recorded as expenses/expenditures when consumed (consumption method) rather than when purchased.

8. Capital Assets

Capital assets, which include land, buildings and site improvements, buses and other vehicles, furniture and equipment, leasehold improvements, and intangible right-to-use assets, are reported in the district-wide financial statements. Assets having a useful life in excess of one year and whose costs exceed $5,000 are capitalized. Capital assets are stated at historical cost or estimated historical cost where actual cost information is not available. Donated capital assets are stated at fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend an asset's useful life are not capitalized. Improvements are capitalized and depreciated over the remaining useful life of the related assets.

Buildings and site improvements, buses and other vehicles, furniture and equipment, and leasehold improvements are depreciated using the straight-line method over the following estimated useful lives:

Building and site improvements	5 - 50 years
Buses and other vehicles	5 - 10 years
Furniture and equipment	5 - 20 years
Leasehold improvements	3 - 5 years

The right-to-use assets are related to leases of buildings and are amortized over the noncancellable lease period.

9. Long-term Obligations

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported as the total amount of bonds issued.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

10. Accumulated Sick Leave and Vacation Pay

Accumulated sick leave and vacation pay at June 30, 2023 have been computed and recorded in the basic financial statements of the District. Employees who leave the District are entitled to reimbursement for a portion of their unused vacation days. At June 30, 2023, the accumulated liabilities, including salary-related payments, for accumulated sick leave and vacation pay amounted to $78,392.

11. Retirement Plan

Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions,* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, were implemented by the District during the fiscal year ended June 30, 2015. These Statements establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit pensions, the Statements identify the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about pensions also are addressed. Distinctions are made regarding the particular requirements for employers based on the number of employers whose employees are provided with pensions through the pension plan and whether pension obligations and pension plan assets are shared. Cost-sharing employers are those whose employees are provided with defined benefit pensions through cost-sharing multiple-employer pension plans - pension plans in which the pension obligations to the employees of more than one employer are pooled and plan assets can be used to pay the benefits of the employees of any employer that provides pensions through the pension plan.

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

12. Postemployment Benefits Plan Other Than Pensions

Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, was implemented by the District during the fiscal year ended June 30, 2018. This Statement establishes standards for recognizing and measuring (OPEB) liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB plans, the Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about OPEB are also addressed. Distinctions are made regarding the particular requirements depending upon whether the OPEB plans through which the benefits are provided are administered through trusts that meet specific criteria. Cost-sharing employers are those whose employees are provided with defined benefit OPEB through cost-sharing multiple-employer OPEB plans - OPEB plans in which the OPEB obligations to the employees of more than one employer are pooled and plan assets can be used to pay the benefits of the employees of any employer that provides OPEB through the OPEB plan.

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

13. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has two such items that qualify for reporting in this category: the deferred outflows of resources relating to the recognition of net pension liability on the financial statements and the deferred outflows of resources relating to the recognition of net OPEB liability on the financial statements.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future period(s) and so will *not* be recognized as in inflow of resources (revenue) until that time. The District has two types of items that qualify for reporting in this category: the deferred inflows of resources relating to the recognition of net pension liability on the financial statements and the deferred inflows of resources relating to the recognition of net OPEB liability on the financial statements.

14. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition or construction of those assets. Net position is reported as restricted when there are limitations imposed on their use either through legislation or through external restrictions imposed by creditors, grantors, laws, or regulations from other governments.

15. Fund Balance

The District has adopted Governmental Accounting Standards Board (GASB) Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*. The stated objective of GASB Statement No. 54 is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds, detailed as follows:

- Nonspendable - resources that cannot be spent because they are either (a) not in spendable form (inventories and prepaid amounts) or (b) legally or contractually required to be maintained intact (the principal of a permanent fund).

- Restricted - resources that cannot be spent because of (a) constraints externally imposed by creditors (debt covenants), grantors, contributors, or laws or regulations or (b) imposed by law through constitutional provisions or enabling legislation and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation.

- Committed - resources that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority (Board of Education). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified uses by taking the same type of action it employed to previously commit those amounts. Committed fund balance does not lapse at year end.

- Assigned - resources that are constrained by the government's *intent* to be used for specific purposes but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body or official to which the governing body has designated the authority to assign amounts to be used for specific purposes.

- Unassigned - unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance amount.

As of June 30, 2023, Berrien Springs Public Schools had not established a policy for its use of unrestricted fund balance amounts; it considers that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used, but reserves the right to selectively spend unassigned resources first to defer the use of other classified funds. The Board of Education intends to maintain a fund balance of 15% of the District's General Fund annual operating expenditures.

16. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the Statement of Activities. Interfund transfers in the fund financial statements are reported as other financing sources/uses.

17. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Note B - Cash Equivalents and Investments

The State of Michigan allows a political subdivision to authorize its Treasurer or other chief fiscal officer to invest surplus funds belonging to and under the control of the entity as follows:

- Bonds, bills, or notes of the United States; obligations, the principal and interest of which are fully guaranteed by the United States; or obligations of the State.
- Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a financial institution, but only if the financial institution is a state or nationally chartered bank or a state or federally chartered savings and loan association, savings bank, or credit union whose deposits are insured by an agency of the United States government and that maintains a principal office or branch office located in this State under the laws of this State or the United States.
- Commercial paper rated at the time of purchase within the 2 highest classifications established by not less than 2 standard rating services and that matures not more than 270 days after the date of the purchase.
- Securities issued or guaranteed by agencies or instrumentalities of the United States government.
- United States government or Federal agency obligation repurchase agreements.
- Banker's acceptances issued by a bank that is a member of the Federal Deposit Insurance Corporation.
- Mutual funds composed entirely of investment vehicles which are legal for direct investment by a school district in Michigan.
- Investment pools, as authorized by the surplus funds investment pool act, Act No. 367 of the Public Acts of 1982, being sections 129.11 to 129.118 of the Michigan Compiled Laws, composed entirely of instruments that are legal for direct investment by a school district in Michigan.

Balances at June 30, 2023 related to cash equivalents and investments are detailed in the Basic Financial Statements as follows:

Statement of Net Position:	
Governmental activities	$ 29,298,022

Cash Equivalents

Depositories actively used by the District during the year are detailed as follows:

1. Huntington Bank
2. United Federal Credit Union
3. Honor Credit Union

Cash equivalents consist of bank public funds checking and money market accounts.

June 30, 2023 balances are detailed as follows:

Cash equivalents	$ 8,335,924

Custodial Credit Risk Related to Bank Deposits
Custodial credit risk is the risk that in the event of bank failure, the District's bank deposits may not be returned to the District. Protection of District bank deposits is provided by the Federal Deposit Insurance Corporation and the National Credit Union Administration. At year end, the carrying amount of the District's cash equivalents was $8,335,924 and the bank balance was $9,065,728. Of the bank balance, $533,005 was covered by federal depository insurance and $8,532,723 was uninsured and uncollateralized.

Investments

As of June 30, 2023, the District had the following investments:

Surplus Funds Investment Pool Accounts:	
Michigan Liquid Assets Fund Plus (MILAF+) – Cash Management	$ 17,247,279
Michigan CLASS	3,714,819
	$ 20,962,098

The Michigan Liquid Asset Fund Plus (MILAF+) is an external pooled investment fund that includes qualified investments in accordance with the applicable sections of the School Code. MILAF is not regulated or registered with the Securities Exchange Commission and reported the same value of the pool shares as the fair value of the District's investment at June 30, 2023. The MILAF+ fund is carried at amortized cost and was rated AAA by Standard & Poor's rating agency.

The Michigan Cooperative Liquid Asset Securities System (Michigan CLASS) is an external pooled investment fund that includes qualified investments in accordance with the applicable sections of the School Code. Michigan CLASS is not regulated or registered with the Securities Exchange Commission and reported the same value of the pool shares as the fair value of the District's investment at June 30, 2023. The Michigan CLASS is carried at amortized cost and was rated AAAm by Standard & Poor's rating agency.

Fair Market Value Measurement
The District is required to disclose amounts within a framework established for measuring value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in the active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1: Quoted prices in the active markets for identical securities.

Level 2: Prices determined using other significant observable inputs. Observable inputs are inputs that other market participants may use in pricing a security. These may include prices for similar securities, interest rates, prepayment speeds, credit risk and others.

Level 3: Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant, unobservable inputs may be used. Unobservable inputs reflect the District's own assumptions about the factors market participants would use in pricing and investment and would be based on the best information available. The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Custodial Credit Risk Related to Investments
Custodial credit risk is the risk that, in the event of a failure of the counterparty, the District may not be able to recover the value of its investments of collateral securities that are in the possession of an outside party. The District will minimize custodial credit risk by limiting investments to the types of securities allowed by law; and pre-qualifying the financial institutions, broker/dealers, intermediaries, and advisors with which the District will do business. At June 30, 2023, the District had no investments that were subject to custodial credit risk.

Credit Risk Related to Investments
Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation. The District's investment policy does not specifically address credit risk but minimizes its credit risk by limiting investments to the types allowed by the State. Mutual fund investments must have a par share value intended to maintain a net asset value of at least $1.00 per share.

Interest Rate Risk
The District minimizes interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market, and investing operating funds primarily in shorter-term securities, liquid asset funds, money market funds, or similar investment pools and limiting the average maturity in accordance with the District's cash requirements.

Concentration of Credit Risk
Concentration of credit risk is the risk of loss attributed to the magnitude of the District's investments in a single issuer, so that the impact of potential losses from any one type of security or issuer will be minimized. The District's investment policy places no restrictions on the amount or percentage that may be invested in any one type of security.

Foreign Currency Risk
The District is not authorized to invest in investments which have this type of risk.

Note C - State School Aid/Property Taxes

On March 15, 1994, the voters of the State of Michigan approved Proposal A, which increased the State Sales and Use Tax rates from 4% to 6% and established a State Education Tax at a rate of 6 mills on all property, except that which is exempt by law from ad valorem property taxes, and dedicated the additional revenues generated to Michigan school districts.

These additional State revenues pass through to Michigan school districts in the form of a per pupil "Foundation Allowance" paid on a “blended count” of District pupil membership in February 2022 and October 2022. The 2022-2023 "Foundation Allowance" for Berrien Springs Public Schools was $9,150 for 4,714 "Full Time Equivalent" students, generating $52,693,591 in state aid payments to the District of which $9,568,851 was paid to the District in July and August 2023 and is included in “Due From Other Governmental Units” of the General Fund and Food Service Fund at June 30, 2023.

Property taxes for the District are levied July 1 and December 1 (the tax lien date) under a split-levy system by the Townships of Berrien, Oronoko, and Royalton, and are due 75 days after the levy date. The taxes are then collected by each governmental unit and remitted to the District. The County of Berrien, through its Delinquent Tax Revolving Fund, advances all delinquent real property taxes at March 1 to the District each year prior to June 30.

Section 1211(1) of 1993 PA 32 states that beginning in 1994, the board of a school district shall levy not more than 18 mills, if approved by voters, for school operating purposes, or the number of mills levied in 1993, whichever is less, on non-homestead property only, in order to be eligible to receive funds under the State School Aid Act of 1979. After 1996, electors may approve a 3 mill “Local Enhancement Millage” which must be shared between all local districts in each respective county intermediate district.

As Berrien Springs Public Schools electors had previously (May 2018) approved an operating millage extension, the 18 mill non-homestead property tax was levied in the District for 2022.

The District levied 3.60 mills in 2022 for debt service purposes applied on all taxable property in the District.

Taxable property in the District is assessed initially at 50% of true cash value by the assessing officials of the various units of government that comprise the District. These valuations are then equalized by the county and finally by the State of Michigan, generating the State Equalized Valuation. Taxable valuation increases will be limited, or capped (known as capped valuation), at 5% or the rate of inflation, whichever is less. With the implementation of Proposal A and Public Act 36, taxable property is now divided into two categories: PRE and NPRE.

A principal residence exemption property (PRE) is exempt from the 18 mill "School Operating" tax. It is not exempt from the 6 mill "State Education" tax, any voted “Local Enhancement Millage” nor any additional voted millage for the retirement of debt.

Non-principal residence exemption property (NPRE) is subject to all District levies. However, since Public Act 36, establishing the Michigan Business Tax, was signed into law, Public Acts 37-40 of 2007 now exempt Industrial Personal Property from the 6 mill State Education Tax and up to 18 mills of local school district operating millage (includes property under Industrial Facilities Tax exemptions); and exempt Commercial Personal Property from up to 12 mills of local school district operating millage (exceptions may apply).

The District is subject to tax abatements granted by the County of Berrien with local businesses under the Plant Rehabilitation and Industrial Development Districts Act, (known as the Industrial Facilities Exemption). PA 198 of 1974, as amended, provides a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assists in the building of new facilities, and promotes the establishment of high-tech facilities. An Industrial Facilities Exemption (IFE) certificate entitles the facility to exemption from ad valorem real and/or personal property taxes for a term up to 12 years as determined by the local unit of government. The agreements entered into by each local unit include claw back provisions should the recipient of the tax abatement fail to fully meet its commitments, such as employment levels and timelines for relocation. The tax abated property taxes are calculated by applying half the local property tax millage rate on the total IFT taxable value. This amounts to a reduction in property tax revenue of approximately 50%.

For the year ended June 30, 2023, the District's property tax revenues were reduced by $1,598 under these agreements.

Note D - Due From/To Other Funds/Interfund Transfers

Amounts due from (to) other funds, representing interfund receivables and payables for year-end expenditure allocations not reimbursed at June 30, 2023 are detailed as follows:

	Due From	Due To
Major Funds		
General Fund:		
Special Revenue Funds:		
Food Service Fund	$ 156,392	$ 21,851
Student/School Activities Fund	673	-
Total Major Funds	157,065	21,851
Nonmajor Funds		
Special Revenue Funds:		
Food Service Fund:		
General Fund	21,851	156,392
Student/School Activities Fund:		
General Fund	-	673
Total Nonmajor Funds	21,851	157,065
Total All Funds	$ 178,916	$ 178,916

Transfers between the funds during the year ended June 30, 2023 were as follows:

	Transfers In	Transfers Out
Major Fund		
General Fund:		
Special Revenue Fund:		
Food Service Fund	$ 80,000	$ -
Debt Service Funds:		
2021 Energy Debt	-	141,500
2023 Energy Debt	-	1,500
2019 Athletic Debt	-	590,000
2012 QZAB Debt	-	131,000
2009 QSCB Debt	-	66,667
2009 QZAB Debt	-	68,733
Capital Projects Funds:		
2023 Energy Conservation	-	1,000
2019 Construction (PAC)	28	-
Total Major Fund	80,028	1,000,400
Nonmajor Funds		
Special Revenue Fund:		
Food Service Fund:		
General Fund	-	80,000
Debt Service Funds:		
2021 Energy Debt :		
General Fund	141,500	-
2023 Energy Debt:		
General Fund	1,500	-
2019 Athletic Debt:		
General Fund	590,000	-
2012 QZAB Debt:		
General Fund	131,000	-
2009 QSCB Debt:		
General Fund	66,667	-
2009 QZAB Debt:		
General Fund	68,733	-
Building & Site	212,934	-
Capital Projects Funds:		
Building and Site Sinking Fund:		
2009 QZAB	-	212,934
2023 Energy Conservation Fund:		
General Fund	1,000	-
2019 Construction (PAC):		
General Fund	-	28
Total Nonmajor Funds	1,213,334	292,962
Total All Funds	$ 1,293,362	$ 1,293,362

Note E - Capital Assets

Capital asset activity for the year ended June 30, 2023 was as follows:

	Balances July 1, 2022	Additions	Deductions	Balances June 30, 2023
Capital assets not being depreciated:				
Land	$ 2,914,329	$ 175,056	$ -	$ 3,089,385
Construction in progress	24,941,783	7,137,857	29,062,772	3,016,868
Total capital assets not being depreciated	27,856,112	$ 7,312,913	$ 29,062,772	6,106,253
Capital assets being depreciated and amortized:				
Building and site improvements	46,333,899	$ 24,740,753	$ 464,697	70,609,955
Buses and other vehicles	2,642,916	25,819	11,809	2,656,926
Furniture and equipment	2,384,258	501,127	131,532	2,753,853
Leasehold improvements	2,537,651	4,360,292	201,614	6,696,329
Intangible right-to-use assets:				
Leased buildings	5,173,372	3,070,731	-	8,244,103
Total capital assets being depreciated and amortized	59,072,096	$ 32,698,722	$ 809,652	90,961,166
Less accumulated depreciation for:				
Building and site improvements	18,154,470	$ 2,597,998	$ 201,825	20,550,643
Buses and other vehicles	1,849,392	180,653	7,577	2,022,468
Furniture and equipment	1,587,709	231,188	127,860	1,691,037
Leasehold improvements	1,293,960	533,797	158,391	1,669,366
Less accumulated amortization for:				
Intangible right-to-use assets:				
Leased buildings	743,304	1,128,306	-	1,871,610
Total accumulated depreciation and amortization	23,628,835	$ 4,671,942	$ 495,653	27,805,124
Total capital assets being depreciated and amortized, net	35,443,261			63,156,042
Net Capital Assets	$ 63,299,373			$ 69,262,295

Total depreciation and amortization for fiscal year ended June 30, 2023 amounted to $4,671,942. The District determined that it was impractical to allocate depreciation to the various governmental activities as the assets serve multiple functions.

Note F - Long-term Obligations

Changes in long-term obligations for the year ended June 30, 2023 are summarized as follows:

		Debt Outstanding July 1, 2022	Debt Added	Debt Retired	Adjustments	Debt Outstanding June 30, 2023
General obligation bonds:						
July 23, 2009		$ 4,225,000	$ -	$ -	$ -	$ 4,225,000
October 1, 2009		1,000,000	-	-	-	1,000,000
August 1, 2012		693,600	-	115,600	-	578,000
February 19, 2019		6,845,000	-	315,000	-	6,530,000
February 26, 2019		15,270,000	-	835,000	-	14,435,000
March 9, 2021		1,235,000	-	125,000	-	1,110,000
June 7, 2023		-	1,695,000	-	-	1,695,000
Bond premium		2,538,142	73,802	159,692	-	2,452,252
Lease liabilities		4,535,580	3,070,731	958,700	(2,356)	6,645,255
Accumulated vacation/sick leave	*	88,822	-	10,430	-	78,392
		$ 36,431,144	$ 4,839,533	$ 2,519,422	$ (2,356)	$ 38,748,899

**Net change only reported, consistent with GASB Statement No. 101 implementation. See Note M.*

Long term obligations at June 30, 2023 are comprised of the following:

	Final Maturity Dates	Interest Rates	Outstanding Balance	Amount Due Within One Year
General Obligation Bonds				
$4,225K 2009 QZAB:				
Principal maturity of $4,225,000	July 23, 2024	-	$ 4,225,000	$ -
$1,000K 2009 QSCB:				
Principal maturity of $1,000,000	October 1, 2024	-	1,000,000	-
$1,734K 2012 QZAB:				
Annual maturities of $115,600	August 1, 2027	4.25	578,000	115,600
$7,655K 2019 Athletic Facilities Improvement:				
Annual maturities of $325K to $555K	May 1, 2038	4.00	6,530,000	325,000
$17,215K 2019 School Building & Site:				
Annual maturities of $690K to $1,230K	May 1, 2038	5.00	14,435,000	690,000
$1,360K 2021 Energy Conservation Improvement:				
Annual maturities of $130K to $150K	May 1, 2031	1.00 - 1.25	1,110,000	130,000
$1,695K 2023 Energy Conservation Improvement:				
Annual maturities of $145K to $200K	May 1, 2033	4.00	1,695,000	145,000
Bond premium			2,452,252	167,072
Lease Liabilities				
$144,693 Building Lease April 1, 2022:				
Annual maturities of $10,355 to $59,772	September 1, 2024	3.29	$ 70,126	$ 59,772
$443,601 Building Lease September 1, 2022:				
Annual maturities of $28,654 to $51,007	February 1, 2023	4.75	411,275	34,908

	Final Maturity Dates	Interest Rates	Outstanding Balance	Amount Due Within One Year
Lease Liabilities (Continued)				
$88,316 Building Lease January 15, 2023:				
Annual maturities of $9,764 to $18,848	January 15, 2028	4.75	$ 80,079	$ 16,349
$178,115 Building Lease July 1, 2021:				
Annual maturities of $19,078 to $55,717	November 1, 2024	3.29	74,795	55,717
$74,721 Building Lease December 1, 2022:				
Annual maturities of $5,529 to $16,073	November 1, 2027	4.75	65,492	13,942
$898,189 Building Lease July 8, 2021:				
Annual maturities of $76,389 to $110,649	June 8, 2031	3.29	757,346	76,389
$130,934 Building Lease July 1, 2021:				
Annual maturities of $25,970 to $27,454	June 1, 2026	3.29	79,991	26,567
$97,504 Building Lease December 1, 2022:				
Annual maturities of $19,241 to $22,612	June 1, 2027	4.75	85,081	19,241
$54,556 Building Lease July 1, 2021:				
Annual maturities of $10,822 to $11,439	June 1, 2026	3.29	33,330	11,069
$300,378 Building Lease January 1, 2023:				
Annual maturities of $29,475 to $67,551	December 1, 2027	4.75	270,039	53,020
$57,967 Building Lease January 1, 2023:				
Annual maturities of $5,352 to $12,420	December 1, 2027	4.75	51,686	10,773
$35,745 Building Lease August 1, 2022:				
Annual maturity of $18,224	July 1, 2024	4.75	18,224	18,224
$74,935 Building Lease October 1, 2022:				
Annual maturities of $2,783 to $16,247	September 1, 2027	4.75	63,395	14,093
$592,249 Building Lease February 1, 2023:				
Annual maturities of $70,067 to $133,057	January 1, 2028	4.75	541,285	103,026
$517,323 Building Lease November 1, 2022:				
Annual maturities of $18,518 to $71,380	October 1, 2032	4.75	490,331	35,989
$486,689 Building Lease August 1, 2022:				
Annual maturities of $40,687 to $59,452	July 1, 2032	4.75	445,967	40,687
$830,344 Building Lease July 1, 2021:				
Annual maturities of $66,219 to $90,083	June 1, 2032	3.29	707,398	66,219
$284,224 Building Lease July 1, 2021:				
Annual maturities of $13,258 to $51,678	October 1, 2027	3.29	203,675	43,618
$777,098 Building Lease July 1, 2021:				
Annual maturities of $60,468 to $88,083	July 1, 2032	3.29	667,117	60,468
$166,005 Building Lease July 1, 2021:				
Annual maturities of $31,268 to $33,391	April 1, 2027	3.29	122,978	31,268
$313,816 Building Lease July 1, 2021:				
Annual maturities of $13,042 to $38,024	November 1, 2031	3.29	265,938	25,704
$218,818 Building Lease July 1, 2021:				
Annual maturities of $26,148 to $51,026	January 1, 2026	3.29	126,551	49,377
$301,303 Building Lease December 1, 2022:				
Annual maturities of $23,630 to $67,46	1-Nov-27	4.75	265,672	53,902

	Final Maturity Dates	Interest Rates	Outstanding Balance	Amount Due Within One Year
Lease Liabilities (Continued)				
$819,624 Building Lease July 1, 2021:				
Annual maturities of $59,803 to $87,285	March 1, 2033	3.29	$ 714,262	$ 59,960
$98,743 Building Lease July 1, 2021:				
Annual maturity of $32,222	June 1, 2024	3.29	33,222	33,222
Other Obligations				
Accumulated vacation/sick leave			78,392	41,882
			$38,748,899	$ 2,628,058

The annual requirements to pay principal and interest on long-term bonds outstanding are as follows:

	General Obligation Bonds		Lease Liabilities	
Years Ending June 30	**Principal**	**Interest**	**Principal**	**Interest**
2024	$ 1,405,600	$ 1,057,297	$ 1,013,504	$ 248,083
2025	6,680,600	1,004,564	925,236	208,087
2026	1,515,600	942,701	917,488	169,770
2027	1,580,600	877,901	895,555	131,375
2028	1,640,600	810,100	661,931	96,043
2029	1,590,000	744,600	533,583	74,849
2030	1,655,000	676,238	559,250	54,632
2031	1,725,000	604,875	576,266	33,405
2032	1,640,000	540,000	455,467	13,570
2033	1,695,000	474,400	106,975	1,316
2034	1,560,000	396,300	-	-
2035	1,630,000	323,100	-	-
2036	1,700,000	246,600	-	-
2037	1,770,000	166,800	-	-
2038	1,785,000	83,700	-	-
	$ 29,573,000	$ 8,949,175	$ 6,645,255	$ 1,031,130

Note G – Retirement Plan

Plan Description

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

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

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

The System's financial statements are available at www.michigan.gov/orsschools.

Benefits Provided

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Depending on the plan option selected, member retirement benefits are determined by final average compensation, years of service, and a pension factor ranging from 1.25 percent to 1.50 percent. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements based on when the employee became a member. The age and service requirements range from attaining the age of 46 to 60 with years of service ranging from 5 to 30 years. Early retirement is computed in the same manner as a regular pension but is permanently reduced by .50 percent for each full and partial month between the pension effective date and the date the member will attain age 60. There is no mandatory retirement age. Certain employees have the option to participate in the defined contribution (DC) plan that provides a 50 percent employer match (up to 3 percent of salary) on employee contributions.

The System also provides disability and survivor benefits to DB plan members.

Benefit terms provide for annual cost of living adjustments to each employee's retirement allowance subsequent to the employee's retirement date. The annual adjustment, if applicable, is 3 percent. Some members who do not receive an annual increase are eligible to receive a supplemental payment in those years when investment earnings exceed actuarial assumptions.

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

Contributions and Funded Status

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

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2021 valuation will be amortized over a 17-year period beginning October 1, 2021 and ending September 30, 2038.

The schedule below summarizes pension contribution rates in effect for the plan fiscal year ended September 30, 2022.

Pension Contribution Rates:

Plan Name	**Plan Status**	**Member**	**District**
Basic	Closed	0.0 – 4.0 %	20.14%
Member Investment Plan (MIP)	Closed	3.0 – 7.0%	20.14%
Pension Plus	Closed	3.0 – 6.4 %	17.22%
Pension Plus 2	Open	6.2%	19.93%
Defined Contribution	Open	0.0%	13.73%

The District's contributions to MPSERS under all pension plans for the year ended June 30, 2023, inclusive of the MSPERS UAAL Stabilization, totaled $8,592,897.

Proportionate Share of Reporting Unit's Net Pension Liability

At June 30, 2023, the District reported a liability of $82,054,042 for its proportionate share of the net pension liability. The net pension liability was measured as of September 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation rolled forward from September 2021. The District's proportion of the net pension liability was determined by dividing each employer's statutorily required pension contributions to the System during the measurement period by the percent of the pension contributions required from all applicable employers during the measurement period. At September 30, 2022 the District's proportion was 0.21817824%, which was an increase from 0.20585989% at September 30, 2021.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2023, the District recognized pension expense of $13,570,588. At June 30, 2023, 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
Difference between expected and actual experience	$ 820,827	$ 183,464
Changes of assumptions	14,099,825	—
Net difference between projected and actual earnings on pension plan investments	192,417	—
Changes in proportion and differences between District contributions and proportionate share of contributions	6,090,937	46,230
District contributions subsequent to the measurement date*	7,990,881	—
Total	$ 29,194,887	$ 229,694

* This amount, reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

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

Years Ending June 30	Amount
2024	$ 7,068,008
2025	5,051,040
2026	3,818,539
2027	5,036,725

Actuarial Assumptions

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

Additional information as of the latest actuarial valuation follows:

Summary of Actuarial Assumptions:

Valuation Date:	September 30, 2021
Actuarial Cost Method:	Entry Age, Normal
Wage Inflation Rate:	2.75%
Investment Rate of Return:	
MIP and Basic Plans (Non-Hybrid):	6.00% net of investment expenses
Pension Plus Plan (Hybrid):	6.00% net of investment expenses
Pension Plus 2:	6.00% net of investment expenses
Projected Salary Increases:	2.75% - 11.55%, including wage inflation of 2.75%
Cost-of-Living Adjustments:	3% annual non-compounded for MIP members
Mortality:	
Retirees:	RP-2014 Male and Female Healthy Annuitant Mortality Tables, scaled by 82% for males and 78% for females and adjusted for mortality improvements using projection scale MP-2017 from 2006.
Active Members:	RP-2014 Male and Female Employee Annuitant Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.
Disabled Retirees:	RP-2014 Male and Female Disabled Annuitant Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.

Notes:

- Assumption changes as a result of an experience study for the period 2012 through 2017 have been adopted by the System for use in the annual pension valuations beginning with the September 30, 2018 valuation. The total pension liability as of September 30, 2022 is based on the results of an actuarial valuation date of September 30, 2021 and rolled forward using generally accepted actuarial procedures, including the experience study.
- Recognition period for liabilities is the average of the expected remaining service lives of all employees in years: [4.3922 for non-university employers].
- Recognition period for assets in years: 5.0000.
- Full actuarial assumptions are available in the 2022 MPSERS Annual Comprehensive Financial Report found on the ORS website at (www.michigan.gov/orsschools).

Long-Term Expected Rate of Return on Investments

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2022 are summarized in the following table:

Investment Category	Target Allocation	Long-term Expected Real Rate of Return*
Domestic Equity Pools	25.0%	5.1%
Private Equity Pools	16.0%	8.7%
International Equity Pools	15.0%	6.7%
Fixed Income Pools	13.0%	(0.2)%
Real Estate and Infrastructure Pools	10.0%	5.3%
Absolute Return Pools	9.0%	2.7%
Real Return/Opportunistic Pools	10.0%	5.8%
Short-term Investment Pools	2.0%	(0.5)%
Total	**100.0%**	

*Long-term rates of return are net of administrative expenses and 2.2% inflation.

Rate of Return

For the fiscal year ended September 30, 2022, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was (4.18)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

A discount rate of 6.0% was used to measure the total pension liability (6.0% for the Pension Plus Plan , 6.0% for the Pension Plus 2 Plan, hybrid plans provided through non-university employers only). This discount rate was based on the long-term expected rate of return on pension plan investments of 6.0% (6.0% for the Pension Plus Plan, 6.0% for the Pension Plus 2 plan). The projection of cash flows used to determine the 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 of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.0%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease 5.0%	Current Single Discount Rate Assumption 6.0%	1% Increase 7.0%
District's proportionate share of the net pension liability	$ 108,280,852	$ 82,054,042	$ 60,441,969

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

Detailed information about the pension plan's fiduciary net position is available in the separately issued Michigan Public School Employees' Retirement System September 30, 2022 Annual Comprehensive Financial Report, available here: (www.michigan.gov/orsschools).

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

Payables to the pension plan totaling $1,113,656 at June 30, 2023 arise from the normal legally required contributions based on the accrued salaries payable at year end, expected to be liquidated with expendable available financial resources.

Note H – Other Postemployment Benefits

Plan Description

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

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

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

The System's financial statements are available on the ORS website at www.michigan.gov/orsschools.

Benefits Provided

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide the comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree healthcare recipient. For members who first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP Graded plan members) the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008 (MIP-Plus plan members) have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date. Dependents are eligible for healthcare coverage if they meet the dependency requirements set forth in Public Act 300 of 1980, as amended.

Retiree Healthcare Reform of 2012

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

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

Contributions and Funded Status

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

Employer OPEB contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2021 valuation will be amortized over a 17-year period beginning October 1, 2021 and ending September 30, 2038.

The schedule below summarizes OPEB contribution rates in effect for fiscal year ended September 30, 2022:

OPEB Contribution Rates:

Benefit Structure	Member	District
Premium Subsidy	3.0%	8.09%
Personal Healthcare Fund (PHF)	0.0 %	7.23%

Required contributions to the OPEB plan from the District were $2,172,294 for the year ended June 30, 2023.

Proportionate Share of Reporting Unit's Net OPEB Liability

At June 30, 2023, the District reported a liability of $4,786,422 for its proportionate share of the MPSERS net OPEB liability. The net OPEB liability was measured as of September 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation rolled forward from September 2021. The District's proportion of the net OPEB liability was determined by dividing each employer's statutorily required OPEB contributions to the System during the measurement period by the percent of OPEB contributions required from all applicable employers during the measurement period. At September 30, 2022 the District's proportion was 0.22598115%, which was an increase from 0.20847724% at September 30, 2021.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the District recognized OPEB credit of $880,574. At June 30, 2023, 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
Difference between expected and actual experience	$ —	$ 9,374,768
Changes of assumptions	4,266,292	347,386
Net difference between projected and actual earnings on OPEB plan investments	374,097	—
Changes in proportion and differences between District contributions and proportionate share of contributions	2,278,683	11,304
District contributions subsequent to the measurement date*	1,906,267	—
Total	$ 8,825,339	$ 9,733,458

* This amount, 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 ended June 30, 2024.

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

Years Ending June 30	Amount
2024	$ (952,458)
2025	(1,023,368)
2026	(1,037,137)
2027	77,925
2028	82,421
Thereafter	38,231

Actuarial Assumptions

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

Additional information as of the latest actuarial valuation follows:

Summary of Actuarial Assumptions:

Valuation Date:	September 30, 2021
Actuarial Cost Method:	Entry Age, Normal
Asset Valuation Method:	Fair Value
Wage Inflation Rate:	2.75%
Investment Rate of Return:	6.00% net of investment expense
Projected Salary Increases:	2.75% - 11.55%, including wage inflation of 2.75%
Healthcare Cost Trend Rate:	Pre-65 - 7.75% Year 1 graded to 3.5% Year 15; 3.0% Year 120 Post-65 – 5.25% Year 1 graded to 3.5% Year 15; 3.0% Year 120
Mortality:	
Retirees:	RP-2014 Male and Female Healthy Annuitant Mortality Tables, scaled by 82% for males and 78% for females and adjusted for mortality improvements using projection scale MP-2017 from 2006.
Active Members:	RP-2014 Male and Female Employee Annuitant Mortality Tables, scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.
Disabled Retirees:	RP-2014 Male and Female Disabled Annuitant Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2017 from 2006.

Other Assumptions:

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

Notes:

- Assumption changes as a result of an experience study for the period 2012 through 2017 have been adopted by the System for use in the annual OPEB valuations beginning with the September 30, 2018 valuation. The total OPEB liability as of September 30, 2022 is based on the results of an actuarial valuation date of September 30, 2021 and rolled forward using generally accepted actuarial procedures, including the experience study.

- Recognition period for liabilities is the average of the expected remaining service lives of all employees in years: [6.2250 for non-university employers].

- Recognition period for assets in years: 5.0000.

- Full actuarial assumptions are available in the 2022 MPSERS Annual Comprehensive Financial Report found on the ORS website at www.michigan.gov/orsschools.

Long-Term Expected Rate of Return on Investments

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2022, are summarized in the following table:

Investment Category	Target Allocation	Long-term Expected Real Rate of Return*
Domestic Equity Pools	25.0%	5.1%
Private Equity Pools	16.0%	8.7%
International Equity Pools	15.0%	6.7%
Fixed Income Pools	13.0%	(0.2)%
Real Estate and Infrastructure Pools	10.0%	5.3%
Absolute Return Pools	9.0%	2.7%
Real Return/Opportunistic Pools	10.0%	5.8%
Short-term Investment Pools	2.0%	(0.5)%
Total	**100.0%**	

* Long-term rates of return are net of administrative expenses and 2.2% inflation.

Rate of Return

For the fiscal year ended September 30, 2022, the annual money-weighted rate of return on OPEB plan investments, net of OPEB plan investment expense, was (4.99)%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

A discount rate of 6.0% was used to measure the total OPEB liability. This discount rate was based on the long-term expected rate of return on OPEB plan investments of 6.0%. The projection of cash flows used to determine this discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the 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 6.00 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 or 1 percentage point higher:

	1% Decrease 5.0%	Current Discount Rate 6.0%	1% Increase 7.0%
District's proportionate share of the net OPEB liability	$ 8,028,763	$ 4,786,422	$ 2,055,969

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Healthcare Cost Trend Rate

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

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB liability	$ 2,004,325	$ 4,786,422	$ 7,909,382

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued 2022 MPSERS Annual Comprehensive Financial Report, available on the ORS website at www.michigan.gov/orsschools.

Payables to the OPEB Plan

Payables to the OPEB plan totaling $186,317 at June 30, 2023 arise from the normal legally required contributions based on the accrued salaries payable at year end, expected to be liquidated with expendable available financial resources.

Note I - Risk Management and Employee Benefits

The District is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation), as well as medical benefits provided to employees. The District has purchased commercial insurance for property loss, errors and omissions, workers' compensation, health benefits, and dental and vision benefits provided to employees. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage in fiscal 2022-23, and as of year ended June 30, 2023, there were no material pending claims against the District.

The shared-risk pool program in which the District participates operates as a common risk-sharing management program for school districts in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts. The pool does not maintain separate funds for members and consequently the District's share of total assets and total equity is unknown.

Note J – Stewardship, Compliance and Accountability

The District has an unrestricted net position deficit of $30,928,862 as of June 30, 2023. This deficit results primarily from the net pension liability of $53,088,849 and net OPEB liability of $5,694,541 (net of deferred outflows and inflows of resources).

Note K - Commitments

On June 7, 2023, the District issued $1,695,000 of general obligation Energy Conservation Improvement bonds, whose proceeds are being used for land improvements, building renovations and additions, and furniture and equipment purchases. At June 30, 2023, unspent balances committed to these construction projects totaled $898,352.

Note L - Joint Venture

The District has joined Berrien County in re-establishing a Truancy Academy. The Academy provides educational services in an effort to increase the youths' skills and keep them from future involvement with the court system including potential out-of-home placements.

The District does not expect to receive residual equity from the above joint venture. The District is unaware of any indication that the joint venture is accumulating significant financial resources or is experiencing fiscal stress that may cause an additional financial benefit or burden on the District in the near future.

Note M – New Accounting Pronouncements Adopted

Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)* was adopted by the District during the fiscal year ending June 30, 2023. This statement enhances the relevance and consistency of information about governments' SBITAs by requiring recognition of right-to-use subscription assets and a corresponding subscription liability. Upon implementation, the District was not required to recognize a right-to-use subscription asset or subscription liability as of July 1, 2022. Net position as of July 1, 2022 was not required to be restated as a result of implementing the Statement.

Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences was adopted by the District during the fiscal year ended June 30, 2023. This statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences to allow governments to disclose only the net change in the liability. In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences.

REQUIRED SUPPLEMENTARY INFORMATION

BERRIEN SPRINGS PUBLIC SCHOOLS
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
MPSERS Cost-sharing Multiple-employer Plan
June 30, 2023

	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021
District's proportion of the net pension liability	0.21817824%	0.20585989%	0.19662233%
District's proportionate share of the net pension liability	$ 82,054,042	$ 48,738,178	$ 67,541,909
District's covered-employee payroll	$ 25,843,958	$ 19,189,798	$ 19,093,660
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	317.50%	253.98%	353.74%
Plan fiduciary net position as a percentage of the total pension liability	60.77%	72.60%	59.72%

The amounts presented for each fiscal year were determined as of September 30 of the preceding year.

Note: GASB Statement No 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

See accompanying notes to required supplementary information.

Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016	Year Ended June 30, 2015
0.18249104%	0.16598751%	0.15397781%	0.13883048%	0.12728261%	0.11518860%
$60,434,897	$49,898,842	$ 39,902,196	$ 34,637,069	$ 31,088,812	$ 25,372,023
$17,429,878	$15,802,298	$ 14,051,544	$ 13,054,515	$ 11,645,242	$ 9,887,039
346.73%	315.77%	283.97%	265.33%	266.97%	256.62%
60.08%	62.12%	63.96%	63.27%	63.17%	66.20%

BERRIEN SPRINGS PUBLIC SCHOOLS
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net OPEB Liability
MPSERS Cost-sharing Multiple-employer Plan
June 30, 2023

	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021
District's proportion of the net OPEB liability	0.22598115%	0.20847724%	0.20559186%
District's proportionate share of the net OPEB liability	$ 4,786,422	$ 3,182,150	$ 11,014,105
District's covered-employee payroll	$ 25,843,958	$ 19,189,798	$ 19,093,660
District's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	18.52%	16.58%	57.68%
Plan fiduciary net position as a percentage of the total OPEB liability	83.09%	87.33%	59.44%

The amounts presented for each fiscal year were determined as of September 30 of the preceding year.

Note: GASB Statement No 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

See accompanying notes to required supplementary information.

Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018
0.19023969%	0.17555384%	0.15443446%
$ 13,654,926	$ 13,954,690	$ 13,675,899
$ 17,429,878	$ 15,802,298	$ 14,051,544
78.34%	88.31%	97.33%
48.67%	43.10%	36.53%

BERRIEN SPRINGS PUBLIC SCHOOLS
Required Supplementary Information
Schedule of District Pension Contributions
MPSERS Cost-sharing Multiple-employer Plan
June 30, 2023

	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021
Contractually required contribution	$ 8,592,897	$ 7,363,261	$ 6,001,204
Contributions in relation to the contractually required contribution	8,592,897	7,363,261	6,001,204
Contribution deficiency (excess)	$ -	$ -	$ -
District's covered-employee payroll	$ 26,458,830	$ 22,696,693	$ 18,885,515
Contributions as a percentage covered employee payroll	32.48%	32.44%	31.78%

Note: GASB Statement No 68 was implemented in fiscal year 2015. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

See accompanying notes to required supplementary information.

Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016	Year Ended June 30, 2015
$ 5,420,560	$ 4,862,821	$ 3,865,920	$ 3,117,510	$ 2,455,447	$ 2,287,763
5,420,560	4,862,821	3,865,920	3,117,510	2,455,447	2,287,763
$ -	$ -	$ -	$ -	$ -	$ -
$ 19,002,562	$ 17,247,046	$ 15,794,293	$ 13,054,515	$ 11,645,242	$ 10,579,437
28.53%	28.20%	24.48%	23.88%	21.09%	21.62%

BERRIEN SPRINGS PUBLIC SCHOOLS
Required Supplementary Information
Schedule of District OPEB Contributions
MPSERS Cost-sharing Multiple-employer Plan
June 30, 2023

	Year Ended June 30, 2023	Year Ended June 30, 2022	Year Ended June 30, 2021
Contractually required contribution	$ 2,172,294	$ 1,851,355	$ 1,594,415
Contributions in relation to the contractually required contribution	2,172,294	1,851,355	1,594,415
Contribution deficiency (excess)	$ -	$ -	$ -
District's covered-employee payroll	$ 26,458,830	$ 22,696,693	$ 18,885,515
Contributions as a percentage of covered employee payroll	8.21%	8.16%	8.44%

Note: GASB Statement No 75 was implemented in fiscal year 2018. This schedule is being built prospectively. Ultimately, 10 years of data will be presented.

See accompanying notes to required supplementary information.

Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018
$ 1,518,969	$ 1,328,922	$ 1,143,581
1,518,969	1,328,922	1,143,581
$ -	$ -	$ -
$ 19,002,562	$ 17,247,046	$ 15,794,293
7.99%	7.71%	7.24%

Note A - Net Pension Liability and Contributions

Changes of benefit terms: There were no changes of benefit terms in 2022-23.

Changes of assumptions: There were no changes of benefit assumptions in 2022-23.

Note B - Net OPEB Liability and Contributions

Changes of benefit terms: There were no changes of benefit terms in 2022-23.

Changes of assumptions: There were no changes of benefit assumptions in 2022-23.

SUPPLEMENTARY INFORMATION

This Page Intentionally Left Blank

GENERAL FUND

To account for resources which are traditionally associated with the general operation of the District and not required to be accounted for in another fund

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Balance Sheets
June 30, 2023 and 2022

	2023	2022
Assets		
Cash	$ 953	$ 1,847
Cash equivalents and investments	18,069,232	17,929,252
Accounts receivable	5,518,938	3,166,793
Due from other funds	157,065	55,490
Due from other governmental units	12,880,062	9,371,059
Inventory	20,049	18,514
Deposits	-	516
Total Assets	$ 36,646,299	$ 30,543,471
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 859,942	$ 679,601
Due to other funds	21,851	490
Due to other governmental units	1,982,859	1,467,488
Salaries payable	2,251,200	2,655,180
Accrued expenditures	479,165	559,839
Unearned revenue	3,118,362	2,574,916
Total Liabilities	8,713,379	7,937,514
Fund Balances		
Nonspendable	20,049	18,514
Assigned	6,851,800	4,574,193
Unassigned	21,061,071	18,013,250
Total Fund Balances	27,932,920	22,605,957
Total Liabilities and Fund Balances	$ 36,646,299	$ 30,543,471

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Revenues
For the years ended June 30, 2023 and 2022

	2023	2022
Local sources:		
Property taxes:		
Current property taxes	$ 2,299,940	$ 2,099,399
Delinquent property taxes	34,384	38,679
Interest on delinquent taxes	8,273	7,200
	2,342,597	2,145,278
Investment earnings:		
Earnings on deposits and investments	560,997	35,415
Revenue from student activities:		
Athletics admissions	31,374	32,783
Revenue from community service activities:		
Tuition	3,871	1,368
Other local revenue:		
Rental of school facilities	8,574	946
Donations	48,928	161,380
Transportation fees	-	998
Virtual academy	17,338,652	14,558,501
Miscellaneous	205,376	127,547
	17,601,530	14,849,372
Total local sources	20,540,369	17,064,216
State sources:		
State aid	52,132,917	40,334,588
Mental health and support services	64,986	60,559
English second language	107,970	95,414
Great start readiness program	297,788	269,032
Vocational education	97,069	126,826
CTE Section 61c	43,761	122,241
CTE dual enrollment program	43,475	20,319
MPSERS forfeiture credit	18,746	27,592
Total state sources	52,806,712	41,056,571
Federal sources:		
Title I	481,297	497,776
Title IIA	77,553	67,066
Education stabilization fund	2,629,848	1,907,231
Title III	50,411	64,480
Title IV	24,851	31,235
Special education cluster	312,595	317,541
Medicaid - outreach	28,892	24,105
Carl D. Perkins - basic grants to state	10,767	23,462
Emergency connectivity grant	42,800	1,338,371
Homeless grants	8,011	-
PEBT local cost grant	3,135	614
Total federal sources	3,670,160	4,271,881

(Continued)

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Revenues
For the years ended June 30, 2023 and 2022

	2023	2022
Interdistrict sources:		
Special education - tuition	$ 707,097	$ 728,275
Hearing impaired	882,239	923,558
Vocational education	65,880	77,130
Other	11,797	18,655
Total interdistrict sources	1,667,013	1,747,618
Total Revenues	$ 78,684,254	$ 64,140,286

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Current:		
Instruction:		
Basic programs:		
Elementary:		
Salaries	$ 2,638,567	$ 2,510,724
Employee benefits	2,349,720	1,918,963
Purchased services	418,252	268,224
Supplies	327,034	317,699
Capital outlay	131,541	191,265
Miscellaneous	7,732	6,087
	5,872,846	5,212,962
Middle school:		
Salaries	1,614,302	1,610,107
Employee benefits	1,393,843	1,142,547
Purchased services	162,221	119,819
Supplies	81,768	62,754
Capital outlay	133,264	77,628
Miscellaneous	5,428	4,965
	3,390,826	3,017,820
High school:		
Salaries	5,779,517	4,973,309
Employee benefits	4,888,960	3,367,701
Purchased services	973,335	918,139
Supplies	875,285	713,784
Capital outlay	2,474,898	2,035,585
Miscellaneous	75,114	85,930
Payments to other districts	97,075	96,275
	15,164,184	12,190,723
Preschool:		
Salaries	158,562	147,960
Employee benefits	119,610	113,684
Purchased services	499	915
Supplies	2,616	439
Miscellaneous	-	1,644
	281,287	264,642
Summer school:		
Salaries	-	14,992
Employee benefits	-	7,958
	-	22,950
Total basic programs	24,709,143	20,709,097
Added needs:		
Special education:		
Salaries	2,221,949	1,755,757
Employee benefits	1,510,303	1,230,809
Purchased services	84,339	90,995
Supplies	37,791	80,639
Capital outlay	924	-
Miscellaneous	894	1,144
Payments to other districts	-	19,234
	3,856,200	3,178,578

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Compensatory education:		
Salaries	$ 1,118,990	$ 1,102,449
Employee benefits	752,210	698,174
Purchased services	521,477	-
Supplies	11,388	34,759
	2,404,065	1,835,382
Career and technical education:		
Salaries	281,733	240,145
Employee benefits	180,674	149,830
Purchased services	94,892	40,396
Supplies	50,933	33,498
Capital outlay	48,210	122,241
Miscellaneous	20,882	17,984
Payments to other districts	125,224	105,840
	802,548	709,934
Total added needs	7,062,813	5,723,894
Adult Education:		
Salaries	30,173	25,545
Employee benefits	15,649	13,220
Purchased services	7,447	-
Supplies	1,407	11,104
	54,676	49,869
Total instruction	31,826,632	26,482,860
Supporting services:		
Pupil services:		
Truancy/absenteeism services:		
Salaries	698,743	480,812
Employee benefits	484,932	324,997
Purchased services	16,679	9,729
Supplies	4,323	508
	1,204,677	816,046
Guidance services:		
Salaries	384,990	654,017
Employee benefits	280,413	485,023
Purchased services	9,187	7,975
Supplies	1,434	2,805
Capital outlay	72	1,860
Miscellaneous	917	2,547
Payments to other districts	9,800	-
	686,813	1,154,227
Physical therapist services:		
Salaries	48,209	60,252
Employee benefits	35,899	31,703
Purchased services	5,684	4,811
Supplies	4,263	6,727
Miscellaneous	154	-
	94,209	103,493

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Psychological services:		
Purchased services	$ 56,701	$ 43,033
Speech pathology services:		
Salaries	446,152	515,779
Employee benefits	333,585	387,600
Purchased services	63,692	13,783
Supplies	62,295	81,459
Capital outlay	22,150	-
Miscellaneous	4,657	6,053
	932,531	1,004,674
Social worker services:		
Salaries	1,351,405	663,611
Employee benefits	990,421	510,048
Purchased services	132,811	70,033
Supplies	20,903	3,895
Miscellaneous	420	1,057
	2,495,960	1,248,644
Teacher consultant services:		
Salaries	80,930	108,429
Employee benefits	52,885	72,598
Purchased services	7,715	4,708
Supplies	541	2,732
Miscellaneous	1,475	1,913
	143,546	190,380
Other pupil services:		
Salaries	-	25,000
Employee benefits	-	1,912
	-	26,912
Total pupil services	5,614,437	4,587,409
Instructional staff services:		
Improvement of instruction:		
Salaries	448,304	441,893
Employee benefits	313,861	301,967
Purchased services	395,746	258,330
Supplies	11,865	7,934
Capital outlay	2,978	4,384
Miscellaneous	2,512	20,763
	1,175,266	1,035,271
Educational media services:		
Salaries	102,488	76,239
Employee benefits	70,198	61,198
Purchased services	6,804	6,332
Supplies	25,524	23,604
Capital outlay	820	1,287
Miscellaneous	347	306
	206,181	168,966

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Technology assisted instruction:		
Salaries	$ 178,500	$ 186,988
Employee benefits	133,249	139,309
Purchased services	806,242	1,012,607
Supplies	130,615	130,901
Capital outlay	-	1,788
Miscellaneous	30	190
	1,248,636	1,471,783
Supervision and direction of instruction:		
Salaries	3,332,612	2,637,815
Employee benefits	2,831,407	1,816,130
Purchased services	307,182	362,728
Supplies	26,792	21,912
Capital outlay	18,799	20,095
Miscellaneous	19,607	12,683
	6,536,399	4,871,363
Academic student assessment:		
Salaries	61,663	59,755
Employee benefits	51,764	48,927
Purchased services	18,490	8,990
Supplies	144,241	76,769
	276,158	194,441
Total instructional staff services	9,442,640	7,741,824
General administrative services:		
Board of education:		
Salaries	6,990	8,400
Employee benefits	647	756
Purchased services	248,365	217,680
Capital outlay	6,624	-
Miscellaneous	42,869	51,058
	305,495	277,894
Executive administration:		
Salaries	555,868	342,992
Employee benefits	362,098	264,311
Purchased services	113,617	93,873
Supplies	2,845	3,526
Capital outlay	7,601	18,429
Miscellaneous	37,280	41,263
	1,079,309	764,394
Total general administrative services	1,384,804	1,042,288
School administrative services:		
Office of the principal:		
Salaries	931,838	815,616
Employee benefits	839,640	579,499
Purchased services	6,943	2,324
Supplies	14,152	14,906
Capital outlay	12,276	8,339
Miscellaneous	9,809	8,214
	1,814,658	1,428,898

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Other school administration:		
Salaries	$ 241,541	$ 248,562
Employee benefits	157,557	171,212
Purchased services	71,201	51,183
Supplies	9,947	3,624
Capital outlay	-	3,101
Miscellaneous	79,194	58,166
	559,440	535,848
Total school administrative services	2,374,098	1,964,746
Business services:		
Fiscal services:		
Salaries	405,156	226,065
Employee benefits	290,157	177,367
Purchased services	39,196	21,714
Supplies	9,813	6,882
Capital outlay	11,243	13,972
Miscellaneous	13,447	22,881
	769,012	468,881
Internal services:		
Purchased services	50,616	49,246
Supplies	1,554	3,799
	52,170	53,045
Other business services:		
Purchased services	57,299	-
Miscellaneous	18,218	45,238
	75,517	45,238
Total business services	896,699	567,164
Operation and maintenance services:		
Operating building services:		
Salaries	101,470	1,208
Employee benefits	66,102	630
Purchased services	6,134,425	3,855,120
Supplies	859,314	803,552
Capital outlay	78,824	223,394
Miscellaneous	1,092	-
	7,241,227	4,883,904
Security services:		
Purchased services	10,142	-
Supplies	7,052	-
Capital outlay	65,835	-
	83,029	-
Total operation and maintenance services	7,324,256	4,883,904

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Pupil transportation services:		
Pupil transportation:		
Salaries	$ 672,883	$ 632,721
Employee benefits	537,656	414,315
Purchased services	126,865	65,938
Supplies	213,040	205,635
Capital outlay	8,530	313,780
Payments to other districts	11,362	6,923
Miscellaneous	6,460	2,029
Total pupil transportation services	1,576,796	1,641,341
Central services:		
Planning, research, development, and evaluation:		
Purchased services	1,000	-
Communication services:		
Salaries	240,294	160,929
Employee benefits	176,634	119,534
Purchased services	995,924	918,827
Supplies	1,755	14
Capital outlay	9,864	5,239
Miscellaneous	4,014	390
	1,428,485	1,204,933
Staff/professional services:		
Salaries	101,679	96,781
Employee benefits	73,339	70,733
Purchased services	43,665	22,831
Supplies	1,421	172
Miscellaneous	53,514	57,580
	273,618	248,097
Technology services:		
Salaries	400,928	228,845
Employee benefits	264,449	150,970
Purchased services	587,602	513,347
Supplies	59,155	75,663
Capital outlay	88,795	198,600
Miscellaneous	355	-
	1,401,284	1,167,425
Pupil accounting services:		
Salaries	205,565	198,957
Employee benefits	161,580	136,964
Purchased services	112,401	97,081
Supplies	1,476	1,658
Capital outlay	3,550	6,022
Miscellaneous	990	474
	485,562	441,156
Total central services	3,589,949	3,061,611

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Support services:		
Pupil activities:		
Salaries	$ 120,457	$ 98,044
Employee benefits	58,354	50,254
Purchased services	38,411	38,411
Supplies	817	1,885
Capital outlay	9,642	-
Miscellaneous	13,902	-
	241,583	188,594
Athletics:		
Salaries	295,531	214,966
Employee benefits	160,014	113,722
Purchased services	227,509	208,965
Supplies	142,089	97,699
Capital outlay	52,258	9,127
Miscellaneous	27,224	16,216
Payments to other districts	2,353	1,883
	906,978	662,578
Other support services:		
Salaries	-	215,000
Employee benefits	-	22,352
Purchased services	-	21,690
Payments to other districts	1,418,235	1,344,354
	1,418,235	1,603,396
Total other supporting services	2,566,796	2,454,568
Total supporting services	34,770,475	27,944,855
Community services:		
Community activities		
Supplies	4,352	7,476
Welfare activities:		
Purchased services	711	-
Supplies	1,264	1,561
	1,975	1,561
Non-public school pupils:		
Salaries	244,068	233,277
Employee benefits	146,427	148,641
Purchased services	1,689,654	1,506,064
Supplies	6,037	8,736
Capital outlay	1,488	-
Miscellaneous	8,998	4,295
	2,096,672	1,901,013
Total community services	2,102,999	1,910,050

BERRIEN SPRINGS PUBLIC SCHOOLS
General Fund
Comparative Schedules of Expenditures
For the years ended June 30, 2023 and 2022

	2023	2022
Facilities acquisition, construction, and improvements		
Capital outlay	$ 6,079,243	$ 3,256,833
Debt service:		
Principal	958,700	602,884
Interest	233,216	175,197
	1,191,916	778,081
Total Expenditures	$ 75,971,265	$ 60,372,679

NONMAJOR GOVERNMENTAL FUNDS

BERRIEN SPRINGS PUBLIC SCHOOLS
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

	Special Revenue		Debt Service		
Assets	Food Service	Student/School Activity	2009 QZAB	2009 QSCB	2012 QZAB
Cash equivalents and investments	$ 599,759	$ 341,711	$ 3,661,667	$ 866,667	$ 3,638
Accounts receivable	-	-	-	-	-
Due from other funds	21,851	-	-	-	-
Due from other governmental units	44,282	-	-	-	89,992
Inventory	3,946	-	-	-	-
Total Assets	$ 669,838	$ 341,711	$ 3,661,667	$ 866,667	$ 93,630
Liabilities and Fund Balances					
Liabilities					
Accounts payable	$ 3,343	$ -	$ -	$ -	$ -
Due to other funds	156,392	673	-	-	-
Accrued interest	-	-	-	-	12,283
Salaries payable	3,880	-	-	-	-
Total Liabilities	163,615	673	-	-	12,283
Fund Balances					
Nonspendable	3,946	-	-	-	-
Restricted	502,277	341,038	3,661,667	866,667	81,347
Total Fund Balances	506,223	341,038	3,661,667	866,667	81,347
Total Liabilities and Fund Balances	$ 669,838	$ 341,711	$ 3,661,667	$ 866,667	$ 93,630

	Debt Service				Capital Projects	
	2019 Athletic	2019 Debt	2021 Debt	2023 Debt	Building and Site Sinking	Public Improvement
	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 568,256	$ 3,434,333
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 568,256	$ 3,434,333
	$ -	$ -	$ -	$ -	$ -	$ 103,357
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	103,357
	-	-	-	-	-	-
	2,468	150,949	3,471	992	568,256	3,330,976
	2,468	150,949	3,471	992	568,256	3,330,976
	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 568,256	$ 3,434,333

(Continued)

BERRIEN SPRINGS PUBLIC SCHOOLS
Combining Balance Sheet - Nonmajor Governmental Funds (Continued)
June 30, 2023

	Capital Projects		
	2019 Construction PAC	2023 Energy Conservation	Total
Assets			
Cash equivalents and investments	$ -	$ 1,594,879	$ 11,228,790
Accounts receivable	-	500	500
Due from other funds	-	-	21,851
Due from other governmental units	-	-	134,274
Inventory	-	-	3,946
Total Assets	$ -	$ 1,595,379	$ 11,389,361
Liabilities and Fund Balances			
Liabilities			
Accounts payable	$ -	$ 697,027	$ 803,727
Due to other funds	-	-	157,065
Accrued interest	-	-	12,283
Salaries payable	-	-	3,880
Total Liabilities	-	697,027	976,955
Fund Balances			
Nonspendable	-	-	3,946
Restricted	-	898,352	10,408,460
Total Fund Balances	-	898,352	10,412,406
Total Liabilities and Fund Balances	$ -	$ 1,595,379	$ 11,389,361

This Page Intentionally Left Blank

BERRIEN SPRINGS PUBLIC SCHOOLS
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
For the year ended June 30, 2023

	Special Revenue		Debt Service	
	Food Service	Student/School Activity	2009 QZAB	2009 QSCB
Revenues				
Local sources:				
Property taxes	$ -	$ -	$ -	$ -
Interest earnings	-	-	-	-
Food sales	168,276	-	-	-
Other local sources	-	366,745	-	-
Total local sources	168,276	366,745	-	-
State sources	55,063	-	-	-
Federal sources	1,100,437	-	-	-
Total Revenues	1,323,776	366,745	-	-
Expenditures				
Current:				
Supporting services	-	308,199	-	-
Food service	1,214,081	-	-	-
Facilities acquisition, construction, and improvements	-	-	-	-
Debt service:				
Principal repayment	-	-	-	-
Interest and fiscal charges	-	-	-	-
Bond issuance costs	-	-	-	-
Underwriter's discount	-	-	-	-
Total Expenditures	1,214,081	308,199	-	-
Excess (Deficiency) of Revenues Over Expenditures	109,695	58,546	-	-
Other Financing Sources (Uses)				
Proceeds from issuance of bonds	-	-	-	-
Premium on issuance of bonds	-	-	-	-
Transfers in	-	-	281,667	66,667
Transfers out	(80,000)	-	-	-
Total Other Financing Sources (Uses)	(80,000)	-	281,667	66,667
Net Change in Fund Balances	29,695	58,546	281,667	66,667
Fund Balances, Beginning of Year	476,528	282,492	3,380,000	800,000
Fund Balances, End of Year	$ 506,223	$ 341,038	$3,661,667	$ 866,667

Debt Service					Capital Projects	
2012 QZAB	2019 Athletic	2019 Debt	2021 Debt	2023 Debt	Building and Site Sinking	Public Improvement
$ -	$ -	$ 1,542,924	$ -	$ -	$ -	$ -
-	-	10,822	-	2	7,084	130,322
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	1,553,746	-	2	7,084	130,322
-	-	9,499	-	-	-	-
37,064	-	-	-	-	-	-
37,064	-	1,563,245	-	2	7,084	130,322
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	303,603
115,600	315,000	835,000	125,000	-	-	-
24,616	274,300	744,451	14,975	510	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
140,216	589,300	1,579,451	139,975	510	-	303,603
(103,152)	(589,300)	(16,206)	(139,975)	(508)	7,084	(173,281)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
131,000	590,000	-	141,500	1,500	-	-
-	-	-	-	-	(212,934)	-
131,000	590,000	-	141,500	1,500	(212,934)	-
27,848	700	(16,206)	1,525	992	(205,850)	(173,281)
53,499	1,768	167,155	1,946	-	774,106	3,504,257
$ 81,347	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 568,256	$ 3,330,976

(Continued)

BERRIEN SPRINGS PUBLIC SCHOOLS
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds (Continued)
For the year ended June 30, 2023

	2019 Construction PAC	2023 Energy Conservation	Total
Revenues			
Local sources:			
Property taxes	$ -	$ -	$ 1,542,924
Interest earnings	136	332	148,698
Food sales	-	-	168,276
Other local sources	-	-	366,745
Total local sources	136	332	2,226,643
State sources	-	-	64,562
Federal sources	-	-	1,137,501
Total Revenues	136	332	3,428,706
Expenditures			
Current:			
Supporting services	-	-	308,199
Food service	-	-	1,214,081
Facilities acquisition, construction, and improvements	45,811	808,319	1,157,733
Debt service:			
Principal repayment	-	-	1,390,600
Interest and fiscal charges	-	-	1,058,852
Bond issuance costs	-	48,208	48,208
Underwriter's discount	-	15,255	15,255
Total Expenditures	45,811	871,782	5,192,928
Excess (Deficiency) of Revenues Over Expenditures	(45,675)	(871,450)	(1,764,222)
Other Financing Sources (Uses)			
Proceeds from the issuance of bonds	-	1,695,000	1,695,000
Premium on issuance of bonds	-	73,802	73,802
Transfers in	-	1,000	1,213,334
Transfers out	(28)	-	(292,962)
Total Other Financing Sources (Uses)	(28)	1,769,802	2,689,174
Net Change in Fund Balances	(45,703)	898,352	924,952
Fund Balances, Beginning of Year	45,703	-	9,487,454
Fund Balances, End of Year	$ -	$ 898,352	$ 10,412,406

BERRIEN SPRINGS PUBLIC SCHOOLS
Food Service Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the year ended June 30, 2023

	Budget	Actual	Variance
Revenues			
Local sources:			
Food sales	$ 143,400	$ 168,276	$ 24,876
State sources	27,500	55,063	27,563
Federal sources	975,120	1,100,437	125,317
Total Revenues	1,146,020	1,323,776	177,756
Expenditures			
Current:			
Food service	1,121,948	1,214,081	(92,133)
Excess (Deficiency) of Revenues Over Expenditures	24,072	109,695	85,623
Other Financing Sources (Uses)			
Transfers out	-	(80,000)	(80,000)
Net Change in Fund Balances	24,072	29,695	5,623
Fund Balances, Beginning of Year	476,528	476,528	-
Fund Balances, End of Year	$ 500,600	$ 506,223	$ 5,623

BERRIEN SPRINGS PUBLIC SCHOOLS
Student/School Activity Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the year ended June 30, 2023

	Budget	Actual	Variance
Revenues			
Local sources	$ 105,000	$ 366,745	$ 261,745
Expenditures			
Supporting services:			
Other student/school activity	115,000	308,199	(193,199)
Net Change in Fund Balance	(10,000)	58,546	68,546
Fund Balance, Beginning of Year	282,492	282,492	-
Fund Balance, End of Year	$ 272,492	$ 341,038	$ 68,546

SPECIAL REVENUE FUNDS

Food Service - to account for monies received from food service activities and federal subsidies for use in administering the hot lunch program of the District.

Student/School Activity - to account for the collection and disbursements of monies used by the school activity clubs and groups.

BERRIEN SPRINGS PUBLIC SCHOOLS
Food Service Special Revenue Fund
Comparative Balance Sheets
June 30, 2023 and 2022

	2023	2022
Assets		
Cash equivalents and investments	$ 599,759	$ 532,920
Due from other funds	21,851	490
Due from other governmental units	44,282	1,132
Inventory	3,946	8,751
Total Assets	$ 669,838	$ 543,293
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 3,343	$ -
Due to other funds	156,392	55,490
Due to other governmental units	-	7,478
Salaries payable	3,880	3,797
Total Liabilities	163,615	66,765
Fund Balances		
Nonspendable	3,946	8,751
Restricted	502,277	467,777
Total Fund Balances	506,223	476,528
Total Liabilities and Fund Balances	$ 669,838	$ 543,293

BERRIEN SPRINGS PUBLIC SCHOOLS
Food Service Special Revenue Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances
For the years ended June 30, 2023 and 2022

	2023	2022
Revenues		
Local sources:		
Food sales:		
Lunches	$ 118,951	$ 255
Adult lunches and banquets	2,116	1,349
Other	47,209	35,945
Total local sources	168,276	37,549
State sources	55,063	51,797
Federal sources	1,100,437	1,293,736
Total Revenues	1,323,776	1,383,082
Expenditures		
Current:		
Food service:		
Salaries	362,829	288,519
Employee benefits	221,868	178,618
Purchased services	12,614	21,838
Supplies	586,689	479,596
Capital outlay	26,354	15,902
Miscellaneous	3,727	4,579
Total Expenditures	1,214,081	989,052
Excess (Deficiency) of Revenues Over Expenditures	109,695	394,030
Other Financing Sources (Uses)		
Transfers out	(80,000)	(55,000)
Net Change in Fund Balances	29,695	339,030
Fund Balances, Beginning of Year	476,528	137,498
Fund Balances, End of Year	$ 506,223	$ 476,528

BERRIEN SPRINGS PUBLIC SCHOOLS
Student/School Activity Special Revenue Fund
Comparative Balance Sheets
June 30, 2023 and 2022

	2023	2022
Assets		
Cash equivalents	$ 341,711	$ 282,492
Liabilities and Fund Balance		
Liabilities		
Due to other funds	$ 673	$ -
Fund Balance		
Restricted	341,038	282,492
Total Liabilities and Fund Balance	$ 341,711	$ 282,492

BERRIEN SPRINGS PUBLIC SCHOOLS
Student/School Activity Special Revenue Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
For the years ended June 30, 2023 and 2022

	2023	2022
Revenues		
Local sources:		
Revenue from student activities	$ 366,745	$ 268,674
Expenditures		
Current:		
Other student/school activity	308,199	227,100
Net Change in Fund Balance	58,546	41,574
Fund Balance, Beginning of Year	282,492	240,918
Fund Balance, End of Year	$ 341,038	$ 282,492

This Page Intentionally Left Blank

<u>DEBT SERVICE FUNDS</u>

Debt Service Funds - To accumulate property tax revenues and interest earnings for repayment of the bond issues of the District used to finance new building construction projects.

BERRIEN SPRINGS PUBLIC SCHOOLS
Debt Service Funds
Combining Balance Sheet
June 30, 2023 with comparative totals as of June 30, 2022

	2009 QZAB	2009 QSCB	2012 QZAB
Assets			
Cash equivalents and investments	$ 3,661,667	$ 866,667	$ 3,638
Due from other governmental units	-	-	89,992
Total Assets	$ 3,661,667	$ 866,667	$ 93,630
Liabilities and Fund Balance			
Liabilities			
Accrued interest	$ -	$ -	$ 12,283
Fund Balance			
Restricted	3,661,667	866,667	81,347
Total Liabilities and Fund Balance	$ 3,661,667	$ 866,667	$ 93,630

					Totals	
	2019 Athletic	2019 Debt	2021 Debt	2023 Debt	2023	2022
	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 4,689,852	$ 4,353,896
	-	-	-	-	89,992	65,211
	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 4,779,844	$ 4,419,107
	$ -	$ -	$ -	$ -	$ 12,283	$ 14,739
	2,468	150,949	3,471	992	4,767,561	4,404,368
	$ 2,468	$ 150,949	$ 3,471	$ 992	$ 4,779,844	$ 4,419,107

BERRIEN SPRINGS PUBLIC SCHOOLS
Debt Service Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the year ended June 30, 2023 with comparative totals as of June 30, 2022

	2009 QZAB	2009 QSCB	2012 QZAB
Revenues			
Local sources:			
Property taxes:			
Current property taxes	$ -	$ -	$ -
Delinquent and other property taxes	-	-	-
	-	-	-
Interest earnings:			
Earnings on deposits and investments	-	-	-
Total local sources	-	-	-
State sources:			
Personal property tax debt loss reimbursement	-	-	-
Federal sources:			
Other	-	-	37,064
Total Revenues	-	-	37,064
Expenditures			
Debt service:			
Principal repayment	-	-	115,600
Interest and fiscal charges:			
Interest expense	-	-	24,566
Paying agent fees	-	-	50
Total Expenditures	-	-	140,216
Excess (Deficiency) of Revenues Over Expenditures	-	-	(103,152)
Other Financing Sources (Uses)			
Transfers in	281,667	66,667	131,000
Net Change in Fund Balance	281,667	66,667	27,848
Fund Balance, Beginning of Year	3,380,000	800,000	53,499
Fund Balance, End of Year	$ 3,661,667	$ 866,667	$ 81,347

2019 Athletic	2019 Debt	2021 Debt	2023 Debt	Totals 2023	Totals 2022
$ -	$ 1,539,148	$ -	$ -	$ 1,539,148	$ 1,521,337
-	3,776	-	-	3,776	3,837
-	1,542,924	-	-	1,542,924	1,525,174
-	10,822	-	2	10,824	130
-	1,553,746	-	2	1,553,748	1,525,304
-	9,499	-	-	9,499	8,617
-	-	-	-	37,064	46,718
-	1,563,245	-	2	1,600,311	1,580,639
315,000	835,000	125,000	-	1,390,600	1,315,600
273,800	743,950	14,475	-	1,056,791	1,108,224
500	501	500	510	2,061	1,584
589,300	1,579,451	139,975	510	2,449,452	2,425,408
(589,300)	(16,206)	(139,975)	(508)	(849,141)	(844,769)
590,000	-	141,500	1,500	1,212,334	1,224,818
700	(16,206)	1,525	992	363,193	380,049
1,768	167,155	1,946	-	4,404,368	4,024,319
$ 2,468	$ 150,949	$ 3,471	$ 992	$ 4,767,561	$ 4,404,368

This Page Intentionally Left Blank

CAPITAL PROJECTS FUNDS

Building and Site Sinking - to account for property tax revenues and interest earnings used to finance building restoration projects.

Construction and Improvement Funds – to account for bond proceeds used to finance building construction and improvement projects.

BERRIEN SPRINGS PUBLIC SCHOOLS
Building and Site Sinking Capital Projects Fund
Comparative Balance Sheets
June 30, 2023 and 2022

	2023	2022
Assets		
Cash equivalents	$ 568,256	$ 774,106
Liabilities and Fund Balance		
Liabilities	$ -	$ -
Fund Balance		
Restricted	568,256	774,106
Total Liabilities and Fund Balance	$ 568,256	$ 774,106

BERRIEN SPRINGS PUBLIC SCHOOLS
Building and Site Sinking Capital Projects Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
For the years ended June 30, 2023 and 2022

	2023	2022
Revenues		
Local sources:		
Property taxes	$ -	$ 9
Earnings on cash equivalents	7,084	136
Total Revenues	7,084	145
Expenditures	-	-
Excess (Deficiency) of Revenues Over Expenditures	7,084	145
Other Financing Sources (Uses)		
Transfers out	(212,934)	(212,934)
Net Change In Fund Balance	(205,850)	(212,789)
Fund Balance, Beginning of Year	774,106	986,895
Fund Balance, End of Year	$ 568,256	$ 774,106

BERRIEN SPRINGS PUBLIC SCHOOLS
2019 Construction PAC Capital Projects Fund
Comparative Balance Sheets
June 30, 2023 and 2022

	2023	2022
Assets		
Cash equivalents and investments	$ -	$ 45,703
Liabilities and Fund Balance		
Liabilities	$ -	$ -
Fund Balance		
Restricted	-	45,703
Total Liabilities and Fund Balance	$ -	$ 45,703

BERRIEN SPRINGS PUBLIC SCHOOLS
2019 Construction PAC Capital Projects Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
For the years ended June 30, 2023 and 2022

	2023	2022
Revenues		
Local sources:		
Interest earnings:		
Earnings on cash equivalents and investments	$ 136	$ 2,633
Expenditures		
Facilities acquisition, construction, and improvements:		
Building improvements	45,811	8,593,477
Excess (Deficiency) of Revenues Over Expenditures	(45,675)	(8,590,844)
Other Financing Sources (Uses)		
Transfers out	(28)	-
Net Change In Fund Balance	(45,703)	(8,590,844)
Fund Balance, Beginning of Year	45,703	8,636,547
Fund Balance, End of Year	$ -	$ 45,703

BERRIEN SPRINGS PUBLIC SCHOOLS
Public Improvement Capital Projects Fund
Comparative Balance Sheets
June 30, 2023 and 2022

	2023	2022
Assets		
Investments	$ 3,434,333	$ 3,504,257
Liabilities and Fund Balance		
Liabilities		
Accounts payable	103,357	-
Fund Balance		
Restricted	3,330,976	3,504,257
Total Liabilities and Fund Balance	$ 3,434,333	$ 3,504,257

BERRIEN SPRINGS PUBLIC SCHOOLS
Public Improvement Capital Projects Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balance
For the years ended June 30, 2023 and 2022

	2023	2022
Revenues		
Local sources:		
Interest earnings:		
Earnings on investments	$ 130,322	$ 4,244
Expenditures		
Facilities acquisition, construction, and improvements:		
Building acquisition and construction services	303,603	-
Excess (Deficiency) of Revenues Over Expenditures	(173,281)	4,244
Other Financing Sources (Uses)		
Transfers in	-	1,500,000
Net Change In Fund Balance	(173,281)	1,504,244
Fund Balance, Beginning of Year	3,504,257	2,000,013
Fund Balance, End of Year	$ 3,330,976	$ 3,504,257

BERRIEN SPRINGS PUBLIC SCHOOLS
2023 Energy Conservation Capital Projects Fund
Balance Sheet
June 30, 2023

		2023
Assets		
Cash equivalents	$	1,594,879
Accounts receivable		500
Total Assets	$	1,595,379
Liabilities and Fund Balance		
Liabilities		
Accounts payable	$	697,027
Fund Balance		
Restricted		898,352
Total Liabilities and Fund Balance	$	1,595,379

BERRIEN SPRINGS PUBLIC SCHOOLS
2023 Energy Conservation Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
For the year ended June 30, 2023

	2023
Revenues	
Local sources:	
Interest earnings:	
Earnings on cash equivalents	$ 332
Expenditures	
Facilities acquisition, construction, and improvements:	
Building acquisition and construction services	808,319
Debt service:	
Bond issuance costs	48,208
Underwriter's discount	15,255
Total Expenditures	871,782
Excess (Deficiency) of Revenues Over Expenditures	(871,450)
Other Financing Sources (Uses)	
Proceeds from issuance of bonds	1,695,000
Premium on issuance of bonds	73,802
Transfers in	1,000
Total Other Financing Sources (Uses)	1,769,802
Net Change In Fund Balance	898,352
Fund Balance, Beginning of Year	-
Fund Balance, End of Year	$ 898,352

This Page Intentionally Left Blank

OTHER INFORMATION

BERRIEN SPRINGS PUBLIC SCHOOLS
Detail of Bonded Debt
2012 Qualified Zone Academy Bonds
For the year ended June 30, 2023

Due August 1,	Interest Rate	Maturing Per Year	Bonds Outstanding July 1, 2022	Bonds Retired This Year	Bonds Outstanding June 30, 2023
2023	4.25%	$ 115,600	$ 115,600	$ 115,600	$ -
2024	4.25%	115,600	115,600	-	115,600
2025	4.25%	115,600	115,600	-	115,600
2026	4.25%	115,600	115,600	-	115,600
2027	4.25%	115,600	115,600	-	115,600
2028	4.25%	115,600	115,600	-	115,600
		$ 693,600	$ 693,600	$ 115,600	$ 578,000

Purpose of bond issue:

For capital projects that will focus on technology and energy conservation related improvements for Mars Elementary, Sylvester Elementary, Berrien Springs Middle, and Berrien Springs High Schools.

Terms:

Principal due annually August 1. Interest due semi-annually August 1 and February 1, subject to redemption prior to maturity on any interest payment date at par and accrued interest to the date of redemption.

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirements to Maturity
2012 QZAB Amortization Schedule
For the year ended June 30, 2022

Years Ending June 30,	Principal	Interest Due August 1	Interest Due February 1	Total
2024	$ 115,600	$ 9,826	$ 9,826	$ 135,252
2025	115,600	7,369	7,370	130,339
2026	115,600	4,913	4,913	125,426
2027	115,600	2,456	2,457	120,513
2028	115,600	-	-	115,600
	$ 578,000	$ 24,564	$ 24,566	$ 627,130

The 2012 Qualified Zone Academy Bonds were issued at a semi-annual interest rate of 4.25%. Berrien Springs Public Schools will submit a return for credit payments to issuers of qualified bonds to the Internal Revenue Service before the date each interest payment is due. This credit paid by the Internal Revenue Service to the Bank of New York Mellon will replace a direct interest payment from Berrien Springs Public Schools. At any point in which the credit is unavailable, Berrien Springs Public Schools would be responsible for the interest payments. For the year ending June 30, 2023, the District was responsible for 7.3% of the 4.25% interest payment as a result of the sequestration process required by the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirements to Maturity
2009 QZAB Amortization Schedule
For the year ended June 30, 2023

Years Ending June 30,	Deposit Due July 23	Interest Earned as of July 23	Deposit Value
2011	$ 281,667	$ -	$ 281,667
2012	281,667	-	281,667
2013	281,667	-	281,667
2014	281,667	-	281,667
2015	281,667	-	281,667
2016	281,667	-	281,667
2017	281,667	-	281,667
2018	281,667	-	281,667
2019	281,667	-	281,667
2020	281,667	-	281,667
2021	281,666	-	281,666
2022	281,666	-	281,666
2023	281,666	-	281,666
2024	281,666	-	281,666
2025	281,666	-	281,666
	$ 4,225,000	$ -	$ 4,225,000

Annual transfers of $281,667 are required to be made to a special bank account owned by the District. At maturity of the QZAB note, the District will have transferred a total of $4,225,000 into the account. The total of the District's transfers will make up the total $4,225,000 that will be due in July 2024.

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirements to Maturity
2009 QSCB Amortization Schedule
For the year ended June 30, 2023

Years Ending June 30,	Deposit Due October 1	Interest Earned as of October 1	Deposit Value
2011	$ 66,667	$ -	$ 66,667
2012	66,667	-	66,667
2013	66,667	-	66,667
2014	66,667	-	66,667
2015	66,667	-	66,667
2016	66,667	-	66,667
2017	66,667	-	66,667
2018	66,667	-	66,667
2019	66,667	-	66,667
2020	66,667	-	66,667
2021	66,666	-	66,666
2022	66,666	-	66,666
2023	66,666	-	66,666
2024	66,666	-	66,666
2025	66,666	-	66,666
	$ 1,000,000	$ -	$ 1,000,000

Annual transfers of $66,667 are required to be made to a special bank account owned by the District. At maturity of the QSCB note, the District will have transferred a total of $1,000,000 into the account. The total of the District's transfers will make up the total $1,000,000 that will be due in October 2024.

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirements to Maturity
2019 School Building and Site Bonds
For the year ended June 30, 2023

Years Ending June 30,	Principal	Interest Due November 1	Interest Due May 1	Total
2024	$ 690,000	$ 351,100	$ 351,100	$ 1,392,200
2025	725,000	333,850	333,850	1,392,700
2026	760,000	315,725	315,725	1,391,450
2027	800,000	296,725	296,725	1,393,450
2028	835,000	276,725	276,725	1,388,450
2029	875,000	255,850	255,850	1,386,700
2030	915,000	233,975	233,975	1,382,950
2031	960,000	211,100	211,100	1,382,200
2032	995,000	191,900	191,900	1,378,800
2033	1,030,000	172,000	172,000	1,374,000
2034	1,080,000	146,250	146,250	1,372,500
2035	1,130,000	119,250	119,250	1,368,500
2036	1,180,000	91,000	91,000	1,362,000
2037	1,230,000	61,500	61,500	1,353,000
2038	1,230,000	30,750	30,750	1,291,500
	$ 14,435,000	$ 3,087,700	$ 3,087,700	$ 20,610,400

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirements to Maturity
2019 School Athletic Facility Bonds
For the year ended June 30, 2023

Years Ending June 30,	Principal	Interest Due November 1	Interest Due May 1	Total
2024	$ 325,000	$ 130,600	$ 130,600	$ 586,200
2025	340,000	124,100	124,100	588,200
2026	355,000	117,300	117,300	589,600
2027	370,000	110,200	110,200	590,400
2028	385,000	102,800	102,800	590,600
2029	400,000	95,100	95,100	590,200
2030	415,000	87,100	87,100	589,200
2031	430,000	78,800	78,800	587,600
2032	450,000	70,200	70,200	590,400
2033	465,000	61,200	61,200	587,400
2034	480,000	51,900	51,900	583,800
2035	500,000	42,300	42,300	584,600
2036	520,000	32,300	32,300	584,600
2037	540,000	21,900	21,900	583,800
2038	555,000	11,100	11,100	577,200
	$ 6,530,000	$ 1,136,900	$ 1,136,900	$ 8,803,800

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirement to Maturity
2021 Energy Conservation Improvement Bonds
For the year ended June 30, 2023

Years Ending June 30,	Principal	Interest Due November 1	Interest Due May 1	Total
2024	$ 130,000	$ 6,613	$ 6,613	$ 143,226
2025	130,000	5,962	5,962	141,924
2026	135,000	5,312	5,312	145,624
2027	135,000	4,469	4,469	143,938
2028	140,000	3,625	3,625	147,250
2029	145,000	2,750	2,750	150,500
2030	145,000	1,844	1,844	148,688
2031	150,000	937	937	151,874
	$ 1,110,000	$ 31,512	$ 31,512	$ 1,173,024

BERRIEN SPRINGS PUBLIC SCHOOLS
Summary of Principal and Interest Requirement to Maturity
2023 Energy Conservation Improvement Bonds
For the year ended June 30, 2023

Years Ending June 30,	Principal	Interest Due November 1	Interest Due May 1	Total
2024	$ 145,000	$ 30,510	$ 30,510	$ 206,020
2025	145,000	31,000	31,000	207,000
2026	150,000	28,100	28,100	206,200
2027	160,000	25,100	25,100	210,200
2028	165,000	21,900	21,900	208,800
2029	170,000	18,600	18,600	207,200
2030	180,000	15,200	15,200	210,400
2031	185,000	11,600	11,600	208,200
2032	195,000	7,900	7,900	210,800
2033	200,000	4,000	4,000	208,000
	$ 1,695,000	$ 193,910	$ 193,910	$ 2,082,820