

NEW ISSUE
Book-Entry Only

S&P RATING: "AA"
See "BOND RATING" herein.

In the opinion of Gilmore & Bell, P.C., as Bond Counsel to the District, under existing law and assuming continued compliance with certain requirements of the Internal Revenue Code of 1986, as amended (the "Code"), the interest on the Bonds (including any original issue discount properly allocable to an owner thereof) (1) is excludable from gross income for federal income tax purposes, and is not an item of tax preference for purposes of the federal alternative minimum tax and (2) is exempt from income taxation by the State of Missouri. The Bonds have not been designated as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Code. Bond Counsel notes that interest on the Bonds may be included in adjusted financial statement income of applicable corporations for purposes of determining the applicability and amount of the federal corporate alternative minimum tax. See the section captioned "TAX MATTERS" in this Official Statement.



\$62,000,000*
PLATTE COUNTY R-III SCHOOL DISTRICT
PLATTE COUNTY, MISSOURI
GENERAL OBLIGATION SCHOOL BUILDING BONDS
SERIES 2025

Dated: Date of Issuance

Due: March 1, as shown on the inside cover

The General Obligation School Building Bonds, Series 2025 (the "**Bonds**"), are being issued by Platte County R-III School District, Platte County, Missouri (the "**District**"), for the purpose of providing funds to (1) pay the costs of the Project (defined herein) and (2) pay the costs of issuing the Bonds. See the section captioned "**PLAN OF FINANCING**" herein.

The Bonds will be issued as fully-registered bonds and will be registered in the name of Cede & Co., as registered owner and nominee for The Depository Trust Company, New York, New York ("**DTC**"). DTC will act as securities depository for the Bonds. The Bonds will be available for purchase in denominations of \$5,000 or any integral multiple thereof, under the book-entry system maintained by DTC. DTC will receive all payments with respect to the Bonds from UMB Bank, N.A., Kansas City, Missouri, as paying agent for the Bonds. DTC is required to remit such payments to DTC Participants (defined herein) for subsequent disbursement to the beneficial owners of the Bonds. Semiannual interest will be payable on March 1 and September 1, beginning on September 1, 2025.

The Bonds are subject to optional redemption prior to maturity. See the section captioned "**THE BONDS - Redemption Provisions**" herein.

THE BONDS AND INTEREST THEREON WILL CONSTITUTE GENERAL OBLIGATIONS OF THE DISTRICT, PAYABLE FROM AD VALOREM TAXES WHICH MAY BE LEVIED WITHOUT LIMITATION AS TO RATE OR AMOUNT UPON ALL OF THE TAXABLE TANGIBLE PROPERTY, REAL AND PERSONAL, WITHIN THE TERRITORIAL LIMITS OF THE DISTRICT. See the section captioned "**SECURITY AND SOURCES OF PAYMENT FOR THE BONDS**" herein.

See inside cover for maturities, principal amounts, interest rates, yields and CUSIP numbers.

THE BONDS ARE SUBJECT TO CERTAIN RISKS. SEE THE SECTION CAPTIONED "RISK FACTORS" IN THIS OFFICIAL STATEMENT.

The Bonds are offered when, as and if issued by the District, subject to the approval of legality by Gilmore & Bell, P.C., Kansas City, Missouri, as Bond Counsel to the District. Certain legal matters related to the Official Statement will be passed upon by Gilmore & Bell, P. C., Kansas City, Missouri, as disclosure counsel to the District. It is expected that the Bonds will be available for delivery in book-entry form through DTC, New York, New York on or about on or about June [___], 2025.

RAYMOND JAMES®

* Preliminary, subject to change.

**PLATTE COUNTY R-III SCHOOL DISTRICT
PLATTE COUNTY, MISSOURI**

\$62,000,000*
GENERAL OBLIGATION SCHOOL BUILDING BONDS
SERIES 2025

MATURITY SCHEDULE

Serial Bonds

Maturity March 1	Principal Amount*	Interest Rate	Yield	CUSIP⁽¹⁾
2026	\$3,490,000			
2027	3,485,000			
2028	3,140,000			
2029	4,085,000			
2030	915,000			
2031	375,000			
2032	345,000			
2033	230,000			
2034	335,000			
2035	365,000			
2036	510,000			
2037	580,000			
2038	765,000			
2039	880,000			
2040	810,000			
2041	770,000			
2042	9,290,000			
2043	9,890,000			
2044	10,530,000			
2045	11,210,000			

⁽¹⁾ CUSIP Numbers have been assigned to this issue by CUSIP Global Services managed on behalf of the American Bankers Association by FactSet Research Systems Inc. and are included solely for the convenience of the Bondowners. Neither the District nor the Underwriter shall be responsible for the selection or correctness of the CUSIP numbers set forth above.

* Preliminary, subject to change.

PLATTE COUNTY R-III SCHOOL DISTRICT
PLATTE COUNTY, MISSOURI
998 Platte Falls Road
Platte City, Missouri 64079
(816) 858-5420

Board of Education

Shawn Chiddix, President and Member
Tyler Fadler, Vice President and Member
Sharon Sherwood, Member
Karen Bryant, Member
Amy MacCuish, Member
Matt Craine, Member
Alisha Elliott, Member

Danielle Nickell, Secretary of the Board of Education
Brian Noller, Executive Director of Business Services

Administration

Dr. Jay Harris, Superintendent
Dr. Drew White, Deputy Superintendent
Brian Noller, Executive Director of Business Services

UNDERWRITER

Raymond James & Associates, Inc.
Leawood, Kansas

BOND COUNSEL AND DISCLOSURE COUNSEL

Gilmore & Bell, P.C.
Kansas City, Missouri

PAYING AGENT

UMB Bank, N.A.
Kansas City, Missouri

REGARDING USE OF THIS OFFICIAL STATEMENT

No dealer, broker, salesman or other person has been authorized by the District or the Underwriter to give any information or to make any representations with respect to the Bonds other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by any of the foregoing. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. The information set forth herein has been furnished by the District and other sources which are believed to be reliable, but such information is not guaranteed as to accuracy or completeness, and is not to be construed as a representation, by the Underwriter. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District since the date hereof.

The Underwriter has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriter does not guarantee the accuracy or completeness of that information.

In connection with this offering, the Underwriter may overallocate or effect transactions that stabilize or maintain the market price of the Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

The Bonds have not been registered with the Securities and Exchange Commission under the Securities Act of 1933, as amended, or under any state securities or “blue sky” laws. The Bonds are offered pursuant to an exemption from registration with the Securities and Exchange Commission.

CAUTIONARY STATEMENTS REGARDING FORWARD-LOOKING STATEMENTS IN THIS OFFICIAL STATEMENT

Certain statements included in or incorporated by reference in this Official Statement that are not purely historical are “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995, Section 21E of the United States Securities Exchange Act of 1934, as amended, and Section 27A of the United States Securities Act of 1933, as amended, and reflect the District’s current expectations, hopes, intentions, or strategies regarding the future. Such statements may be identifiable by the terminology used such as “plan,” “expect,” “estimate,” “budget,” “intend” or other similar words.

THE ACHIEVEMENT OF CERTAIN RESULTS OR OTHER EXPECTATIONS CONTAINED IN SUCH FORWARD-LOOKING STATEMENTS INVOLVE KNOWN AND UNKNOWN RISKS, UNCERTAINTIES AND OTHER FACTORS WHICH MAY CAUSE ACTUAL RESULTS, PERFORMANCE OR ACHIEVEMENTS DESCRIBED TO BE MATERIALLY DIFFERENT FROM ANY FUTURE RESULTS, PERFORMANCE OR ACHIEVEMENTS EXPRESSED OR IMPLIED BY SUCH FORWARD-LOOKING STATEMENTS. INCLUDED IN SUCH RISKS AND UNCERTAINTIES ARE (i) THOSE RELATING TO THE POSSIBLE INVALIDITY OF THE UNDERLYING ASSUMPTIONS AND ESTIMATES, (ii) POSSIBLE CHANGES OR DEVELOPMENTS IN SOCIAL, ECONOMIC, BUSINESS, INDUSTRY, MARKET, LEGAL AND REGULATORY CIRCUMSTANCES, AND (iii) CONDITIONS AND ACTIONS TAKEN OR OMITTED TO BE TAKEN BY THIRD PARTIES, INCLUDING CUSTOMERS, SUPPLIERS, BUSINESS PARTNERS AND COMPETITORS, AND LEGISLATIVE, JUDICIAL AND OTHER GOVERNMENTAL AUTHORITIES AND OFFICIALS. ASSUMPTIONS RELATED TO THE FOREGOING INVOLVE JUDGMENTS WITH RESPECT TO, AMONG OTHER THINGS, FUTURE ECONOMIC, COMPETITIVE, AND MARKET CONDITIONS AND FUTURE BUSINESS DECISIONS, ALL OF WHICH ARE DIFFICULT OR IMPOSSIBLE TO PREDICT ACCURATELY. FOR THESE REASONS, THERE CAN BE NO ASSURANCE THAT THE FORWARD-LOOKING STATEMENTS INCLUDED IN THIS OFFICIAL STATEMENTS WILL PROVE TO BE ACCURATE.

UNDUE RELIANCE SHOULD NOT BE PLACED ON FORWARD-LOOKING STATEMENTS. ALL FORWARD-LOOKING STATEMENTS INCLUDED IN THIS OFFICIAL STATEMENT ARE BASED ON INFORMATION AVAILABLE TO THE DISTRICT ON THE DATE HEREOF, AND THE DISTRICT ASSUMES NO OBLIGATION TO UPDATE ANY SUCH FORWARD-LOOKING STATEMENTS IF OR WHEN ITS EXPECTATIONS OR EVENTS, CONDITIONS OR CIRCUMSTANCES ON WHICH SUCH STATEMENTS ARE BASED OCCUR OR FAIL TO OCCUR, OTHER THAN AS SET FORTH IN **APPENDIX C**.

TABLE OF CONTENTS

	<u>Page</u>		<u>Page</u>
INTRODUCTION	1	LEGAL MATTERS	11
General	1	Legal Proceedings	11
The District	1	Approval of Legality	11
Purpose of the Bonds	1	BOND RATING	12
Security and Source of Payment for the Bonds	2	TAX MATTERS	12
Other Outstanding Obligations Payable	2	Opinion of Bond Counsel	12
Financial Statements	2	Other Tax Consequences	13
Continuing Disclosure	2	CONTINUING DISCLOSURE	
Bond Rating	2	UNDERTAKING	14
Description of Documents	2	MISCELLANEOUS	14
THE BONDS	3	Underwriting	14
General	3	Certain Relationships	15
Book-Entry Only System	3	Certification and Other Matters Regarding	
Registration, Transfer and Exchange of Bonds		Official Statement	15
Upon Discontinuance of Book-Entry Only		Additional Information	16
System	3		
Redemption Provisions	4	APPENDIX A:	
CUSIP Numbers	5	General, Economic and Financial Information	
SECURITY AND SOURCES OF PAYMENT		for Platte County R-III School District	
FOR THE BONDS	5		
Pledge of Full Faith and Credit	5	APPENDIX B:	
Levy and Collection of Annual Tax	6	Audited Financial Statements with	
PLAN OF FINANCING	6	Independent Auditors' Report for the Fiscal	
Authorization and Purpose of the Bonds	6	Year Ended June 30, 2024	
The Project	6		
Sources and Uses of Funds	7	APPENDIX C:	
RISK FACTORS	7	Form of Continuing Disclosure Undertaking	
Ad Valorem Property Taxes	7		
Secondary Market Prices and Liquidity	8	APPENDIX D:	
No Reserve Fund or Credit Enhancement	8	Book-Entry Only System	
Rating	8		
Bankruptcy	8		
Pensions	8		
State Aid	9		
Enrollment	9		
Amendment of the Bond Resolution	9		
Loss of Premium from Redemption	9		
Tax-Exempt Status and Risk of Audit	10		
Defeasance Risks	10		
Cybersecurity Risks	10		
Senior Property Tax Credit Program	11		

BOND ISSUE SUMMARY

This Bond Issue Summary is expressly qualified by the entire Official Statement, which is provided for the convenience of potential investors and which should be reviewed in its entirety by potential investors.

District:	Platte County R-III School District, Platte County, Missouri.
Issues:	\$62,000,000* General Obligation School Building Bonds, Series 2025 (the “ Bonds ”).
Dated Date:	Date of issuance of the Bonds.
Interest Payment Dates:	March 1 and September 1, commencing September 1, 2025.
Principal Due:	On March 1 in the years and amounts detailed on the inside cover page of this Official Statement.
Optional Redemption:	At the option of the District, the Bonds or portions thereof maturing on March 1, [20__], and thereafter may be called for redemption and payment prior to their Stated Maturity on March 1, [20__], and thereafter, in whole or in part, at any time at the Redemption Price (defined herein) of 100% of the principal amount thereof plus accrued interest thereon to the Redemption Date (defined herein). See also the caption “ THE BONDS - Redemption Provisions ” herein.
Authorization:	The Bonds are authorized by a resolution of the Board of Education of the District pursuant to and in full compliance with the Constitution and statutes of the State of Missouri, including particularly Article VI, Section 26 of the Missouri Constitution and Chapters 108 and 164 of the Revised Statutes of Missouri, as amended, and an election duly held in the District on April 8, 2025.
Security:	The Bonds will be general obligations of the District and will be payable from ad valorem taxes which may be levied without limitations as to rate or amount upon all taxable property, real and personal, within the territorial limits of the District. See also the caption “ SECURITY AND SOURCES OF PAYMENT FOR THE BONDS ” herein.
Credit Rating:	S&P Global Ratings, a division of Standard & Poor’s Financial Services, LLC (“ S&P ”), has assigned the Bonds the rating shown on the cover page hereof based upon the underlying credit worthiness of the District. See the section captioned “ BOND RATING ” herein.
Purpose:	The Bonds are being issued to provide funds to (1) pay the costs of the Project (defined herein) utilizing all \$62,000,000* principal amount of general obligation bonds approved by the required number of qualified voters of the District voting on the general obligation bond question at an election held in the District on April 8, 2025, and (2) pay the costs of issuing the Bonds. See also the caption “ PLAN OF FINANCING ” herein.
Tax Exemption:	Gilmore & Bell, P.C., as Bond Counsel to the District, will provide an opinion as to the tax exemption of the interest on the Bonds as discussed under the caption “ TAX MATTERS ” in this Official Statement.
No Bank Qualification:	The Bonds have <u>not</u> been designated as “qualified tax-exempt obligations” within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.
Paying Agent:	UMB Bank, N.A., Kansas City, Missouri.
Book-Entry Form:	The Bonds will be registered in the name of Cede & Co. as nominee for The Depository Trust Company (“ DTC ”), New York, New York. DTC will act as securities depository of the Bonds.

* Preliminary, subject to change.

OFFICIAL STATEMENT

PLATTE COUNTY R-III SCHOOL DISTRICT PLATTE COUNTY, MISSOURI

\$62,000,000* GENERAL OBLIGATION SCHOOL BUILDING BONDS SERIES 2025

INTRODUCTION

This introduction is only a brief description and summary of certain information contained in this Official Statement and is qualified in its entirety by reference to more complete and detailed information contained in the entire Official Statement, including the cover page, inside cover and appendices hereto, and the documents summarized or described herein. A full review should be made of the entire Official Statement.

General

The purpose of this Official Statement is to furnish information relating to (1) Platte County R-III School District, Platte County, Missouri (the “**District**”), (2) the General Obligation School Building Bonds, Series 2025 (the “**Bonds**”), of the District to be issued in the aggregate principal amount of \$62,000,000* and dated the date of issuance and delivery.

The District

The District is a seven-director school district organized and existing under the laws of the State of Missouri. For general, economic and financial information about the District, see *Appendix A* to this Official Statement.

Purpose of the Bonds

The Bonds (in the principal amount of \$62,000,000*) constitute the entire \$62,000,000 principal amount of general obligation bonds that were authorized by the required majority of the qualified voters of the District voting on the general obligation bonds question at an election held in the District on April 8, 2025 (the “**2025 Election**”).

The Bonds are being issued pursuant to the authority approved by the voters of the District at the 2025 Election and a resolution expected to be approved by the Board of Education of the District on June 10, 2025 (the “**Bond Resolution**”), for the purpose of (1) paying the costs of acquiring, constructing, repairing, rebuilding, renovating, furnishing and equipping new and existing school sites and facilities, including completing Phase 2 of rebuilding Platte County High School, creating a consolidated high school building with all classrooms and programs under one roof; constructing site amenities at Platte Purchase Middle School activities complex; constructing playground facilities at Pathfinder Elementary School; and making hard surface improvements at Compass Elementary School to expand parking and improve traffic flow and safety, as further described under the section captioned “**PLAN OF FINANCING – The Project,**” herein and (2) paying the costs of issuing the Bonds.

All capitalized terms used herein and not otherwise defined herein have the meanings assigned to those terms in the Bond Resolution.

* Preliminary, subject to change.

Security and Source of Payment for the Bonds

The Bonds will constitute general obligations of the District and will be payable as to principal of and interest on the Bonds from ad valorem taxes, which may be levied without limitation as to rate or amount upon all of the taxable tangible property, real and personal, within the territorial limits of the District. See the section captioned **“SECURITY AND SOURCES OF PAYMENT FOR THE BONDS”** herein.

Other Outstanding Obligations Payable

In addition to the Bonds, the District is obligated to meet from ad valorem taxes the principal and interest requirements on the District’s other general obligation bonds as set forth under the section captioned **“DEBT STRUCTURE OF THE DISTRICT – Current Long-Term General Obligation Indebtedness”** in *Appendix A* to this Official Statement. The District is also obligated on an annually renewable basis to make certain lease payments under lease purchase financings described under the section captioned **“DEBT STRUCTURE OF THE DISTRICT – Other Obligations of the District”** in *Appendix A* to this Official Statement. The lease payments are payable solely from available money in the District’s Capital Projects Fund and not from moneys in the District’s Debt Service Fund, which is available solely to make payments on the District’s general obligation bonds.

Financial Statements

Audited financial statements of the District, as of and for the year ended June 30, 2024, are included in *Appendix B* to this Official Statement. These financial statements have been audited by Westbrook & Co., P.C., Richmond, Missouri, independent certified public accountants, to the extent and for the period indicated in their report which is also included in *Appendix B* to this Official Statement.

Continuing Disclosure

The District will enter into a Continuing Disclosure Undertaking dated as of the date of issuance of the Bonds (the **“Continuing Disclosure Undertaking”**), to provide certain financial information and operating data relating to the District and to provide notices of the occurrence of certain enumerated events relating to the Bonds. The financial information, operating data and notice of events will be filed in compliance with Rule 15c2-12 promulgated by the Securities and Exchange Commission. See the section herein captioned **“CONTINUING DISCLOSURE UNDERTAKING”** and the form of Continuing Disclosure Undertaking included as *Appendix C* hereto.

Bond Rating

The District has received the rating on the Bonds set forth on the cover page of this Official Statement from S&P Global Ratings, a division of Standard & Poor’s Financial Services, LLC (**“S&P”**), based upon S&P’s evaluation of the credit worthiness of the District. See also the section captioned **“BOND RATING”** herein.

Description of Documents

Brief descriptions of the Bonds, the security for the Bonds and certain other matters are included in this Official Statement. Such information, summaries and descriptions do not purport to be comprehensive or definitive. All references herein to the Bonds and the Bond Resolution are qualified in their entirety by reference to such documents.

THE BONDS

General

The Bonds are being issued in the aggregate principal amount of \$62,000,000*. The Bonds are dated as of the date of original delivery of and payment for such Bonds and the principal is payable on March 1 in the years and in the principal amounts set forth on the inside cover page of this Official Statement, subject to redemption and payment prior to maturity upon the terms and conditions described under the section captioned **“Redemption Provisions”** herein. Interest on the Bonds is calculated at the rates per annum set forth on the inside cover page of this Official Statement, computed on the basis of a 360-day year of twelve 30-day months. The Bonds shall consist of fully-registered bonds without coupons in denominations of \$5,000 or any integral multiple thereof. Interest on the Bonds is payable from the date thereof or the most recent date to which said interest has been paid and is payable semiannually on March 1 and September 1 (each an **“Interest Payment Date”**), beginning September 1, 2025.

The interest payable on each Bond on any Interest Payment Date will be paid to the person in whose name such Bond is registered (the **“Registered Owner”** or **“Owner”**) as shown on the registration books (the **“Bond Register”**) at the close of business on the 15th day (whether or not a Business Day) of the calendar month next preceding such Interest Payment Date (the **“Record Date”**) for such interest (1) by check or draft mailed by UMB Bank, N.A., Kansas City, Missouri (the **“Paying Agent”**), to the address of such Registered Owner shown on the Bond Register or such other address furnished to the Paying Agent in writing by such Registered Owner, or (2) by electronic transfer to such Registered Owner upon written notice given to the Paying Agent by such Registered Owner, not less than 15 days prior to the Record Date for such interest payment, containing the electronic transfer instructions including the name and address of the bank, its ABA routing number and the account number to which such Registered Owner wishes to have such transfer directed, and an acknowledgement that an electronic transfer fee may be applicable.

The principal or Redemption Price (as defined herein) of each Bond will be paid by check or draft to the Registered Owner at the Maturity thereof, upon presentation and surrender of such Bond at the principal payment office of the Paying Agent, or such other office designated by the Paying Agent.

While the Bonds remain in book-entry only form, payments to Beneficial Owners (as defined herein) are governed by the rules of DTC as described in *Appendix D* to this Official Statement. If DTC ceases to act as securities depository for the Bonds, payment may be made as described in the Bond Resolution. See also the caption **“Registration, Transfer and Exchange of Bonds Upon Discontinuance of Book-Entry Only System.”**

Book-Entry Only System

Ownership interests in the Bonds will be available to purchasers only through a book-entry only system (the **“Book-Entry Only System”**) described in *Appendix D*.

Registration, Transfer and Exchange of Bonds Upon Discontinuance of Book-Entry Only System

The District will cause the Bond Register to be kept at the principal payment office of the Paying Agent or such other office designated by the Paying Agent for the registration, transfer and exchange of the Bonds as provided in the Bond Resolution. Upon surrender of any Bond at the principal payment office of the Paying Agent, or at such other office designated by the Paying Agent, the Paying Agent shall transfer or exchange such Bond as provided in the Bond Resolution.

* Preliminary, subject to change.

The Paying Agent shall transfer or exchange such Bond for a new Bond or Bonds in any authorized denomination of the same Stated Maturity and in the same aggregate or principal amount as the Bond that was presented for transfer or exchange. Bonds presented for transfer or exchange shall be accompanied by a written instrument or instruments of transfer or authorization for exchange, in a form and with guarantee of signature satisfactory to the Paying Agent, duly executed by the Registered Owner thereof or by the Registered Owner's duly authorized agent. In all cases in which the privilege of transferring or exchanging Bonds is exercised, the Paying Agent shall authenticate and deliver Bonds in accordance with the provisions of the Bond Resolution. The District shall pay the fees and expenses of the Paying Agent for the registration, transfer and exchange of Bonds provided for by the Bond Resolution and the cost of printing a reasonable supply of registered bond blanks. Any additional costs or fees that might be incurred in the secondary market, other than fees of the Paying Agent, are the responsibility of the Registered Owners of the Bonds. If any Registered Owner fails to provide a correct taxpayer identification number to the Paying Agent, the Paying Agent may make a charge against such Registered Owner sufficient to pay any governmental charge required to be paid as a result of such failure. The District and the Paying Agent shall not be required (i) to register the transfer or exchange of any Bond after notice calling such bond or portion thereof for redemption has been mailed by the Paying Agent in accordance with the Bond Resolution and during the period of 15 days next preceding the date of mailing of such notice of redemption, or (ii) to register the transfer or exchange of any Bond during a period beginning at the opening of business on the day after receiving written notice from the District of its intent to pay Defaulted Interest and ending at the close of business on the date fixed for the payment of Defaulted Interest pursuant to the Bond Resolution.

Redemption Provisions

Optional Redemption. At the option of the District, the Bonds or portions thereof maturing on March 1, [20__], and thereafter may be called for redemption and payment prior to their Stated Maturity on March 1, [20__], and thereafter as a whole or in part at any time at the Redemption Price (as defined herein) of 100% of the principal amount thereof plus accrued interest thereon to the Redemption Date (as defined herein).

Selection of Bonds to be Redeemed. The Bonds shall be redeemed only in the principal amount of \$5,000 or any integral multiple thereof. When less than all of the Outstanding Bonds are to be redeemed, such Bonds shall be redeemed from Stated Maturities selected by the District, and Bonds of less than a full Stated Maturity shall be selected by the Paying Agent in \$5,000 units of principal amount by lot or in such other equitable manner as the Paying Agent may determine.

In the case of a partial redemption of Bonds at the time Outstanding in denominations greater than \$5,000, then for all purposes in connection with such redemption each \$5,000 of face value shall be treated as though it were a separate Bond of the denomination of \$5,000. If it is determined that one or more, but not all, of the \$5,000 units of face value represented by any Bond are selected for redemption, then upon notice of intention to redeem such \$5,000 unit or units, the Registered Owner of such Bond or the Registered Owner's duly authorized agent shall present and surrender such Bond to the Paying Agent (1) for payment of the price which such Bonds are to be redeemed (the "**Redemption Price**") and interest to the date fixed for redemption (the "**Redemption Date**") of such \$5,000 unit or units of face value called for redemption, and (2) for exchange, without charge to the Registered Owner thereof, for a new Bond or Bonds of the aggregate principal amount of the unredeemed portion of the principal amount of such Bond. If the Registered Owner of any such Bond shall fail to present such Bond to the Paying Agent for payment and exchange as aforesaid, such Bond shall, nevertheless, become due and payable on the Redemption Date to the extent of the \$5,000 unit or units of face value called for redemption (and to that extent only).

Notice of Redemption for Bonds. Unless waived by any Registered Owner of Bonds to be redeemed, official notice of any redemption shall be given by the Paying Agent on behalf of the District by mailing a copy of an official redemption notice by first class mail at least 20 days prior to the Redemption Date to the State Auditor of Missouri and each Registered Owner of the Bond or Bonds to be redeemed at the address shown on the Bond Register.

With respect to optional redemptions, such notice may be conditioned upon moneys being on deposit with the Paying Agent on or prior to the Redemption Date in an amount sufficient to pay the Redemption Price on the Redemption Date. If such notice is conditional and either the Paying Agent receives written notice from the District that moneys sufficient to pay the Redemption Price will not be on deposit on the Redemption Date, or such moneys are not received on the Redemption Date, then such notice shall be of no force and effect, the Paying Agent shall not redeem such Bonds and the Paying Agent shall give notice, in the same manner in which the notice of redemption was given, that such moneys were not or will not be so received and that such Bonds will not be redeemed.

The failure of any Registered Owner to receive the foregoing notice or any defect therein shall not invalidate the effectiveness of the call for redemption.

So long as DTC is effecting book-entry transfers of the Bonds, the Paying Agent shall provide the notices specified in the Bond Resolution to DTC. It is expected that DTC will, in turn, notify its Participants and that the Participants, in turn, will notify or cause to be notified the Beneficial Owners. Any failure on the part of DTC or a Participant, or failure on the part of a nominee of a Beneficial Owner of a Bond (having been mailed notice from the Paying Agent, a Participant or otherwise) to notify the Beneficial Owner of the Bond so affected, will not affect the validity of the redemption of such Bond.

Effect of Call for Redemption of Bonds. Official notice of redemption having been given as provided in the Bond Resolution, the Bonds or portions of Bonds to be redeemed shall become due and payable on the Redemption Date, at the Redemption Price therein specified, and from and after the Redemption Date (unless the District defaults in the payment of the Redemption Price) such Bonds or portion of Bonds shall cease to bear interest. Upon surrender of such Bonds for redemption in accordance with such notice, the Redemption Price of such Bonds shall be paid by the Paying Agent. Installments of interest due on or prior to the Redemption Date shall be payable as provided in the Bond Resolution for payment of interest. Upon surrender for any partial redemption of any Bond, the Paying Agent shall prepare for the Registered Owner a new Bond or Bonds of the same Stated Maturity in the amount of the unpaid principal as provided in the Bond Resolution. All Bonds that have been surrendered for redemption shall be canceled and destroyed by the Paying Agent pursuant to the Bond Resolution and shall not be reissued.

The failure of any Registered Owner to receive the foregoing notice or any immaterial defect therein shall not invalidate any redemption.

CUSIP Numbers

It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bonds, nor any error in the printing of such numbers shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and payment for any Bonds.

SECURITY AND SOURCES OF PAYMENT FOR THE BONDS

Pledge of Full Faith and Credit

The Bonds will constitute general obligations of the District and will be payable as to principal of and interest on the Bonds from ad valorem taxes, which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the District. The full faith, credit and resources of the District are irrevocably pledged for the prompt payment of the principal of and interest on the Bonds as the same become due.

Levy and Collection of Annual Tax

Under the Bond Resolution, there is levied upon all of the taxable tangible property within the District a direct annual tax sufficient to produce the amounts necessary for the payment of the principal of and interest on the Bonds as the same become due and payable in each year. Such taxes shall be extended upon the tax rolls in each year, and shall be levied and collected at the same time and in the same manner as the other ad valorem taxes of the District are levied and collected. The proceeds derived from said taxes shall be deposited in the Debt Service Fund, shall be kept separate and apart from all other funds of the District, and shall be used solely for the payment of the principal or Redemption Price of and interest on the Bonds as and when the same become due, taking into account scheduled mandatory redemptions, if any, and the fees and expenses of the Paying Agent.

PLAN OF FINANCING

Authorization and Purpose of the Bonds

The Bonds are authorized pursuant to and in full compliance with the Constitution and statutes of the State of Missouri, including particularly Article VI, Section 26 of the Missouri Constitution and Chapters 108 and 164 of the Revised Statutes of Missouri, as amended, and the Bond Resolution.

The Bonds are being issued pursuant to the Bond Resolution expected to be adopted by the Board of Education on June 10, 2025, for the purpose of (1) paying the costs of the Project (defined below) as authorized by the required majority of voters at the 2025 Election and (2) paying the costs of issuing the Bonds.

At the 2025 Election, the qualified voters of the District voting on the general obligation bonds question approved by 67.97% (1,812 voting “yes” to 854 voting “no”) the question authorizing the District to issue general obligation bonds in the principal amount of \$62,000,000 for the purpose of paying the costs of acquiring, constructing, repairing, rebuilding, renovating, furnishing and equipping new and existing school sites and facilities, including completing Phase 2 of rebuilding Platte County High School, creating a consolidated high school building with all classrooms and programs under one roof; constructing site amenities at Platte Purchase Middle School activities complex; constructing playground facilities at Pathfinder Elementary School; and making hard surface improvements at Compass Elementary School to expand parking and improve traffic flow and safety (collectively, the “**Project**”). The District has not issued any of the general obligation bonds authorized by the voters at the 2025 Election, and the Bonds in the principal amount of \$62,000,000* will constitute the entire \$62,000,000 authorized principal amount of general obligation bonds approved by the voters at the 2025 Election. See also the section captioned “**PLAN OF FINANCING – The Project**” herein.

The Project

The major components of the Project to be financed with proceeds of the Bonds include the following:

- Completing Phase 2 of rebuilding Platte County High School
- Constructing site amenities at Platte Purchase Middle School activities complex
- Constructing playground facilities at Pathfinder Elementary School
- Improving and expanding parking at Compass Elementary School

The District anticipates that all major components Project will be completed by August 2027.

* Preliminary, subject to change.

Sources and Uses of Funds

The following table summarizes the estimated sources of funds, including the proceeds from the sale of the Bonds, and the expected uses of such funds, in connection with the plan of financing:

<u>Sources of Funds</u>	<u>Total</u>
Principal Amount of Bonds	\$62,100,000.00*
[Net] Original Issue Premium	_____.
Total	<u>\$_____.</u>
 <u>Uses of Funds</u>	
Deposit to Project Fund to pay costs of Project	\$_____.
Costs of Issuance (including Underwriter's Discount)	_____.
Total	<u>\$_____.</u>

RISK FACTORS

*The following is a discussion of certain risks that could affect the payments to be made by the District with respect to the Bonds. In order to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Official Statement (including its appendices) in order to make a judgment as to whether the Bonds are an appropriate investment. Prospective purchasers of the Bonds should consider carefully all possible factors that may result in a default in the payment of the Bonds, a determination that the interest on the Bonds might be deemed taxable for purposes of federal and Missouri income taxation, or that may affect the market price or liquidity of the Bonds. **This discussion of risk factors is not, and is not intended to be, comprehensive or exhaustive.***

Ad Valorem Property Taxes

The Bond Resolution levies a direct annual tax on all taxable tangible property within the District sufficient to produce amounts necessary for the payment of the principal of and interest on the Bonds each year. Declining property values in the District, whether caused by national or global financial crises, natural disasters, local economic downturns, or other reasons, may require higher levy rates, which may increase the burden on local taxpayers and affect certain taxpayers' willingness or ability to continue timely paying property taxes. See the section captioned **"PROPERTY TAX INFORMATION CONCERNING THE DISTRICT – Property Valuations – History of Property Valuations"** in *Appendix A* of this Official Statement. In addition, the issuance of additional general obligation bonds by the District or by other political subdivisions in the District would increase the tax burden on taxpayers in the District. See the section captioned **"DEBT STRUCTURE OF THE DISTRICT – Overlapping or Underlying Indebtedness"** in *Appendix A* of this Official Statement. Missouri law limits the amount of general obligation debt issuable by the District to 15% of the assessed valuation of taxable tangible property in the District. See the section captioned **"DEBT STRUCTURE OF THE DISTRICT – Legal Debt Capacity"** in *Appendix A* of this Official Statement. Other political subdivisions in the District are subject to similar limitations on general obligation debt imposed by Missouri law, including cities, counties and certain other political subdivisions, which are limited to general obligation debt of 20%, 10% and 5% of assessed valuation of taxable tangible property, respectively.

Concentration of property ownership in the District would expose the District's ability to collect ad valorem property taxes to the financial strength and ability and willingness of major taxpayers to pay property taxes. See the section captioned **"PROPERTY TAX INFORMATION CONCERNING THE DISTRICT – Major Property Taxpayers"** in *Appendix A* of this Official Statement.

Secondary Market Prices and Liquidity

The Underwriter will not be obligated to repurchase any of the Bonds, and no representation is made concerning the existence of any secondary market for the Bonds. No assurance is given that any secondary market will develop following the completion of the offering of the Bonds and no assurance is given that the initial offering price for the Bonds will continue for any period of time.

Prices of municipal securities in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and changes in the operating performance or tax collection patterns of issuers. Particularly, prices of outstanding municipal securities should be expected to decline if prevailing market interest rates rise. Municipal securities are generally viewed as long-term investments, subject to material unforeseen changes in the investor's or the issuer's circumstances, and may require commitment of the investor's funds for an indefinite period of time, perhaps until maturity.

No Reserve Fund or Credit Enhancement

No debt service reserve fund will be funded and no financial guaranty insurance policy, letter of credit or other credit enhancement will be issued to ensure payment of the Bonds. Accordingly, any potential purchaser of the Bonds should consider the financial ability of the District to pay the Bonds. As described under **"SECURITY AND SOURCES OF PAYMENT FOR THE BONDS"** in this Official Statement, the District has irrevocably pledged its full faith, credit and resources for the prompt payment of the Bonds and levied a direct annual tax, without limitation, sufficient to pay principal of and interest on the Bonds on all taxable tangible property in the District.

Rating

S&P has assigned the Bonds the rating set forth on the cover page to this Official Statement and as further reflected in under the section captioned **"BOND RATING"** in this Official Statement based upon S&P's evaluation of the creditworthiness of the District. Such rating reflects only the view of S&P, and an explanation of the significance of such rating may be obtained therefrom. There is no assurance that the rating will remain in effect for any given period of time or that the rating will not be revised, either downward or upward, or withdrawn entirely, by S&P if, in their judgment, circumstances warrant. Any such downward revisions or withdrawal of the rating may have an adverse effect on the market price of the Bonds.

Bankruptcy

In addition to the limitations on remedies contained in the Resolution, the rights and remedies provided by the Bonds may be limited by and are subject to (i) bankruptcy, insolvency, reorganization, arrangement, fraudulent conveyance, moratorium and other laws affecting creditors' rights, (ii) the application of equitable principles, and (iii) the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against political subdivisions in the State of Missouri. Section 108.180 of the Revised Statutes of Missouri, as amended, requires that any interest and sinking fund moneys only be used to pay principal and interest on the Bonds. The District, like all other Missouri political subdivisions, is specifically authorized by Missouri law to institute proceedings under Chapter 9 of the Federal Bankruptcy Code. Such proceedings, if commenced, are likely to have an adverse effect on the market price of the Bonds.

Pensions

The District contributes to two cost-sharing multiple-employer defined benefit pension plans on behalf of its employees: (1) The Public School Retirement System of Missouri and (2) The Public Education Employee Retirement System of Missouri. See the section captioned **"FINANCIAL INFORMATION CONCERNING THE DISTRICT – Employee Retirement and Pension Plans"** in *Appendix A* of this Official Statement. Future required contribution increases beyond the current fiscal year may require the District to increase its

revenues, reduce its expenditures, or some combination thereof, which may impact the District's operations or limit the District's ability to generate additional revenues in the future.

State Aid

For the fiscal year ended June 30, 2024, approximately 25.48% of the District's revenue was derived from moneys provided by the State of Missouri as State Aid (as defined in *Appendix A* to this Official Statement). See the sections captioned **"FINANCIAL INFORMATION CONCERNING THE DISTRICT - Sources of Revenue,"** and **"- State Revenue"** in *Appendix A* to this Official Statement. Reductions in State Aid could occur in the future if, for example, the State of Missouri faces fiscal problems in the future or the District experiences a decline in enrollment. Reductions in State Aid could force the District to make budget cuts or operational adjustments and may adversely affect the rating on the Bonds or the market price of the Bonds.

Enrollment

Significant portions of the revenue the District receives are directly affected by the District's enrollment. A significant decrease in enrollment could reduce the amount of future revenue the District receives, which may adversely affect the District's financial position and results of operations. No assurance can be given that economic, social, legislative and other factors beyond the control of the District will not negatively impact student enrollment and revenues dependent thereon. Increased competition from other educational facilities, including virtual facilities and charter schools, which may offer comparable programs at lower prices, could adversely affect the ability of the District to maintain enrollment, or could adversely affect the ability of the District to attract faculty and other staff. Under the Missouri Course Access and Virtual School Program, eligible students may enroll in virtual courses, and the school district will have to pay for that course if certain criteria are met. Charter schools are allowed in certain limited areas of Missouri provided certain criteria are met; there are or may be pending in the General Assembly of Missouri legislative proposals that, if enacted, could expand the prevalence of charter schools. It cannot be predicted whether or in what form any proposed legislation might be enacted or whether, if enacted, it would negatively impact the District's enrollment, financial position or operations. For information about the historical enrollment of the District, see the section captioned **"GENERAL INFORMATION CONCERNING THE DISTRICT – History of Enrollment"** in *Appendix A* to this Official Statement.

Amendment of the Bond Resolution

Certain amendments, effected by resolution of the District, to the Bonds and the Bond Resolution may be made with the written consent of the Registered Owners of not less than a majority in principal amount of the Bonds of the applicable series then outstanding. Such amendments may adversely affect the security of the owners of the Bonds; provided that, no amendments may (a) extend the maturity of any payment of principal or interest due upon any Bond; (b) alter the optional redemption provisions of any Bond; (c) effect a reduction in the amount which the District is required to pay as principal of or interest on any Bond; (d) permit preference or priority of any Bond over any other Bond; or (e) reduce the percentage in principal amount of Bonds required for the written consent to any modification or alteration of the provisions of the Bond Resolution without the written consent of the Registered Owners of all of the Bonds of the applicable series at the time outstanding. The District may also amend or supplement the Bond Resolution, without notice to or the consent of any Registered Owners, for the purpose of curing any formal defect, omission, inconsistency or ambiguity therein or in connection with any other change therein that is not materially adverse to the security of the Registered Owners.

Loss of Premium from Redemption

Any person who purchases the Bonds at a price in excess of their principal amount or who holds such Bonds trading at a price in excess of par should consider the fact that the Bonds are subject to redemption prior

to maturity at the redemption prices described herein in the event such Bonds are redeemed prior to maturity. See the section captioned **“THE BONDS – Redemption Provisions – *Optional Redemption*”** in this Official Statement.

Tax-Exempt Status and Risk of Audit

The failure of the District to comply with certain covenants set forth in the Bond Resolution could cause the interest on the Bonds to become included in gross income for federal and Missouri income tax purposes retroactive to the date of issuance of the Bonds. The Bond Resolution does not provide for the payment of any additional interest, redemption premium or penalty if the interest on the Bonds becomes included in gross income for federal and Missouri income tax purposes. See the section captioned **“TAX MATTERS”** in this Official Statement.

The Internal Revenue Service (the **“IRS”**) has established an ongoing program to audit tax-exempt obligations to determine whether interest on such obligations should be included in gross income for federal income tax purposes. Owners of the Bonds are advised that, if an audit of the Bonds were commenced, the IRS, in accordance with its current published procedures, is likely to treat the District as the taxpayer, and the owners of the Bonds may not have a right to participate in such audit. Public awareness of any audit could adversely affect the market value and liquidity of the Bonds during the pendency of the audit, regardless of the ultimate outcome of the audit.

Defeasance Risks

When all Bonds are deemed paid and discharged as provided in the Bond Resolution, the requirements contained in the Bond Resolution and the pledge of the District’s faith and credit thereunder and all other rights granted thereby will terminate with respect to the Bonds or scheduled interest payments thereon so paid and discharged. Bonds or scheduled interest payments thereon shall be deemed to have been paid and discharged within the meaning of the Bond Resolution if there has been deposited with the Paying Agent, or other commercial bank or trust company moneys and/or Defeasance Obligations that, together with the interest to be earned on any such Defeasance Obligations, will be sufficient for the payment of the Bonds to the Stated Maturity or prior Redemption Date for the Bonds. There is no legal requirement in the Bond Resolution that Defeasance Obligations be rated in the highest rating category by any rating agency. Prices of municipal securities in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets, and that could include the rating of Bonds defeased with Defeasance Obligations to the extent the Defeasance Obligations have a change or downgrade in rating.

Cybersecurity Risks

The District relies on its information systems to provide security for processing, transmission and storage of confidential personal, health-related, credit and other information. It is possible that the District’s security measures will not prevent improper or unauthorized access or disclosure of personally identifiable information resulting from cyber-attacks. Security breaches, including electronic break-ins, computer viruses, attacks by hackers and similar breaches can create disruptions or shutdowns of the District and the services it provides, or the unauthorized disclosure of confidential personal, health-related, credit and other information. If personal or otherwise protected information is improperly accessed, tampered with or distributed, the District may incur significant costs to remediate possible injury to the affected persons, and the District may be subject to sanctions and civil penalties if it is found to be in violation of federal or state laws or regulations. Any failure to maintain proper functionality and security of information systems could interrupt the District’s operations, delay receipt of revenues, damage its reputation, subject it to liability claims or regulatory penalties and could have a material adverse effect on its operations, financial condition and results of operations.

Senior Property Tax Credit Program

In 2024, the Missouri General Assembly passed Senate Bill 756 (further amending Section 137.1050 of the Revised Statutes of the State of Missouri, as amended, originally enacted by the Missouri General Assembly in 2023 by Senate Bill 190), which authorizes counties to grant property tax credits to residential property owners who have attained the age of 62 years or older equal to the difference between the real property tax liability on the homestead in the current year minus the real property tax liability on such homestead in the year in which the taxpayer became eligible to receive the tax credit (the “**Senior Property Tax Credit Program**”). Implementation of the Senior Property Tax Credit Program requires either adoption of an ordinance by the county or an initiative petition and voter approval process. Property tax bills within counties that participate in the Senior Property Tax Credit Program will reflect the tax credit on property tax bills for eligible taxpayers, thereby reducing the amount of property taxes that the eligible taxpayer would otherwise pay.

In November 2023, the County Commission of Clay County, Missouri (“**Clay County**”), passed an ordinance formally implementing the Senior Property Tax Credit Program in Clay County, and it will become effective in Clay County for the current calendar year 2025 property tax cycle. Additionally, the County Commission of Platte County, Missouri (“**Platte County**”), passed an ordinance formally implementing the Senior Property Tax Credit Program in Platte County, and it will become effective in Platte County for the current calendar year 2025 property tax cycle.

The potential financial impact of the Senior Property Tax Credit Program on the District implemented by Clay County and Platte County is not yet ascertainable. If the District’s property tax revenues are reduced in a given year as a result of the Senior Property Tax Credit Program implemented in Clay County and Platte County, there will be less property tax revenues available to pay principal of and interest on the Bonds and the District’s other outstanding general obligation bonds. In addition, the District is permitted to retain in its Debt Service Fund up to one year’s debt service payments and can increase the debt service levy for future years to address the potential decrease from implementation of the Senior Property Tax Credit Program and to ensure continued payment of the principal of and interest on the Bonds and the District’s other outstanding general obligation bonds. See also the section captioned “**PROPERTY TAX INFORMATION CONCERNING THE DISTRICT**” in *Appendix A* to this Official Statement.

LEGAL MATTERS

Legal Proceedings

As of the date hereof, there is no controversy, suit or other proceeding of any kind pending or threatened wherein or whereby any question is raised or may be raised, questioning, disputing or affecting in any way the legal organization of the District or its boundaries, or the right or title of any of its officers to their respective offices, or the legality of any official act in connection with the authorization, issuance and sale of the Bonds, or the constitutionality or validity of the Bonds or any of the proceedings had in relation to the authorization, issuance or sale thereof, or the levy and collection of a tax to pay the principal and interest thereof, or which might affect the District’s ability to meet its obligations to pay the Bonds.

Approval of Legality

Legal matters incident to the authorization, issuance and sale of the Bonds are subject to the approving legal opinion of Gilmore & Bell, P.C., Kansas City, Missouri, as bond counsel to the District (“**Bond Counsel**”), whose approving opinion will be available at the time of delivery of the Bonds. Gilmore & Bell, P.C., will also pass upon certain legal matters relating to this Official Statement, as disclosure counsel to the District.

The legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. By rendering

a legal opinion, the opinion giver does not become an insurer or guarantor of that expression of professional judgment, of the transactions opined upon or of the future performance of parties to such transaction, and the rendering of an opinion does not guarantee the outcome of any legal dispute that may arise out of the transaction.

BOND RATING

S&P has assigned the Bonds the rating shown on the cover page of this Official Statement based on S&P's evaluation of the creditworthiness of the District.

The District has furnished S&P with certain information and materials relating to the Bonds and the District that have not been included in this Official Statement. Generally, rating agencies base their ratings on the information and materials so furnished and on investigations, studies and assumptions made by the rating agencies. There is no assurance that a particular rating will be maintained for any given period of time or that it will not be lowered or withdrawn entirely if, in the judgment of the rating agency originally establishing such rating, circumstances so warrant. Neither the Underwriter nor the District has undertaken any responsibility to bring to the attention of the holders of the Bonds any proposed revision or withdrawal of the rating of the Bonds or to oppose any such proposed revision or withdrawal. Any such revision or withdrawal of the rating could have an adverse effect on the market price and marketability of the Bonds. Pursuant to the Continuing Disclosure Undertaking, the District is required to bring to the attention of the holders of the Bonds any change of the rating of the Bonds but has not undertaken any responsibility to oppose any such change. See the **“FORM OF CONTINUING DISCLOSURE UNDERTAKING”** attached as *Appendix C* to this Official Statement.

TAX MATTERS

The following is a summary of the material federal and State of Missouri income tax consequences of holding and disposing of the Bonds. This summary is based upon laws, regulations, rulings and judicial decisions now in effect, all of which are subject to change (possibly on a retroactive basis). This summary does not discuss all aspects of federal income taxation that may be relevant to investors in light of their personal investment circumstances or describe the tax consequences to certain types of owners subject to special treatment under the federal income tax laws (for example, dealers in securities or other persons who do not hold the Bonds as a capital asset, tax-exempt organizations, individual retirement accounts and other tax deferred accounts, and foreign taxpayers), and, except for the income tax laws of the State of Missouri, does not discuss the consequences to an owner under any state, local or foreign tax laws. The summary does not deal with the tax treatment of persons who purchase the Bonds in the secondary market. Prospective investors are advised to consult their own tax advisors regarding federal, state, local and other tax considerations of holding and disposing of the Bonds.

Opinion of Bond Counsel

In the opinion of Gilmore & Bell, P.C., Bond Counsel to the District, under the law existing as of the issue date of the Bonds:

Federal and State of Missouri Tax Exemption. The interest on the Bonds (including any original issue discount properly allocable to an owner thereof) is excludable from gross income for federal income tax purposes and is exempt from income taxation by the State of Missouri.

Alternative Minimum Tax. The interest on the Bonds is not an item of tax preference for purposes of computing the federal alternative minimum tax.

No Bank Qualification. The Bonds have not been designated as “qualified tax-exempt obligations” within the meaning of Section 265(b)(3) of the Code.

Bond Counsel's opinions are provided as of the date of the original issue of the Bonds, subject to the condition that the District comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes. The District has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause the inclusion of interest on the Bonds in gross income for federal and State of Missouri income tax purposes retroactive to the date of issuance of the Bonds. Bond Counsel is expressing no opinion regarding other federal, state or local tax consequences arising with respect to the Bonds, but has reviewed the discussion under the heading "TAX MATTERS."

Other Tax Consequences

Original Issue Discount. For federal income tax purposes, original issue discount is the excess of the stated redemption price at maturity of a Bond over its issue price. The stated redemption price at maturity of a Bond is the sum of all payments on the Bond other than "qualified stated interest" (*i.e.*, interest unconditionally payable at least annually at a single fixed rate). The issue price of a Bond is generally the first price at which a substantial amount of the Bonds of that maturity have been sold to the public. Under Section 1288 of the Code, original issue discount on tax-exempt bonds accrues on a compound basis. The amount of original issue discount that accrues to an owner of a Bond during any accrual period generally equals (1) the issue price of that Bond, plus the amount of original issue discount accrued in all prior accrual periods, multiplied by (2) the yield to maturity on that Bond (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period), minus (3) any interest payable on that Bond during that accrual period. The amount of original issue discount accrued in a particular accrual period will be considered to be received ratably on each day of the accrual period, will be excludable from gross income for federal income tax purposes, and will increase the owner's tax basis in that Bond. Prospective investors should consult their own tax advisors concerning the calculation and accrual of original issue discount.

Original Issue Premium. For federal income tax purposes, premium is the excess of the issue price of a Bond over its stated redemption price at maturity. The stated redemption price at maturity of a Bond is the sum of all payments on the Bond other than "qualified stated interest" (*i.e.*, interest unconditionally payable at least annually at a single fixed rate). The issue price of a Bond is generally the first price at which a substantial amount of the Bonds of that maturity have been sold to the public. Under Section 171 of the Code, premium on tax-exempt bonds amortizes over the term of the Bond using constant yield principles, based on the purchaser's yield to maturity. As premium is amortized, the owner's basis in the Bond and the amount of tax-exempt interest received will be reduced by the amount of amortizable premium properly allocable to the owner, which will result in an increase in the gain (or decrease in the loss) to be recognized for federal income tax purposes on sale or disposition of the Bond prior to its maturity. Even though the owner's basis is reduced, no federal income tax deduction is allowed. Prospective investors should consult their own tax advisors concerning the calculation and accrual of bond premium.

Sale, Exchange or Retirement of Bonds. Upon the sale, exchange or retirement (including redemption) of a Bond, an owner of the Bond generally will recognize gain or loss in an amount equal to the difference between the amount of cash and the fair market value of any property received on the sale, exchange or retirement of the Bond (other than in respect of accrued and unpaid interest) and such owner's adjusted tax basis in the Bond. To the extent a Bond is held as a capital asset, such gain or loss will be capital gain or loss and will be long-term capital gain or loss if the Bond has been held for more than 12 months at the time of sale, exchange or retirement.

Reporting Requirements. In general, information reporting requirements will apply to certain payments of principal, interest and premium paid on the Bonds, and to the proceeds paid on the sale of the Bonds, other than certain exempt recipients (such as corporations and foreign entities). A backup withholding tax will apply to such payments if the owner fails to provide a taxpayer identification number or certification of foreign or

other exempt status or fails to report in full dividend and interest income. The amount of any backup withholding from a payment to an owner will be allowed as a credit against the owner's federal income tax liability.

Collateral Federal Income Tax Consequences. Prospective purchasers of the Bonds should be aware that ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, certain applicable corporations subject to the corporate alternative minimum tax, financial institutions, property and casualty insurance companies, individual recipients of Social Security or Railroad Retirement benefits, certain S corporations with "excess net passive income," foreign corporations subject to the branch profits tax, life insurance companies, and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry or have paid or incurred certain expenses allocable to the Bonds. Bond Counsel expresses no opinion regarding these tax consequences. Purchasers of Bonds should consult their tax advisors as to the applicability of these tax consequences and other federal income tax consequences of the purchase, ownership and disposition of the Bonds, including the possible application of state, local, foreign and other tax laws.

Bond Counsel notes that interest on the Bonds may be included in adjusted financial statement income of applicable corporations for purposes of determining the applicability and amount of the federal corporate alternative minimum tax.

CONTINUING DISCLOSURE UNDERTAKING

Pursuant to the Continuing Disclosure Undertaking to be entered into by the District in accordance with Rule 15c2-12 of the Securities and Exchange Commission (the "**Rule**"), the District has agreed to provide to the Municipal Securities Rulemaking Board (the "**MSRB**"), *via* the EMMA system, not later than **December 31st** after the end of each fiscal year, commencing with the fiscal year ending June 30, 2025, (1) the audited financial statements of the District for that fiscal year and (2) certain operating data of the District (the "**Annual Report**"). The financial statements of the District are audited by the District's independent certified public accountants. The District has also agreed to provide prompt notice of the occurrence of certain enumerated events with respect to the Bonds. See "**FORM OF CONTINUING DISCLOSURE UNDERTAKING**" attached as *Appendix C* hereto.

The District has previously entered into similar undertakings under the Rule, and the District believes it has complied in all material respects during the past five years with its prior undertakings under the Rule.

MISCELLANEOUS

Underwriting

Raymond James & Associates, Inc., Leawood, Kansas (the "**Underwriter**"), has agreed to purchase the Bonds at a price of \$_____ (which is equal to the aggregate original principal amount of the Bonds, plus a[n] [net] original issue premium of \$_____, less an underwriting discount of \$_____). The Underwriter is purchasing the Bonds for resale in the normal course of the Underwriter's business activities. The Underwriter reserves the right to offer any of the Bonds to one or more purchasers on such terms and conditions and at such price or prices as the Underwriter, in its discretion, shall determine.

[Remainder of this page intentionally left blank.]

Certain Relationships

Gilmore & Bell, P.C., as Bond Counsel to the District, has represented the Underwriter and the Paying Agent in transactions unrelated to the issuance of the Bonds, but is not representing either the Underwriter or the Paying Agent in connection with the issuance of the Bonds.

Certification and Other Matters Regarding Official Statement

Information set forth in this Official Statement has been furnished or reviewed by certain officials of the District, certified public accountants, and other sources, as referred to herein, which are believed to be reliable. Any statements made in this Official Statement involving matters of opinion, estimates or projections, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates or projections will be realized. The descriptions contained in this Official Statement of the Bonds and the Bond Resolution do not purport to be complete and are qualified in their entirety by reference thereto.

The form of this Official Statement, and its distribution and use by the Underwriter, has been approved by the District. Neither the District nor any of its officers, directors or employees, in either their official or personal capacities, has made any warranties, representations or guarantees regarding the financial condition of the District or the District's ability to make payments required of it; and further, neither the District nor its officers, directors or employees assumes any duties, responsibilities or obligations in relation to the issuance of the Bonds other than those either expressly or by fair implication imposed on the District by the Bond Resolution.

[Remainder of this page intentionally left blank.]

Additional Information

Additional information regarding the District or the Bonds may be obtained from the District, Platte County R-III School District, 998 Platte Falls Road, Platte City, Missouri 64079, (816) 858-5420, Attn: Superintendent, or from the Underwriter, Raymond James & Associates, Inc., 11551 Ash Street, Suite 250, Leawood, Kansas 66211, Attn: Dr. Michael Reik (email: Mike.Reik@RaymondJames.com; phone: 913-374-3348).

PLATTE COUNTY R-III SCHOOL DISTRICT

By: _____
President of the Board of Education

APPENDIX A

**PLATTE COUNTY R-III SCHOOL DISTRICT
PLATTE COUNTY, MISSOURI**

GENERAL, ECONOMIC AND FINANCIAL INFORMATION

(THIS PAGE LEFT BLANK INTENTIONALLY)

APPENDIX A

PLATTE COUNTY R-III SCHOOL DISTRICT PLATTE COUNTY, MISSOURI

GENERAL, ECONOMIC AND FINANCIAL INFORMATION

TABLE OF CONTENTS

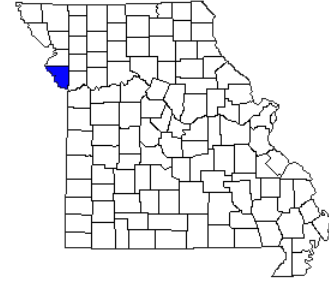
	<u>Page A-</u>
GENERAL INFORMATION CONCERNING THE DISTRICT	1
General Description	1
Government and Organization.....	1
History of Enrollment	3
Other District Statistics	3
School Accreditation.....	3
ECONOMIC INFORMATION CONCERNING THE DISTRICT	4
Employment	4
Medical and Recreational Facilities.....	5
Municipal Services and Utilities.....	5
Transportation Facilities and Communications Facilities.....	5
Income and Home Values.....	5
DEBT STRUCTURE OF THE DISTRICT	7
Overview	7
Current Long-Term General Obligation Indebtedness	8
History of General Obligation Indebtedness	8
Debt Service Requirements.....	9
Overlapping or Underlying Indebtedness.....	10
Legal Debt Capacity.....	11
Other Obligations of the District.....	12
Future Borrowing Plans	15
FINANCIAL INFORMATION CONCERNING THE DISTRICT	15
Accounting, Budgeting and Auditing Procedures.....	15
Sources of Revenue.....	16
Revenues Received From Federal COVID-19 Legislation	17
Local Revenue.....	17
County Revenue	18
State Revenue.....	18
Federal Revenue.....	21
Fund Balances Summary	23
Risk Management.....	24
Employee Retirement and Pension Plans	24
Employee Relations	27
PROPERTY TAX INFORMATION CONCERNING THE DISTRICT	27
Property Valuations.....	27
Property Tax Levies and Collections.....	29
Tax Abatement and Tax Increment Financing	30
Tax Rates.....	30
History of Tax Levies.....	32
Tax Collection Record	32
Major Property Taxpayers	33

(THIS PAGE LEFT BLANK INTENTIONALLY)

GENERAL INFORMATION CONCERNING THE DISTRICT

General Description

The Platte County R-III School District (the “**District**”) is located in northern part of the Kansas City, Missouri metropolitan area and encompasses approximately 110 square miles, the majority of which is located in central Platte County, Missouri (“**Platte County**”) (Platte County is highlighted on map at right) with a small portion in southwest Clay County, Missouri (“**Clay County**”). The District includes all of the City of Platte City, Missouri (“**Platte City**”), which located about 20 miles north of downtown area of the City of Kansas City, Missouri, and considerable surrounding areas of Platte County. The District contains a portion of the City of Kansas City, Missouri, and a major portion (two of the three commercial airline terminals) of the Kansas City International Airport (“**KCI Airport**”). The City of Ferrelview, Missouri, and the City of Tracy, Missouri, are also located within the District.



The following table shows population figures for the District, Platte City, Clay County, Platte County and the State of Missouri from the last four decennial censuses and the latest available estimate.

	<u>1990</u>	<u>2000</u>	<u>2010</u>	<u>2020</u>	<u>2024</u>
District	8,788	13,347	22,548	27,892	29,148 ⁽¹⁾
Platte City	2,947	3,866	4,691	4,784	4,793 ⁽²⁾
Clay County	153,411	184,006	221,939	253,335	263,370
Platte County	57,867	73,781	89,322	106,718	113,207
State of Missouri	5,117,073	5,595,211	5,988,927	6,154,913	6,245,466

Source: U.S. Census Bureau.

(1) U.S. Census Bureau – Small Area Income and Poverty Estimate 2023

(2) U.S. Census Bureau – American Community Survey 5-year estimate (2019-2023)

Government and Organization

The District was formed as a reorganized school district pursuant to Chapter 162 of the Revised Statutes of Missouri. The District is governed by a seven-member Board of Education (the “**Board**” or “**Board of Education**”). The members of the Board are elected by the voters of the District for three-year staggered terms with two or three members being elected each year. All Board members are elected at-large and serve without compensation. The Board is responsible for all policy decisions. The President of the Board is elected by the Board from among its members for a term of one year and has no regular administrative duties. The Secretary and Treasurer are appointed by the Board and are not members of the Board.

The current members and officers of the Board of Education of the District are as follows:

<u>Name</u>	<u>Office</u>	<u>First Elected</u>	<u>Current Term Began</u>	<u>Current Term Expires</u>
Shawn Chiddix	President and Member	April 2022	April 2025	April 2028
Tyler Fadler	Vice President and Member	April 2023	April 2023	April 2026
Sharon Sherwood	Member	April 2008	April 2023	April 2026
Karen Bryant	Member	April 2021	April 2024	April 2027
Amy MacCuish	Member	April 2018 ⁽¹⁾	April 2023	April 2026
Matt Craine	Member	April 2024	April 2024	April 2027
Alisha Elliott	Member	April 2019 ⁽²⁾	April 2025	April 2028

⁽¹⁾ Amy MacCuish served on the Board from 2018-2021 before being re-elected in 2023.

⁽²⁾ Alisha Elliott served on the Board from 2019-2022 before being re-elected in 2025.

The Board has appointed Danielle Nickell to serve as the Secretary of the Board and Brian Noller, as the Executive Director of Business Services for the District, to serve as Treasurer of the Board. The Board of Education appoints the Superintendent of Schools who is the Chief Administrative Officer of the District responsible for carrying out the policies set by the Board. The administrative staff is appointed by the Board of Education upon recommendation by the Superintendent.

Superintendent of the District - Dr. Jay Harris (retiring effective June 30, 2026). Dr. Jay Harris began his employment with the District in 2016 as Executive Director of Operations. Beginning with the 2022-2023 school year, Dr. Harris became the District's superintendent of schools. Prior to joining the District, Dr. Harris spent 16 years in the Raymore-Peculiar School District, serving as High School Assistant Principal and Director of Support Services, before 10 years as the Assistant Superintendent of Administrative Services. He was also an Assistant Principal and Activities Director at Harrisonville High School, after starting his public education career teaching social studies, coaching multiple activities, and facilitating at-risk services in Topeka, Kansas, and Harrisonville, Missouri. Dr. Harris received his Bachelor of Science in education from Baker University and later earned a master's degree in secondary school administration, an education specialist degree in school administration/superintendency, and a doctorate in education in school district leadership.

Dr. Harris will be retiring from the District effective June 30, 2026. The District has appointed Dr. Drew White, the District's Deputy Superintendent for the current fiscal year ending June 30, 2025, to serve as the District's new Superintendent effective July 1, 2026 (beginning of the District's fiscal year ending June 30, 2027).

Deputy Superintendent - Dr. Drew White (appointed Superintendent effective July 1, 2026). Dr. Drew White began his employment as Deputy Superintendent with the District on July 1, 2023, following the retirement of Assistant Superintendents Dr. Rob Gardner and Dr. Mike Brown and the District's leadership restructuring. Dr. White started his career in the Blue Springs School District as a teacher at the Blue Springs Freshman Center and a football coach at Blue Springs High School. Dr. White then moved to the North Kansas City School District in 2015 as the AVID Coordinator at Staley High School. He started his career in administration as the assistant principal for Winnetonka High School. In 2019, Dr. White became the associate principal for North Kansas City High School, serving in this capacity for a one-year transition before assuming the role of building principal.

Dr. White earned his bachelor's degree in secondary education from William Jewell College and continued his education by earning a Master of Education from the University of Missouri, and an education specialist degree from William Woods University. In 2018, Dr. White graduated from William Woods with his Doctorate in Education in educational leadership.

Dr. White has been appointed as the new Superintendent for the District, and will assume the Superintendent position effective July 1, 2026, following the retirement of Dr. Jay Harris on June 30, 2026.

As of May 1, 2025, the District had 706 full-time employees, including 35 administrative personnel, 362 certificated staff, and 309 non-certified support personnel including teacher’s aids, teacher’s assistants and other support staff.

Educational Facilities

The District operates the schools reflected in the table below.

<u>Name of School</u>	<u>Grades Served</u>
Great Beginnings Early Childhood	Pre K
Pathfinder Elementary	Pre K - 5th
Compass Elementary	Pre K - 5th
Siegrist Elementary	Pre K - 5th
Barry School	5th - 8th
Platte City Middle School	6th - 8th
Platte Purchase Middle School	6th - 8th
Platte County High School	9th - 12th
Northland Career Center	9th - 12th

Source: The District.

History of Enrollment

The following table shows the total Kindergarten through 12th grade student enrollment in the District as of the last Wednesday in September, for each of the last four school years and the current school year.

<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>
4,205	4,214	4,210	4,265	4,349

Source: Missouri Department of Elementary and Secondary Education.

Other District Statistics

The following table shows additional information about the District compiled by the Missouri Department of Elementary and Secondary Education (“DESE”) for the last five completed fiscal years for which data is available (fiscal years ended June 30, 2020, through June 30, 2024).

	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>
Average Daily Attendance (ADA)	4,053	3,801	3,897	3,895	3,915
Proportional Rate of Attendance ⁽¹⁾	87.4%	86.7%	81.6%	76.5%	77.8%
Students per Teacher	15	13	13	13	13
Students per Classroom Teacher	18	16	17	16	16

Source: Missouri Department of Elementary and Secondary Education.

⁽¹⁾ Reflects the overall percentage of District students who had an individual attendance rate of 90% or higher.

School Accreditation

DESE administers the Missouri School Improvement Program (“MSIP”), the state’s school accountability system for reviewing and accrediting public school districts in Missouri. Since MSIP was established in 1990, five review cycles have been completed, each cycle lasting from five to six years. The sixth cycle, referred to as MSIP 6 began during the 2020-2021 school year.

The District is “accredited” under DESE’s MSIP system. The MSIP classification is not a bond or debt rating but is solely an evaluation made by DESE.

ECONOMIC INFORMATION CONCERNING THE DISTRICT

Employment

Major Area Employers. The District is located within the Kansas City metropolitan statistical area (the “**Kansas City MSA**”) and employment opportunities for residents of the District are available throughout the Kansas City MSA. Listed below are the major employers located in the Kansas City MSA.

<u>Employers</u>	<u>Product/Service</u>	<u>Approximate Number Employed (FTE)</u>
Federal Government	Government	38,400
The University of Kansas Health System	Health care	14,763
HCA Midwest Health	Health care	10,051
Saint Luke’s Health System	Health care	9,976
Ford Kansas City Assembly Plant	Manufacturing	9,021
Children’s Mercy Hospital	Health care	7,687
Honeywell Federal Mfg & Tech	Engineering, manufacturing	6,637
Oracle Cerner	Health care information systems	6,400
Amazon	Retail, distribution	6,000
Burns & McDonnell	Engineering, architecture, construction	5,200

Source: Kansas City Business Journal 2024-25 Book of Lists: “Private Sector Employers” as of June 2024 and “Public-Sector Employers” as of December 2024. Information on The List was obtained through Kansas City Business Journal research or supplied by individual organizations through questionnaires that KCBJ could not independently verify.

Employment Data. The following tables set forth unofficial average annual employment figures for Platte County and Clay County for the years indicated:

<u>Platte County</u>				
<u>Average for Year</u>	<u>Total Labor Force</u>	<u>Employed</u>	<u>Unemployed</u>	<u>Unemployment Rate</u>
2025 ⁽¹⁾	61,612	59,337	2,275	3.7%
2024	61,682	59,720	1,962	3.2
2023	60,678	59,116	1,562	2.6
2022	59,554	58,204	1,350	2.3
2021	59,022	56,748	2,274	3.9

<u>Clay County</u>				
<u>Average for Year</u>	<u>Total Labor Force</u>	<u>Employed</u>	<u>Unemployed</u>	<u>Unemployment Rate</u>
2025 ⁽¹⁾	142,876	136,975	5,901	4.2%
2024	142,322	137,742	4,580	3.2
2023	140,139	136,342	3,797	2.7
2022	137,802	134,241	3,561	2.6
2021	137,274	130,854	6,420	4.7

Source: Missouri Economic Research and Information Center (Local Area Unemployment Statistics).

⁽¹⁾ Average of January through February 2025.

Medical and Recreational Facilities

There are many general practitioners and specialists who provide medical care in the area served by the District. District residents have access to all the medical and health facilities in metropolitan Kansas City. These include Spelman-St. Luke's Hospital and North Kansas City Hospital which are located nearby.

Within easy access of the District are many recreational facilities including several state lakes and parks where there is swimming, fishing, boating, camping, hiking, horseback riding trails, and other recreational activities.

Municipal Services and Utilities

There are four electric utilities authorized to provide service to selected areas of Platte County. They are Evergy (formally Kansas City Power & Light) and Platte-Clay Electric Cooperative, Inc.

Natural gas is supplied by Spire Missouri, Inc. and Empire District (a Liberty Utilities Company). Water is supplied by municipal governments, special water districts or by private utility.

Transportation and Communications Facilities

A wide range of efficient transportation sources, including air, rail and trucking is available to companies located in Platte County. KCI Airport is served by 11 airlines offering more than 400 departures and arrivals each day. Major cities on both coasts can be reached from the Kansas City metropolitan area in 3 1/2 hours or less of flight time. The Kansas City metropolitan area is the second largest rail center in the United States, with over 300 train movements daily. Platte County is served by Burlington Northern Santa Fe Railway which provides freight delivery within one to four days to most major U.S. cities.

Telephone, internet communication services are available from a wide range of firms. Local telephone and internet services is primarily provided by AT&T and CenturyLink.

Platte County's highway network includes six state highways, three federal highways and three interstate highways. Interstate 29 is the area's north-south corridor and Interstate 435 and Interstate 635 are linkages in an interstate network that circles the metro area. The interstate highways in the County provide easy access to Interstate 35 and Interstate 70 on the east and south. Interstate 435 west of KCI provides quick access to Johnson and Wyandotte Counties, two of the area's largest counties in Kansas.

Income and Home Values

The following tables show the latest available per capita income, median household income and median value of owner-occupied housing units in the District, the Platte City, Platte County, Clay County and the State of Missouri:

	Per Capita Income (2019-2023 5-year estimate)	Median Household Income (2019-2023 5-year estimate)
District	\$46,372	\$84,953
Platte City	32,062	65,132
Platte County	49,273	95,748
Clay County	42,336	86,150
State of Missouri	38,497	68,920

Source: Missouri Census Data Center, American Community Survey, 5-year estimates (2019-2023).

Median Housing Value of Owner-Occupied Housing Units
(2019-2023 5-year estimate)

District	\$327,600
Platte City	195,000
Platte County	317,600
Clay County	256,400
State of Missouri	215,600

Source: Missouri Census Data Center, American Community Survey, 5-year estimates (2019-2023).

[Remainder of this page intentionally left blank.]

DEBT STRUCTURE OF THE DISTRICT

Overview

The following table summarizes certain financial information concerning the District as of the date of issuance of the Bonds (June [], 2025). This information should be reviewed in conjunction with the other information contained in this section and the audited financial statements of the District for fiscal year ended June 30, 2024, in *Appendix B* to this Official Statement.

2024 Assessed Valuation ⁽¹⁾	\$812,183,723
2024 Estimated Actual Valuation ⁽²⁾	\$3,668,280,155
Outstanding General Obligation Bonds (“ Direct Debt ”) ⁽³⁾	\$137,880,000*
Capital Lease Obligations (“ Leases ”) ⁽⁴⁾	\$23,692,753
Total Direct Debt and Leases	\$161,572,753*
Estimated Population (as of July 2023)	29,148
Per Capita Direct Debt	\$4,730.34*
Ratio of Direct Debt to Assessed Valuation	16.98%*
Ratio of Direct Debt to Estimated Actual Valuation	3.76%*
Ratio of Direct Debt and Leases to Assessed Valuation	19.89%*
Ratio of Direct Debt and Leases to Estimated Actual Valuation	4.40%*
Overlapping and Underlying General Obligation Debt (“ Indirect Debt ”) ⁽⁵⁾	\$19,675,806
Total Direct Debt, Leases and Indirect Debt	\$181,248,559*
Per Capita Direct Debt, Leases and Indirect Debt	\$6,218.22*
Ratio of Direct Debt, Leases and Indirect Debt to Assessed Valuation	22.32%*
Ratio of Direct Debt, Leases and Indirect Debt to Estimated Valuation	4.94%*

- (1) Includes 2024 real and personal property valuations as provided by County Clerks of Platte County and Clay County, but excludes assessed valuation in the amount of \$28,411,390 attributable to the incremental increase in assessed valuation over the established assessed valuation base within TIF Redevelopment Areas (defined herein) located within the District and excludes assessed valuations attributable to state assessed railroad and utility property. For further details, see the caption “**PROPERTY TAX INFORMATION CONCERNING THE DISTRICT**” in this *Appendix A*.
- (2) Estimated actual valuation is calculated by dividing different classes of property by their corresponding assessment ratios. For a detail of these different classes and ratios, see the caption “**PROPERTY TAX INFORMATION CONCERNING THE DISTRICT**” in this *Appendix A*.
- (3) Reflects the outstanding principal amount of all the District’s general obligation bonds as of the date of issuance of the Bonds (June [], 2025), which includes (a) the aggregate principal amount of the Bonds (\$62,000,000*) and (b) the aggregate principal amount of the District’s other outstanding general obligation bonds (\$75,880,000*).
- (4) Reflects the outstanding principal amount of all the District’s capital lease obligations payable as of the date of issuance of the Bonds (June [], 2025), see the caption “**DEBT STRUCTURE OF THE DISTRICT – Other Obligations of the District**” in this *Appendix A*.
- (5) For further details, see the caption “**DEBT STRUCTURE OF THE DISTRICT – Overlapping or Underlying Indebtedness**” in this *Appendix A*.

* Preliminary, subject to change.

Current Long-Term General Obligation Indebtedness

The following table sets forth the outstanding principal amount of all of the District's general obligation bonds, including the Bonds, as of the date of issuance of the Bonds (June [], 2025).

<u>Category of Indebtedness</u>	<u>Date of Bonds</u>	<u>Principal Amount Originally Issued</u>	<u>Principal Amount Outstanding</u>
General Obligation School Building Bonds, Series 2021	6/29/2021	\$73,000,000	\$73,000,000
General Obligation School Refunding Bonds, Series 2024	02/29/2024	8,245,000	2,880,000
General Obligation School Building Bonds, Series 2025	06/[]/2025	62,000,000*	62,000,000*
	Total		\$137,880,000*

History of General Obligation Indebtedness

The following table sets forth the outstanding principal amount of general obligation bonds of the District for each of the last five fiscal years, excluding the principal amount of general obligation bonds that had been refunded or defeased by the District.

<u>As of June 30</u>	<u>Total Outstanding Debt⁽¹⁾</u>	<u>Debt as % of Assessed Value⁽²⁾</u>
2024	\$81,245,000	10.25%
2023	93,420,000	13.15
2022	97,570,000	14.35
2021	101,445,000	16.87
2020	34,595,000	5.93

⁽¹⁾ Does not include the amount in the District's Debt Service Fund available to pay principal on bonds which may be taken into account in determining the principal of the District's general obligation bonds outstanding for debt limitation purposes. For more information, see the caption "**DEBT STRUCTURE OF THE DISTRICT - Legal Debt Capacity**" in this *Appendix A*.

⁽²⁾ The District's assessed valuation used to calculate "Debt as % of Assessed Value" is the District's assessed valuation as adjusted through December 31 of the calendar year prior to the fiscal year shown, which excludes state assessed railroad and utility property and the incremental increase in assessed valuation over the established assessed valuation base within TIF Redevelopment Areas located within the District. If state assessed railroad and utility property and the incremental increase in the assessed value of property within TIF Redevelopment Areas were taken into account, the debt as a percentage of total assessed valuation would be lower than the percentages shown. For more information, see the caption "**DEBT STRUCTURE OF THE DISTRICT - Legal Debt Capacity**" in this *Appendix A*.

The District has never defaulted on the payment of any of its debt obligations.

* Preliminary, subject to change.

Debt Service Requirements

The following schedule shows the yearly principal and interest requirements for all outstanding general obligation bonds of the District, including the Bonds being offered.

Fiscal Year	All Outstanding Bonds		Series 2025 Bonds		Total
Ended	Principal	Interest	Principal*	Interest	Outstanding
<u>June 30</u>					
2026	\$415,000.00	\$3,899,200.00	\$3,490,000.00		
2027	655,000.00	3,882,600.00	3,485,000.00		
2028	1,245,000.00	3,856,400.00	3,140,000.00		
2029	565,000.00	3,806,600.00	4,085,000.00		
2030	4,000,000.00	3,784,000.00	915,000.00		
2031	4,800,000.00	3,584,000.00	375,000.00		
2032	5,100,000.00	3,344,000.00	345,000.00		
2033	5,500,000.00	3,089,000.00	230,000.00		
2034	5,700,000.00	2,814,000.00	335,000.00		
2035	6,000,000.00	2,514,750.00	365,000.00		
2036	6,200,000.00	2,199,750.00	510,000.00		
2037	6,500,000.00	1,874,250.00	580,000.00		
2038	6,700,000.00	1,533,000.00	765,000.00		
2039	7,000,000.00	1,181,250.00	880,000.00		
2040	7,500,000.00	813,750.00	810,000.00		
2041	8,000,000.00	420,000.00	770,000.00		
2042	--	--	9,290,000.00		
2043	--	--	9,890,000.00		
2044	--	--	10,530,000.00		
2045	--	--	11,210,000.00		
TOTAL	\$75,880,000.00	\$42,596,550.00	\$62,000,000.00*		

[Remainder of this page intentionally left blank.]

* Preliminary, subject to change.

Overlapping or Underlying Indebtedness

The following table sets forth overlapping and underlying general obligation indebtedness of political subdivisions with boundaries overlapping the District or lying within the District as of May 1, 2025, and the percent attributable (on the basis of assessed valuation figures for calendar year 2024) to the District. The table was compiled from publicly available information furnished by the jurisdictions responsible for the debt, and the District has not independently verified the accuracy or completeness of such information. Furthermore, political subdivisions may have ongoing programs requiring the issuance of substantial additional bonds or other long-term obligations such as leases, the amounts of which may be unknown to the District at this time and are not included below.

<u>Jurisdiction</u>	<u>Outstanding General Obligation Bonds</u>	<u>Approx. Percent Attributable to the District</u>	<u>Approx. Amount Attributable to the District</u>
City of Platte City	\$7,020,000	100.00%	\$7,020,000
City of Kansas City	487,510,000	2.58%	12,577,758
Southern Platte Co. Fire Prot. Dist.	2,880,000	2.71%	78,048
	Total		\$19,675,806

Source: State Auditor of Missouri – Bond Registration Reports; most recent information available from the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access system for each jurisdiction listed; State Auditor of Missouri – Property Tax Rates Reports for calendar year ended December 31, 2024.

[Remainder of this page intentionally left blank.]

Legal Debt Capacity

Under Article VI, Section 26(b) of the Constitution of Missouri, the District may incur indebtedness for authorized school district purposes not to exceed 15% of the valuation of taxable tangible property in the District according to the last completed assessment upon the approval of four-sevenths of the qualified voters in the District voting on the proposition at any municipal, primary or general election or two-thirds voter approval on any other election date.

The legal debt limitation and debt margin of the District as of April 8, 2025, which is the date the election was held in the District at which the required majority of the qualified voters approved the issuance of the Bonds, was as follows:

Legal Debt Limitation and Debt Margin

Constitutional Debt Limitation under Article VI, Section 26(b) (<i>equal to 15% of 2024 assessed valuation \$840,595,113⁽¹⁾, plus 2024 assessed valuation of a portion of state assessed railroad and utility property located within the District in the amount of \$21,359,207, for a total 2024 assessed valuation of \$861,954,320</i>)	\$129,293,148
General Obligation Bonds Outstanding	\$137,880,000 ⁽²⁾
(Less) Debt Service Fund Balance (<i>as of April 1, 2025</i>)	(12,289,073) ⁽³⁾
Plus interest to be paid on Outstanding General Obligation Bonds on September 1, 2025	1,949,600 ⁽⁴⁾
Net General Obligation Bonds Outstanding	\$127,540,527*
Legal Debt Margin under Article VI, Sections 26(b)(<i>equal to constitutional debt limit of \$129,293,148 minus \$127,540,527* Net General Obligation Bonds Outstanding</i>)	<u>\$1,752,621*</u>

- (1) Includes the 2024 assessed valuation in the amount of \$28,411,390 attributable to the incremental increase in assessed valuation over the established assessed valuation base within TIF Redevelopment Areas (defined herein) located within the District.
- (2) Includes (a) the aggregate principal amount of the Bonds (\$62,000,000*) and (b) the aggregate principal amount of the District's other outstanding general obligation bonds (\$75,880,000).
- (3) Equal to the District's Debt Service Fund balance of \$12,289,073 as of April 1, 2025, which funds were available to pay principal of and interest on the District's outstanding general obligation bonds as of April 8, 2025, the date which the Bonds were approved by voters of the District.
- (4) Equal to the amount of interest payments scheduled to become due on the District's outstanding Series 2021 Bonds and Series 2024 Bonds on September 1, 2025, that is payable from the moneys on deposit in the District's Debt Service Fund.

The District's debt margin would be greater if all (and not just a portion) of the value attributable to state assessed railroad and utility property were included in the calculation. Because of the manner in which tax collections are distributed to school districts from assessments of state assessed railroad and utility property (see the caption "**PROPERTY TAX INFORMATION CONCERNING THE DISTRICT-Property Valuations-Current Assessed Valuation**" herein), the cumbersome task of determining the valuation of such property physically located within a school district is not normally undertaken unless, without the value of such property included in the calculation, the district would exceed its legal debt limit. It was not necessary for the District to determine the value of *all* state assessed railroad and utility property because, based on the value of a portion of such state assessed and utility property that was calculated, the District was able to provide evidence that the issuance of the Bonds would not cause the net principal amount of all of the District's general obligation bonds to exceed the constitutional limitation of 15% of the valuation of all taxable tangible property located within the District.

* Preliminary, subject to change.

Other Obligations of the District

Leasehold Revenue Bonds. At the direction of the District, the Platte County R-III School District Building Corporation (the “**Corporation**”) has previously issued and currently has outstanding the following three separate series of leasehold revenue bonds pursuant to a Trust Indenture dated as of April 1, 2000, as amended and supplemented (collectively, the “**Trust Indenture**”), between the Corporation and UMB Bank, N.A. (as successor trustee to Commerce Bank), as trustee (the “**Trustee**”).

- Leasehold Revenue Bonds, Series 2016 (Energy Conservation Project) (the “**Series 2016 Leasehold Revenue Bonds**”), dated June 14, 2016, originally issued in the aggregate principal amount of \$5,230,000 in order to finance new capital improvements, which Series 2016 Leasehold Revenue Bonds are currently outstanding in the aggregate principal amount of \$2,865,000.
- Leasehold Refunding Revenue Bonds, Series 2017 (Platte County R-III School District of Platte County, Missouri) (the “**Series 2017 Leasehold Revenue Bonds**”), dated December 21, 2017, originally issued in the aggregate principal amount of \$19,260,000 to currently refund a \$2,085,000 principal portion of the then-outstanding Leasehold Refunding and Improvement Revenue Bonds, Series 2008 (*which are no longer outstanding*) and (ii) advance refund a \$16,950,000 principal portion of the then-outstanding Leasehold Revenue Bonds, Series 2015 (the “**Series 2015 Leasehold Revenue Bonds**”)(*which are no longer outstanding*), which Series 2017 Leasehold Revenue Bonds are currently outstanding in the aggregate principal amount of \$17,520,000.
- Leasehold Refunding Revenue Bonds, Series 2022 (Platte County R-III School District of Platte County, Missouri) (the “**Series 2022 Leasehold Revenue Bonds**”), dated March 30, 2022, originally issued in the aggregate principal amount of \$4,635,000 to currently refund the remaining \$4,850,000 principal amount of the then-outstanding Series 2015 Leasehold Revenue Bonds (*which are no longer outstanding*), which Series 2022 Leasehold Revenue Bonds are currently outstanding in the aggregate principal amount of \$1,545,000.

Payments of principal and interest on the outstanding Series 2016 Leasehold Revenue Bonds, the Series 2017 Leasehold Revenue Bonds and the Series 2022 Leasehold Revenue Bonds (collectively, the “**Leasehold Revenue Bonds**”) are payable on a parity basis under the Trust Indenture from rental payments to be made by the District, subject to annual appropriation by the District, pursuant to an annually-renewable Lease Agreement dated as of April 1, 2000, as amended and supplemented (collectively, the “**Lease**”), between the Corporation, as lessor, and the District, as lessee. Pursuant to the Lease, the Corporation has leased certain school facilities to the District and the District has agreed to pay rental payments to the Corporation, subject to annual appropriation, sufficient to pay principal and interest on the respective Leasehold Revenue Bonds as the same become due, which the Corporation has assigned, along with other rights of the Corporation under the Lease, to the Trustee pursuant to the Trust Indenture.

Such rental payments to be made by the District under the Lease are payable from money in the District’s Capital Projects Fund and not from the District’s Debt Service Fund which may only be used to pay debt service on general obligation bonds issued by the District, such as the Bonds.

Set forth below are the remaining rental payments to be paid by the District under the Lease with respect to each series of Leasehold Revenue Bonds, which rental payments are subject to annual appropriation by the District:

Series 2016 Leasehold Revenue Bonds - Rental Payments

Fiscal Year Ended June 30	Principal Component	Interest Component	Total Rental Payment
2026	\$390,000.00	\$101,950.00	\$491,950.00
2027	420,000.00	90,250.00	510,250.00
2028	455,000.00	77,650.00	532,650.00
2029	490,000.00	64,000.00	554,000.00
2030	535,000.00	44,400.00	579,400.00
2031	575,000.00	23,000.00	598,000.00
Total Outstanding	\$2,865,000.00	\$401,250.00	\$3,266,250.00

Series 2017 Leasehold Revenue Bonds - Rental Payments

Fiscal Year Ended June 30	Principal Component	Interest Component	Total Rental Payment
2026	\$1,620,000.00	\$595,680.00	\$2,215,680.00
2027	1,760,000.00	540,600.00	2,300,600.00
2028	1,860,000.00	480,760.00	2,340,760.00
2029	--	417,520.00	417,520.00
2030	1,700,000.00	417,520.00	2,117,520.00
2031	1,860,000.00	359,720.00	2,219,720.00
2032	1,955,000.00	296,480.00	2,251,480.00
2033	2,095,000.00	230,010.00	2,325,010.00
2034	2,255,000.00	158,780.00	2,413,780.00
2035	2,415,000.00	82,110.00	2,497,110.00
Total Outstanding	\$17,520,000.00	\$3,579,180.00	\$21,099,180.00

Series 2022 Leasehold Revenue Bonds - Rental Payments

Fiscal Year Ended June 30	Principal Component	Interest Component	Total Rental Payment
2026	--	\$61,800.00	\$61,800.00
2027	--	61,800.00	61,800.00
2028	--	61,800.00	61,800.00
2029	\$1,545,000.00	61,800.00	1,606,800.00
Total Outstanding	\$1,545,000.00	\$247,200.00	\$1,792,200.00

The rental payments represented by each respective series of Leasehold Revenue Bonds are payable solely from available moneys in the District's Capital Projects Fund are not payable from moneys in the District's Debt Service Fund, which are available solely to make payments on the District's general obligation bonds, such as the Bonds. See the caption **"FINANCIAL INFORMATION CONCERNING THE DISTRICT – Certain Permitted Fund Transfers"** herein.

2022 School Bus Lease. In July 2022, the District entered into a lease purchase agreement in the amount of \$1,571,662 with a third party to finance the cost of school buses (the “**2022 School Bus Lease**”). The 2022 Technology Lease has a six-year term (with interest accruing at 4.4% per annum) and requires the District to pay annual lease rental payments of \$335,808 beginning in August 2022 with a final lease rental payment in August 2027 of \$39,870, which lease rental payments are subject to annual appropriation by the District.

Below are the remaining annual lease rental payments due on the 2022 School Bus Lease, which are subject to annual appropriation by the District:

Fiscal Year Ended June 30	Principal Component	Interest Component	Total Rental Payments
2026	\$305,147.00	\$30,661.00	\$335,808.00
2027	319,241.00	16,567.00	335,808.00
2028	38,154.00	1,716.00	39,870.00
Total Outstanding	\$662,542.00	\$48,944.00	\$711,486.00

2025 Apple Computer Lease. In April 2025, the District entered into a lease purchase agreement in the amount of \$1,100,211 with Apple Inc. to finance the cost of laptop computers (the “**2025 Apple Lease**”). The 2025 Apple Lease has a four-year term (with interest accruing at 5.15% per annum) and requires the District to pay the first annual lease rental payment on September 1, 2025, in the amount of \$500,000 and the remaining annual lease rental payments on July 15th of each year (July 15, 2026, through July 15, 2028) in the amount of approximately \$200,070, which lease rental payments are subject to annual appropriation by the District.

Below are the remaining annual lease rental payments due on the 2025 Apple Lease, which are subject to annual appropriation by the District:

Fiscal Year Ended June 30	Total Rental Payments
2026	\$500,000.00
2027	200,070.34
2028	200,070.33
2029	200,070.33
Total Outstanding	\$1,100,211.00

Cooperative Agreement with Platte County. On September 15, 2011, the District entered into a limited purpose contractual relationship with Platte County to cooperate in the development and operation of a competitive swim facility at the Platte County Community Center North (the “**Cooperative Agreement**”). Under the Cooperative Agreement, the District agreed to offset Platte County’s costs to renovate and expand the Platte County Community Center North building and pool by reimbursing Platte County for 25% of the actual costs for developing said building and pool, 50% of actual costs for two sports locker rooms, 100% of actual costs for spectator areas and separate facility entrance/exit, and financing costs related to these portions of the total cost of said building and pool. The initial term of the Cooperative Agreement is for a 20-year period, which began in 2014 upon completion of the renovation and expansion of the Platte County Community Center North and competitive swim facility, and the District has the right to renew the term of the Cooperative Agreement for another 20 years after the initial term expires. The Cooperative Agreement will be deemed renewed at the end of the initial 20-year period unless the District notifies Platte County in writing 60 days prior to the expiration of the initial term. The initial Cooperative Agreement required an annual user fee of \$25,000 for the duration of the initial 20-year term.

On July 21, 2014, the District entered into an amendment to the Cooperative Agreement. The amendment requires, in addition to the \$25,000 annual user fee, eight annual payments of \$207,604, which began on August 21, 2014. Pursuant to the amendment, the District and Platte County acknowledged that all such payments are subject to annual appropriation by the Board of Education of the District.

The future required minimum payments for the Cooperative Agreement, which are subject to annual appropriation by the District, are as follows:

Fiscal Year Ended <u>June 30</u>	<u>Total Payment</u>
2026	\$25,000
2027	25,000
2028 to 2032	125,000
2033 to 2035	75,000
Total Remaining Payments	\$250,000

Future Borrowing Plans

Currently, the District does not have any plans to issue additional general obligation bonds or enter into any capital lease purchase transactions to finance additional capital improvements within the next three to five years.

FINANCIAL INFORMATION CONCERNING THE DISTRICT

Accounting, Budgeting and Auditing Procedures

The District's financial statements are prepared using a modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America, in conformity with the requirements of Missouri law and DESE. This basis of accounting recognizes assets, liabilities, net position/fund equity, receipts and disbursements when they result from cash transactions as designated by the District. Salaries for teachers are recorded as disbursements paid in the fiscal year in which the obligation under the salary contracts are fulfilled by the teachers, even though a portion of such salaries are not paid until July and August of the following fiscal year.

The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. District resources are allocated to, and accounted for in, individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Transactions have been recorded in the following funds for the accounting of all District funds:

Governmental Funds:

General (Incidental) Fund: The General Fund is the primary operating fund of the District. It is used to account for general activities of the District, including expenditures for non-certificated employees, pupil transportation costs, plant operation, fringe benefits, student body activities, community services, food service and any expenditures not required or permitted to be accounted for in other funds.

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

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

Capital Projects Fund: The Capital Projects Fund accounts for resources restricted for the acquisition or construction of specific capital projects or items. It accounts for the proceeds of long-term debt, taxes and other receipts, including the Bond proceeds, designated for construction of major capital assets and all other capital outlay.

Fiduciary Fund Type:

Fiduciary (Scholarship) Fund: The Fiduciary (Scholarship) Fund accounts for memorial gifts received from outside parties. The fund provides the awarding of scholarships to specified individuals in accordance with the terms of scholarship trust agreements entered into with the donors.

The Treasurer of the District is responsible for handling all moneys of the District and administering the above funds. All moneys received by the District from whatever source are credited to the appropriate fund. Moneys may be disbursed from such funds by the Treasurer only for the purpose for which they were levied, collected or received and only upon checks drawn by the Treasurer pursuant to orders of the Board or upon orders for payment issued by the Treasurer pursuant to orders of the Board.

An annual budget of estimated receipts and disbursements for the coming fiscal year is prepared by the Superintendent and Executive Director of Business Services of the District and is presented to the Board prior to July 1 for approval. The District's fiscal year is July 1 through June 30. The budget lists estimated receipts by funds and sources and estimated disbursements by funds and purposes and includes a statement of the rate of levy per \$100 of assessed valuation required to raise each amount shown on the budget as coming from District property taxes.

The financial records of the District are audited annually by a firm of independent certified public accountants in accordance with modified cash basis of accounting and with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. The most recent annual audit was performed by Westbrook & Co., P.C., Richmond, Missouri. A copy of the District's audited financial statements for the fiscal year ended June 30, 2024, is included in this Official Statement as ***Appendix B***. A summary of significant accounting policies of the District is contained in the *Notes* accompanying the audited financial statements in ***Appendix B***. The audited financial statements for earlier years with reports by the certified public accountants are available for examination in the District's office.

Sources of Revenue

The District finances its operations through the local property tax levy, state sales tax, State Aid (as defined below), federal grant programs and miscellaneous sources, including without limitation State Aid for transportation, a state sales tax on cigarettes and a pro rata share of interest income from the counties in which each school district operates. Debt service on general obligation bonds is paid from amounts in the District's Debt Service Fund. The primary source of money in the Debt Service Fund is local property taxes derived from a debt service levy. As discussed below, the Debt Service Fund may, however, also contain money derived from transfers from the Incidental Fund, from the State Aid in the Classroom Trust Fund and from certain other taxes or payments-in-lieu-of-taxes that may be placed in the Debt Service Fund at the discretion of the Board. See ***“Certain Permitted Fund Transfers – Transfers from the Incidental Fund to the Debt Service Fund and/or the Capital Projects Fund.”***

State and federal revenue, as well as ***“Proposition C”*** sales tax revenue (included in the ***“Local Revenue”*** category below), are received on a continuous monthly basis throughout the fiscal year. Local

taxes, however, are received primarily in January, over six months into a district's fiscal year. Districts that receive a smaller percentage of revenue from state and federal aid and depend more on local revenues will typically carry a larger fund balance than other districts that may be receiving a larger percent of their revenue from state and federal aid amounts rather than local taxes.

For the District's fiscal year ended June 30, 2024, the District's sources of revenue were as follows:

<u>Source</u>	<u>Amount</u>	<u>%</u>
Local Revenue:		
Property Taxes	\$40,610,735	50.24%
Proposition "C" Sales Tax	5,741,535	7.10
Other Taxes	1,158,675	1.43
Food Service	936,228	1.16
Student Activities	936,565	1.16
Investment Earnings	2,356,272	2.92
Other	875,939	1.08
County Revenue:		
Railroad & Utility Property Taxes	2,546,243	3.15
Fines, Forfeitures & Other	83,441	0.10
State Revenue	20,592,187	25.48
Federal Revenue	3,537,353	4.38
Other Revenue ⁽¹⁾	1,451,067 ⁽¹⁾	1.80
Total Revenue	\$80,826,240	100.00%

Source: District's audited financial statements for fiscal year ended June 30, 2024.

⁽¹⁾ Excludes proceeds received from the sale of the District's General Obligation School Refunding Bonds, Series 2024, issued on January 30, 2024, in the original principal amount of \$8,245,000.

Revenues Received From Federal COVID-19 Legislation

To date, the District has received \$2,948,146 from the Coronavirus Relief Fund under the Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act"), which can be used to pay expenses related to combating COVID-19.

The District also received \$236,280 from the Elementary and Secondary School Emergency Relief under the CARES Act (known as ESSER I) and \$966,157 in ESSER II funds under the Coronavirus Response and Relief Supplemental Appropriations Act. The District has been allocated \$2,173,544 in ESSER III funds under the American Rescue Plan Act – State and Local Fiscal Recovery Fund, and to date has received all \$2,173,544 of these funds.

Local Revenue

The primary sources of "local revenue" are (1) taxes upon real and personal property within a district, excluding railroad and utility property taxes, which are more fully described below, and (2) receipts from a 1% State sales tax (commonly referred to as "Proposition C revenues") approved by the voters in 1982.

Proposition C revenues are deemed to be "local" revenues for school district accounting purposes. Proposition C revenues are distributed to each school district based on the district's weighted average daily attendance (see "*Weighted ADA*" under "**State Revenue**" below). Proposition C payments vary each month due to cash availability, which is based on sales taxes paid during the second preceding month. The table below shows the approximate amount each school district received per pupil from Proposition C revenues for the following fiscal years:

Fiscal Year Ended	Proposition C Revenue
<u>June 30</u>	<u>(Per Pupil)</u>
2024	\$1,475
2023	1,287
2022	1,214
2021	1,046
2020	1,006

Source: DESE

For the current 2024-2025 fiscal year, each school district is expected to receive approximately \$1,513 per pupil from Proposition C revenues; however, however, this is a preliminary estimate and subject to change.

County Revenue

For school taxation purposes, all state assessed railroad and utility property within a county is taxed uniformly at a rate determined by averaging the tax rates of all school districts in the county. No determination is made of the assessed value of the railroad and utility property that is physically located within the boundaries of each school district. Such tax collections for each county are distributed to the school districts within that county according to a formula based in part on total student enrollments in each district and in part on the taxes levied by each district. County revenue also includes certain fines and forfeitures collected with respect to violations within the boundaries of the school district.

State Revenue

The primary source of state revenue or “**State Aid**” is provided under a formula enacted under Chapter 163, RSMo. The amount of State Aid for school districts in Missouri is calculated using a formula that is primarily student-needs-based.

Property Tax Levy Requirements. The sum of a district’s local property tax levies in its Incidental and Teachers’ Funds must be at least \$2.75 per \$100 of assessed valuation in order for the district to receive increases in State Aid above the level of State Aid it received in the 2005-2006 fiscal year. Levy reductions required as a result of a “Hancock rollback” (See “**PROPERTY TAX INFORMATION CONCERNING THE DISTRICT – Tax Rates – Operating Levy**” below) will not affect a district’s eligibility for State Aid increases.

The Formula. A district’s State Aid is determined by first multiplying the district’s weighted average daily attendance (“**Weighted ADA**”) by the state adequacy target (“**State Adequacy Target**”). This figure may be adjusted upward by a dollar value modifier (“**DVM**”). The product of the Weighted ADA multiplied by the State Adequacy Target multiplied by the DVM is then reduced by a district’s local effort (“**Local Effort**”) to calculate a district’s final State Aid amount. The State Aid amount is distributed to the districts on a monthly basis.

Weighted ADA. Weighted ADA is based upon regular term ADA plus summer school ADA, with additional weight assigned in certain circumstances for students who qualify for free and reduced price lunch (“**FRL**”), receive special education services (“**IEP**”) or possess limited English language proficiency (“**LEP**”). These FRL, IEP and LEP students are weighted to the extent they exceed certain thresholds (based on the percentage of students in each of the categories) in certain high performing districts (“**Performance Districts**”), which thresholds can change every two years. For fiscal years 2017 and 2018, DESE revised the thresholds downward as required under Senate Bill 586, which modified the definition of State Adequacy Target to require that a future recalculation of the State Adequacy Target never result in a decrease from the State Adequacy Target as calculated for fiscal years 2017 and 2018. For fiscal years 2019 and 2020, DESE revised the thresholds downward for FRL and IEP and upward for LEP. Beginning with the 2018-2019 fiscal year, certain school districts who operate early childhood education programs will also be able to claim a portion of their pre-kindergarten FRL students in their calculation of ADA; however, the portion of pre-

kindergarten FRL students included in the calculation of ADA cannot exceed 4% of the total number of FRL students between the ages of 5 and 18 who are included in the school district's calculation of ADA. The District's State Aid revenues would be adversely affected by decreases in its Weighted ADA resulting from decreased enrollment generally and, specifically, decreased enrollment of FRL, IEP and LEP students. However, in the event that the District's Weighted ADA is substantially reduced for any current fiscal year, the District may use the higher of the District's Weighted ADA for the immediately preceding fiscal year or the second preceding fiscal year. This process is designed to absorb a one-year attendance irregularity.

Section 163.021 RSMo provides that "whenever there has existed within the school district an infectious disease, contagion, epidemic, plague or similar condition" (like COVID-19), the apportionment of school funds and all other distribution of school moneys, such as Proposition C revenues, shall be made on the basis of the school district's ADA (or Weighted ADA) for the next preceding fiscal year in which such condition existed. Therefore, if the District's ADA (or Weighted ADA) for any future fiscal year is substantially reduced as a result of an infectious disease, contagion, epidemic, plague or similar condition, the District will be allowed to base its revenue distributions on its ADA (or Weighted ADA) for the fiscal year immediately preceding the fiscal year in which the condition existed.

State Adequacy Target. The State Aid formula requires DESE to calculate a "State Adequacy Target," which is intended to be the minimum amount of funds a school district needs in order to educate each student. DESE's calculation of the State Adequacy Target is based upon amounts spent, excluding federal and state transportation revenues, by Performance Districts. Every two years, using the most current list of Performance Districts, DESE will recalculate the State Adequacy Target. The recalculation can never result in a decrease from the State Adequacy Target as calculated for fiscal years 2017 and 2018 and any State Adequacy Target figure calculated subsequent to fiscal year 2018.

The table below shows the approximate State Adequacy Target for the following fiscal years:

Fiscal Year Ended	State Adequacy
<u>June 30</u>	<u>Target</u>
2024	\$6,375
2023	6,375
2022	6,375
2021	6,375
2020	6,375

Source: DESE

The State Adequacy Target for the current 2024-2025 fiscal year is expected to be \$6,760 per pupil based on the Governor's recommendations; however, this is a preliminary estimate and subject to change.

Dollar Value Modifier. The DVM is an index of the relative purchasing power of a dollar in different areas of the state. The DVM is calculated as one plus 15% of the difference of the regional wage ratio (the ratio of the regional wage per job divided by the state median wage per job) minus one. The law provides that the DVM can never be less than 1.000. DESE revises the DVM for each district on an annual basis. The DVM for the District for fiscal year 2023-2024 was 1.0780. The DVM for the District for the current 2024-2025 fiscal year is 1.10760 and the DVM for the District for the 2025-2026 fiscal year will be 1.0750.

Local Effort. For the 2006-2007 fiscal year, the Local Effort figure utilized in a district's State Aid calculation was the amount of locally generated revenue that the district would have received in the 2004-2005 fiscal year if its operating levy was set at \$3.43. The \$3.43 amount is called the "performance levy." For all years subsequent to the 2006-2007 fiscal year, a district's Local Effort amount has been frozen at the 2006-2007 amount, except for adjustments due to increased locally collected fines or decreased assessed valuation in the district. Growth in assessed valuation and operating levy increases will result in additional local revenue to the district, without affecting State Aid payments.

Categorical-Source Add-Ons. In addition to State Aid distributed pursuant to the formula as described above, the formula provides for the distribution of certain categorical sources of State Aid to school districts. These include (1) 75% of allowable transportation costs, (2) the career ladder entitlement, (3) the vocational education entitlement and (4) educational and screening program entitlements.

Classroom Trust Fund (Gambling Revenue) Distributions. A portion of the State Aid received under the formula will be in the form of a distribution from the “Classroom Trust Fund,” a fund in the state treasury containing a portion of the state’s gambling revenues. This money is distributed to school districts on the basis of ADA (versus *Weighted* ADA, which applies to the basic formula distribution). The funds deposited into the Classroom Trust Fund are not earmarked for a particular fund or expense and may be spent at the discretion of the local school district except that, beginning with the 2010-2011 fiscal year, all proceeds of the Classroom Trust Fund in excess of amounts received in the 2009-2010 fiscal year must be placed in the Teachers’ or Incidental Funds.

The table below shows the approximate amount each school district received per pupil from the Classroom Trust Fund for the following fiscal years:

Fiscal Year Ended	Classroom Trust Fund
<u>June 30</u>	<u>(Per Pupil)</u>
2024	\$472
2023	425
2022	430
2021	435
2020	327 ⁽¹⁾

Source: DESE

⁽¹⁾ Casinos were temporarily closed during the fiscal year ended June 30, 2020, due to COVID-19 resulting in less gaming revenue for such period.

The estimated Classroom Trust Fund distributions to school districts during the current 2024-2025 fiscal year are expected to be equal to approximately \$618; however, this is a preliminary estimate and subject to change.

Classroom Trust Fund dollars do not increase the amount of State Aid.

Mandatory Deposit and Expenditures of Certain Amounts in the Teachers’ Fund. The following state and local revenues must be deposited in the Teachers’ Fund: (1) 75% of basic formula State Aid, excluding State Aid distributed from the Classroom Trust Fund (gambling revenues); (2) 75% of one-half of the district’s local share of Proposition C revenues; (3) 100% of the career ladder state matching payments; and (4) 100% of local revenue from fines and escheats based on violations or abandoned property within the district’s boundaries.

In addition to these mandatory deposits, school districts are also required to spend for certificated staff compensation and tuition expenditures each year the amounts described in clauses (1) and (2) of the preceding paragraph. Since the 2007-2008 fiscal year, school districts are further required to spend for certificated staff compensation and tuition expenditures each year, per the second preceding year’s *Weighted* ADA, as much as was spent in the previous year from local and county tax revenues deposited in the Teachers’ Fund, plus the amount of any transfers from the Incidental Fund to the Teachers’ Fund that are calculated to be local and county tax sources. This amount is to be determined by dividing local and county tax sources in the Incidental Fund by total revenue in the Incidental Fund. Commencing with the 2006-2007 fiscal year, the formula provides that certificated staff compensation now includes the costs of public school retirement and Medicare for those staff members. These items were previously paid from the Incidental Fund.

Failure to satisfy the deposit and expenditure requirements applicable to the Teachers' Fund will result in a deduction of the amount of the expenditure shortfall from a district's basic formula State Aid for the following year, unless the district receives an exemption from the State Board of Education.

A school board may transfer any portion of the unrestricted balance remaining in the Incidental Fund to the Teachers' Fund. Any district that uses a transfer from the Incidental Fund to pay for more than 25% of the annual certificated compensation obligation of the district, and has an Incidental Fund balance on June 30 in any year in excess of 50% of the combined Incidental and Teachers' Fund expenditures for the fiscal year just ended, will be required to transfer the excess from the Incidental Fund to the Teachers' Fund.

Federal Revenue

School districts receive certain grants and other revenue from the federal government that are required to be used for the specified purposes of the grant or funding program.

The federal "No Child Left Behind" law required that every public school student score at a "proficient" level or higher in math and reading by 2014. Each state established its own proficiency levels. Federal sanctions for school districts that failed to meet established proficiency standards included allowing parents and students in underperforming schools within a district to request a transfer to a school within the district that met proficiency standards. In addition, schools that continued to fail to meet proficiency standards were required to make additional changes in staffing, curriculum and management. Federal sanctions applied only to public schools that received Title I federal money.

The federal "Every Student Succeeds Act" ("ESSA") was signed into law on December 10, 2015. ESSA replaces the "No Child Left Behind Act." Each state education agency must develop a state accountability plan ("ESSA Plan") that incorporates testing based on challenging academic standards. The ESSA Plans were required to be submitted to the United States Department of Education (the "DOE") in 2017. Under ESSA, states can decide how much weight to give standardized tests in their accountability systems and determine what consequences, if any, should attach to poor performance. However, at least 95% of eligible students are required to take the state-chosen standardized tests, and federal funding can be withheld if states fall below the 95% threshold.

The State submitted its plan to the DOE on September 13, 2017 in order to meet the September 18, 2017 deadline. The DOE approved the State's plan on January 16, 2018. Under ESSA, the State will continue to test students through the Missouri Assessment Program.

Certain Permitted Fund Transfers

Limited Sources of Funds for Capital Expenditures. School districts may only pay for capital outlays from the Capital Projects Fund. Sources of revenues in the Capital Projects Fund are limited to: (1) proceeds of general obligation bonds, such as the Bonds (which are repaid from a Debt Service Fund levy), and lease financings; (2) revenue from the school district's local property tax levy for the Capital Projects Fund; (3) certain permitted transfers from the Incidental Fund; and (4) a portion of the funds distributed to school districts from the Classroom Trust Fund.

Capital Projects Fund Levy. Prior to setting tax rates for the Teachers' and Incidental Funds, each school district must annually set the tax rate for the Capital Projects Fund as necessary to meet the expenditures of the Capital Projects Fund for capital outlays, except that the tax rate set for the Capital Projects Fund may not be in an amount that would result in the reduction of the equalized combined tax rates for the Teachers' and Incidental Funds to an amount below \$2.75. For the current fiscal year ending June 30, 2025, the District's Capital Projects Fund levy is \$0.3780 per \$100 of assessed valuation.

Transfers from the Incidental Fund to the Capital Projects Fund. In addition to money generated from the Capital Projects Fund levy, each school district may transfer money from the Incidental Fund to the

Capital Projects Fund for certain purposes, including: (1) the amount to be expended for transportation equipment that is considered an allowable cost under the State Board of Education rules for transportation reimbursements during the current year; (2) the amount necessary to satisfy obligations of the Capital Projects Fund for state-approved area vocational-technical schools; (3) current year obligations for lease-purchase obligations entered into prior to January 1, 1997; (4) the amount necessary to repay costs of one or more guaranteed energy savings performance contracts to renovate buildings in the school district, provided that the contract specified that no payment or total of payments shall be required from the school district until at least an equal total amount of energy and energy-related operating savings and payments from the vendor pursuant to the contract have been realized; and (5) to satisfy current year capital project expenditures, an amount not to exceed the greater of (a) \$162,326 or (b) seven percent (7%) of the State Adequacy Target (see “***State Adequacy Target***” above) times the school district’s Weighted ADA. The District transferred \$2,204,741 from the Incidental Fund to the Capital Projects Fund under this provision during the fiscal year ended June 30, 2024.

Transfers from the Incidental Fund to the Debt Service Fund and/or the Capital Projects Fund. If a school district is not using the \$162,326 or seven percent (7%) transfer discussed in parts (5)(a) and (5)(b) of the prior paragraph and is not making payments on lease purchases pursuant to Section 177.088, RSMo, then the school district may transfer from the Incidental Fund to the Debt Service and/or the Capital Projects Fund the greater of (1) the State Aid received in the 2005-2006 school year as a result of no more than eighteen (18) cents of the sum of the Debt Service Fund levy and Capital Projects Fund levy used in the foundation formula and placed in the Capital Projects Fund or Debt Service Fund, or (2) Five percent (5%) of the State Adequacy Target (see “***State Adequacy Target***” above) times the district’s Weighted ADA. Because the District made a transfer under the provision discussed in the prior paragraph, the District was not eligible to make a transfer under this provision during the fiscal year ended June 30, 2024.

[Remainder of this page intentionally left blank.]

Fund Balances Summary

The following Summary Statement of Revenues, Expenditures and Changes in Fund Balances was prepared from the District's audited financial statements for the fiscal years ended June 30, 2020, through 2024. The statement set forth below should be read in conjunction with the audited financial statements for fiscal year ended June 30, 2024, set forth in **Appendix B** of this Official Statement and the audited financial statements for prior fiscal years on file at the District's office.

	Fiscal Years Ended June 30				
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<u>General (Incidental) Fund</u>					
Balance--Beginning of Year	\$7,990,179	\$9,831,948	\$13,365,250	\$12,537,116	\$14,639,564
Revenues	27,912,961	29,025,643	29,331,109	32,622,631	37,466,783
Expenditures	17,217,882	17,965,492	20,457,025	21,424,590	25,546,533
Transfers In (Out)	(8,853,310)	(7,526,849)	(9,702,218)	(9,095,593)	(11,895,130)
Balance--End of Year	\$9,831,948	\$13,365,250	\$12,537,116	\$14,639,564	\$14,664,684
<u>Special Revenue (Teachers') Fund</u>					
Balance--Beginning of Year	\$0	\$0	\$0	\$0	\$0
Revenues	20,647,829	24,081,361	23,048,346	24,505,492	24,947,957
Expenditures	27,840,963	29,537,109	30,782,201	32,601,085	34,638,346
Transfers In (Out)	7,193,134	5,455,748	7,733,855	8,095,593	9,690,389
Balance--End of Year	\$0	\$0	\$0	\$0	\$0
<u>Debt Service Fund</u>					
Balance--Beginning of Year	\$5,764,663	\$9,524,113	\$9,282,948	\$11,973,338	\$14,613,054
Revenues	8,510,425	7,478,595	10,084,079	11,455,634	22,136,602 ⁽⁴⁾
Expenditures	4,750,975	7,719,760	7,393,689	8,815,918	25,069,500
Balance--End of Year	\$9,524,113	\$9,282,948	\$11,973,338	\$14,613,054	\$11,680,156
<u>Capital Projects Fund</u>					
Balance--Beginning of Year	\$17,613,589	\$17,363,130	\$113,805,935	\$48,506,819	\$7,875,413
Revenues	3,343,242	102,876,342 ⁽²⁾	9,511,667 ⁽³⁾	7,346,539	4,524,235
Expenditures	5,253,877	8,504,638	76,779,146	48,977,945	12,995,764
Transfers In (Out)	1,660,176	2,071,101	1,968,363	1,000,000	2,204,741
Balance--End of Year	\$17,363,130	\$113,805,935	\$48,506,819	\$7,875,413	\$1,608,625
<u>Total Funds</u>					
Balance--Beginning of Year	\$31,368,431	\$36,719,191	\$136,454,133	\$73,017,273	\$37,128,031
Revenues	60,414,457	163,461,941	71,975,201	75,930,296	89,075,577
Expenditures	55,063,697	63,726,999	135,412,061	111,819,538	98,250,143
Balance--End of Year	\$36,719,191	\$136,454,133	\$73,017,273	\$37,128,031	\$27,953,465
<u>Ending Operating Fund⁽¹⁾</u>					
Balances as % of Operating Fund Expenditures	21.82%	28.14%	24.47%	27.10%	24.37%

Source: District's audited financial statements for fiscal years ended June 30, 2020, through 2024.

(1) The Operating Fund is defined to be the General Fund and Special Revenue Fund only.

(2) Includes proceeds received from the sale of the District's General Obligation School Building Bonds, Series 2021, issued on June 29, 2021, in the principal amount of \$73,000,000.

(3) Includes proceeds received from the sale of the District's Leasehold Refunding Revenue Bonds, Series 2022, issued on March 30, 2022, in the principal amount of \$4,635,000.

(4) Includes proceeds received from the sale of the District's General Obligation School Refunding Bonds, Series 2024, issued on January 30, 2024, in the principal amount of \$8,245,000.

Risk Management

The District maintains various policies of insurance providing coverage which includes casualties to the District's facilities and general liability insurance, which policies are subject to certain deductible clauses.

Employee Retirement and Pension Plans

General. The District contributes to two cost-sharing multiple-employer defined benefit pension plans on behalf of its employees: (i) The Public School Retirement System of Missouri ("**PSRS**"), which provides retirement, disability and death benefits to full-time (and certain part-time) certificated employees of school districts and certain other educational entities in Missouri and employees of certain related employers; and (ii) The Public Education Employee Retirement System of Missouri ("**PEERS**"), which provides retirement and disability benefits to employees of school districts and certain other educational entities in Missouri and of certain related employers who work 20 or more hours per week and do not contribute to PSRS. Benefit provisions relating to both PSRS and PEERS are set forth in Chapter 169 of the Revised Statutes of Missouri, as amended. The statutes assign responsibility for the administration of both plans to a seven member Board of Trustees of PSRS (the "**PSRS Board**"). PSRS and PEERS had 534 and 531 contributing employers, respectively, during the fiscal year ended June 30, 2024.

PSRS and PEERS issue a publicly available financial report that includes financial statements and required supplementary information. The PSRS/PEERS Comprehensive Annual Financial Report for the fiscal year ended June 30, 2024 (the "**2024 PSRS/PEERS Annual Financial Report**"), the comprehensive financial report for the plans, is available at <https://www.psr-peers.org/About-Us>. The link to the 2024 PSRS/PEERS Annual Financial Report is provided for general background information only, and the information in the 2024 PSRS/PEERS Annual Financial Report is not incorporated by reference herein. The 2024 PSRS/PEERS Annual Financial Report provides detailed information about PSRS and PEERS, including their respective financial positions, investment policy and performance information, actuarial information and assumptions affecting plan design and policies, and certain statistical information about the plans.

PSRS and PEERS Contributions. Employees who contribute to PSRS are not eligible to make Social Security contributions, except in limited circumstances. For the fiscal year ended June 30, 2024, PSRS contributing employees were required to contribute 14.5% of their annual covered salary and their employers, including the District, were required to contribute a matching amount of 14.5% of each contributing employee's covered salary. The contribution requirements of members and the District are established (and may be amended) by the PSRS Board based on the recommendation of an independent actuary. State statute prohibits the PSRS Board from approving an increase greater than 1.0% in aggregate of PSRS contributing member covered pay of the previous year.

Employees who contribute to PEERS are eligible to make Social Security contributions. For the fiscal year ended June 30, 2024, PEERS contributing employees were required to contribute 6.86% of their annual covered salary and their employers, including the District, were required to contribute a matching amount of 6.86% of each contributing employee's covered salary. The contribution requirements of members and the District are established (and may be amended) by the PSRS Board based on the recommendation of an independent actuary. State statute prohibits the PSRS Board from approving an increase greater than 0.5% in aggregate of PEERS contributing member covered pay of the previous year.

PSRS and PEERS Funded Status. PSRS and PEERS reported funded ratios of 85.9% and 87.3%, respectively, as of June 30, 2024, according to the 2024 PSRS/PEERS Annual Financial Report. Funded ratios are intended to estimate the ability of current plan assets to satisfy projected future liabilities. The PSRS and PEERS funded ratios are determined by dividing the smoothed actuarial value of plan assets by the plan's actuarial accrued liability determined under the entry age normal cost method with normal costs calculated as a level percentage of payrolls, along with certain actuarial assumptions based on an experience study conducted in 2016. PSRS and PEERS amortize unfunded actuarial liabilities using a closed 30-year method. Additional

assumptions and methods used to determine the actuarial funded status of PSRS and PEERS are set forth in the Actuarial Section of the 2024 PSRS/PEERS Annual Financial Report. The funding objective of each plan, as stated in each plan's Actuarial Funding Policy, is to achieve a funded ratio of 100% over a closed 30-year period.

The following provides a historical comparison of actual employer contributions to actuarially determined contributions and the historical funded status for the plans for the years shown:

Schedule of Employer Contributions

Year Ended June 30	PSRS			PEERS		
	Actuarially Determined Contribution	Actual Employer Contributions	Contribution Excess/ (Deficiency) ⁽¹⁾	Actuarially Determined Contribution	Actual Employer Contributions	Contribution Excess/ (Deficiency) ⁽¹⁾
2024	\$832,366,273	\$819,926,016	\$(12,440,257)	\$163,252,197	\$162,777,627	\$(474,570)
2023	771,873,895	792,646,705	20,772,810	145,744,095	147,463,789	1,719,694
2022	756,968,491	764,348,407	7,379,916	134,786,669	135,180,782	394,113
2021	702,442,650	745,638,245	43,195,595	123,733,066	126,877,255	3,144,189
2020	679,495,757	724,995,473	45,499,716	119,461,270	124,544,728	5,083,458

Source: "Schedules of Employer Contributions" in the Financial Section of the 2024 PSRS/PEERS Annual Financial Report.

⁽¹⁾ The annual statutory increase in the total contribution rate may not exceed 1% of pay for PSRS and 0.5% of pay for PEERS. The limitation on contribution increases resulted in a deficiency for some of the years presented. Contributions were funded to the maximum statutory limit each year.

Schedule of Funding Progress

(Dollar amounts in thousands)

Year Ended June 30	PSRS			PEERS		
	Actuarial Value of Assets	Actuarial Accrued Liability	Funded Ratio	Actuarial Value of Assets	Actuarial Accrued Liability	Funded Ratio
2024	\$51,430,822	\$58,971,485	87.2%	\$6,881,439	\$7,810,188	88.1%
2023	49,122,410	57,193,631	85.9	6,459,684	7,401,637	87.3
2022	47,185,300	55,405,260	85.2	6,113,154	6,998,708	87.3
2021	45,033,548	52,834,297	85.2	5,756,526	6,560,854	87.7
2020	41,705,059	49,641,020	84.0	5,257,847	6,089,404	86.3

Source: "Schedule of Funding Progress" in the Actuarial Section of the 2024 PSRS/PEERS Annual Financial Report.

As stated in the District's audited financial statements and the GASB 68 footnote disclosure prepared by PSRS and PEERS and provided to the District for fiscal years ended June 30, 2020 through 2024, the District's contributions to PSRS and PEERS for the fiscal years ended June 30, 2020 through 2024, were as follows:

District Contributions to PSRS and PEERS

Year Ended June 30	PSRS		PEERS	
	Annual Contribution ⁽¹⁾	Contribution (% of Payroll)	Annual Contribution ⁽¹⁾	Contribution (% of Payroll)
2024	\$4,113,896	14.5%	\$743,404	6.86%
2023	3,899,064	14.5	670,758	6.86
2022	3,691,207	14.5	585,844	6.86
2021	3,576,522	14.5	563,906	6.86
2020	3,358,172	14.5	524,096	6.86

Source: Audited financial statements of the District; Financial Statement Information Related to the Public School and Education Employee Retirement Systems of Missouri, prepared by PSRS and PEERS in about June 2024 for the District (Unaudited).

⁽¹⁾ The annual contributions equaled the amounts required by the PSRS Board for each year.

According to the District's audited financial statements for the fiscal year ended June 30, 2024, the District's contributions to PSRS and PEERS during the fiscal year ended June 30, 2024, constituted approximately 4.94% of the District's total expenditures during the fiscal year. The District will be required to contribute 14.5% of covered payroll for PSRS contributing employees and 6.86% of covered payroll for PEERS contributing employees during the current fiscal year ending June 30, 2025, and the subsequent fiscal year ending June 30, 2026, equal to the contribution percentages for the fiscal year ended June 30, 2024.

Estimated Proportionate Share of PSRS/PEERS Liability. The District has not implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*, because the District's financial statements are prepared on a modified cash basis of accounting, which is a comprehensive basis of accounting different from accounting principles generally accepted in the United States of America. PSRS and PEERS, however, have implemented GASB Statement No. 67, *Financial Reporting for Pension Plans – An Amendment of GASB Statement No. 25*. Accordingly, PSRS and PEERS are required annually to provide each contributing Missouri school district reports estimating each district's proportional share of the net pension liability of PSRS and PEERS as of the end of the prior fiscal year. The estimate is computed for each district by multiplying the net pension liability of a plan (calculated by determining the difference between the plan's total pension liability and fiduciary net position) by a percentage reflecting the district's proportionate share of contributions to the plan during the fiscal year. At June 30, 2025 (measured as of June 30, 2024), the District's proportionate share of the net pension liability of PSRS and PEERS was \$35,051,792 and \$3,982,628, respectively, as determined by PSRS and PEERS on an accrual basis of accounting. At June 30, 2024, the District's contribution to PSRS and PEERS represented 0.5063% and 0.4620%, respectively, of the overall contributions to PSRS and PEERS during the fiscal year. In addition, for the year ended June 30, 2025, the District recognized pension expense (income) of \$3,942,506 for PSRS and \$937,651 for PEERS, which reflect its proportionate share of the total pension expense (income). Detailed information about the calculation of the net pension liability of the plans, including information about the assumptions used, is available in *Note 5* of the 2024 PSRS/PEERS Annual Financial Report.

The net pension liability of PSRS and PEERS is based on a 7.3% discount rate, which was also the assumed investment rate of return for the plans effective for the fiscal year ended June 30, 2024. PSRS and PEERS further advised the District that its proportionate share of the net pension liability using a 1.0% higher or lower discount rate at June 30, 2025 (measured as of June 30, 2024) would be as follows:

	<u>Proportionate Share of Net Pension Liability Sensitivity</u>		
	1.0% Decrease (6.3%)	Current Discount Rate (7.3%)	1.0% Increase (8.3%)
District's proportionate share of PSRS net pension liability	\$72,733,431	\$35,051,792	\$3,851,631
District's proportionate share of PEERS net pension liability / (asset)	\$8,399,351	\$3,982,628	\$302,396

For additional information regarding the District's pensions and employee retirement plans, see *Note D* to the District's financial statements for fiscal year ended June 30, 2024, included in **Appendix B** to this Official Statement. For additional information regarding PSRS and PEERS, see the 2024 PSRS/PEERS Annual Financial Report.

Employee Relations

Teachers in the District belong to the Missouri State Teachers Association, the Missouri National Education Association or are not affiliated. The Board of Education makes the final decisions on all matters of policy, salaries and working conditions.

PROPERTY TAX INFORMATION CONCERNING THE DISTRICT

Property Valuations

Assessment Procedure. All taxable real and personal property within the District is assessed annually by the County Assessor. Missouri law requires that personal property be assessed at 33-1/3% of true value and that real property be assessed at the following percentages of true value:

Residential real property	19%
Agricultural and horticultural real property.....	12%
Utility, industrial, commercial, railroad and all other real property	32%

The assessment ratio for personal property is generally 33-1/3% of true value. However, subclasses of tangible personal property are assessed at the following assessment percentages: grain and other agricultural crops in an unmanufactured condition, 0.5%; livestock, 12%; farm machinery, 12%; historic motor vehicles, 5%; poultry, 12%; and certain tools and equipment used for pollution control, used in retooling for the purpose of introducing new product lines or used for making improvements to existing products by certain types of companies specified by state law, 25%.

A general reassessment of real property occurred statewide in 1985. In order to maintain equalized assessed valuations following this reassessment, the state legislature adopted a maintenance law in 1986. On January 1 in every odd-numbered year, each County Assessor must adjust the assessed valuation of all real property located within the county in accordance with a two-year assessment and equalization maintenance plan approved by the State Tax Commission.

The County Assessor is responsible for preparing the tax roll each year and for submitting the tax roll to the Board of Equalization. The County Board of Equalization has the authority to adjust and equalize the values of individual properties appearing on the tax rolls.

Current Assessed Valuation. The following table shows the total locally assessed valuation and the estimated actual valuation, by category, of all taxable tangible property situated in the District (excluding assessed valuation amounts attributable to state assessed railroad and utility property located within the District and \$28,411,390 attributable to the incremental increase in assessed valuation over the established assessed valuation base within TIF Redevelopment Areas located within the District) according to the assessment for calendar year 2024 for property owned as of January 1, 2024, after Board of Equalization adjustments.

<u>Type of Property</u>	<u>Total Assessed Valuation</u>	<u>Assessment Rate</u>	<u>Estimated Actual Valuation</u>	<u>% of Actual Valuation</u>
Real:				
Residential	\$530,275,837	19.00%	\$2,790,925,458	76.08%
Agricultural	2,642,492	12.00%	22,020,767	0.60
Commercial ⁽¹⁾	<u>140,301,988</u>	32.00%	<u>438,443,713</u>	<u>11.95</u>
Total Real	\$673,220,317		\$3,251,389,937	88.64%
Personal⁽¹⁾	<u>138,963,406</u>	33.33% ⁽²⁾	<u>416,890,218</u>	<u>11.36</u>
Total Property	\$812,183,723		\$3,668,280,155	100.00%

Source: County Clerks of Platte County and Clay County.

⁽¹⁾ Includes locally assessed railroad and utility property.

⁽²⁾ Assumes all personal property is assessed at 33 1/3%; because certain subclasses of tangible personal property are assessed at less than 33 1/3%, the estimated actual valuation for personal property would likely be greater than that shown above. See “*Assessment Procedure*” discussed above.

For school taxation purposes, all state assessed railroad and utility property within a county is taxed uniformly at a rate determined by averaging the tax rates of all school districts in the county. Such tax collections for each county are distributed to the school districts within that county according to a formula based in part on total student enrollments in each district and in part on the taxes levied by each district. Under this method of distributing tax collections from state assessed railroad and utility property, it is unnecessary to determine the assessed value of such property that is physically located within the bounds of each school district. The District received \$2,546,243 in fiscal year ended June 30, 2024, from state assessed railroad and utility property taxes.

[Remainder of this page intentionally left blank.]

History of Property Valuations. The total assessed valuation of all taxable tangible property situated in the District (excluding assessed valuation amounts attributable to state assessed railroad and utility property located within the District and the incremental increase in assessed valuation over the established assessed valuation base within TIF Redevelopment Areas located within the District) according to the assessments of January 1, as adjusted through December 31 (except for the 2024 calendar year), in each of the following years has been as follows:

<u>Calendar Year</u>	<u>Assessed Valuation</u>	<u>% Change</u>
2024	\$812,183,723	2.42%
2023	793,017,524	11.66
2022	710,210,714	4.47
2021	679,813,642	13.04
2020	601,392,497	3.00

Source: For calendar years 2020-2023, District's 2020-2021 through 2023-2024 Annual Reports of the Platte County Clerk and Clay County Clerk to the State Board of Education; for calendar year 2024, Notices of Assessed Valuation for 2024, after Board of Equalization adjustments, provided by the Platte County Clerk and Clay County Clerk.

Property Tax Levies and Collections

Generally. Property taxes are levied and collected for the District by each County, for which the County receives a collection fee of approximately 1.5% and an assessment fee of 1.0% of the gross tax collections made.

The District is required by law to prepare an annual budget, which includes an estimate of the amount of revenues to be received from all sources for the budget year, including an estimate of the amount of money required to be raised from property taxes and the tax levy rates required to produce such amounts. The budget must also include proposed expenditures and must state the amount required for the payment of interest, amortization and redemption charges on the District's debt for the ensuing budget year. Such estimates are based on the assessed valuation figures provided by the County Clerk. The District must fix its ad valorem property tax rates and certify them to the County Clerk not later than September first for entry in the tax books.

The County Clerk receives the county tax books from the County Assessor, which set forth the assessments of real and personal property. The County Clerk enters the tax rates certified by the local taxing bodies in the tax books and assesses such rates against all taxable property in the District as shown in such books. The County Clerk forwards the tax books by October 31 to the County Collector, who is charged with levying and collecting taxes as shown therein. The County Collector extends the taxes on the tax rolls and issues the tax statements in early December. Taxes are due by December 31 and become delinquent if not paid to the County Collector by that time. All tracts of land and city lots on which delinquent taxes are due are charged with a penalty of eighteen percent of each year's delinquency. All lands and lots on which taxes are delinquent and unpaid are subject to sale at public auction in August of each year.

The County Collector is required to make disbursements of collected taxes to the District each month. Because of the tax collection procedure described above, the District receives the bulk of its moneys from local property taxes in the months of December, January and February.

District's Rights in Event of Tax Delinquency. Taxes are due by December 31 and become delinquent if not paid to the County Collector by that time. All tracts of land and city lots on which delinquent taxes are due are charged with a penalty of 18% of each year's delinquency. Taxes on real estate become delinquent on January 1, and the County Collector is required to enforce the State's lien by offering the property for sale in August. If the offering does not produce a bid equal to the delinquent taxes plus interest, penalty and costs, the property is offered for sale again the following year. If the second offering also does not produce a bid adequate to cover the amount due, the property is sold the following year to the highest bidder.

Tax sales at the first or second offerings are subject to the owner's redemption rights. Delinquent personal property taxes constitute a debt of the person assessed with the taxes, and a personal judgment can be rendered for such taxes against the debtor. Personal property taxes become delinquent on January 1. Collection suits may be commenced on or after February 1 and must be commenced within three years.

Tax Abatement and Tax Increment Financing

Under state law, tax abatement is available for redevelopers of areas determined by the governing body of a city to be "blighted." The Land Clearance for Redevelopment Authority Law authorizes ten-year tax abatement pursuant to Sections 99.700 to 99.715, RSMo. In lieu of ten-year tax abatement, a redeveloper that is an urban redevelopment corporation formed pursuant to Chapter 353, RSMo, may seek real property tax abatement for a total period of 25 years. In addition, Chapter 100, RSMo and Article VI Section 27(b) of the Missouri Constitution authorize real and personal property tax abatement for corporations for certain projects.

In addition, the Real Property Tax Increment Allocation Redevelopment Act, Sections 99.800 to 99.865, RSMo, makes available tax increment financing for redevelopment projects in certain areas determined by the governing body of a city or county to be a "blighted area," "conservation area" or "economic development area," each as defined in such statute.

Currently, certain portions of the District are located in tax increment financing redevelopment areas ("**TIF Redevelopment Areas**"). Tax increment financing does not diminish the amount of property tax revenues collected by the District in an affected area compared to prior to the establishment of a TIF Redevelopment Area but instead acts to freeze such revenues at current levels (the "**Base**") and deprives the District and other taxing districts of all or part of future increases in ad valorem real property tax revenues that otherwise would have resulted from increases in assessed valuation above the Base (the "**TIF Increment**"). The TIF Increment is captured by the TIF Redevelopment Areas until the tax increment financing obligations issued are repaid or the tax increment financing period terminates.

According to the Clay County Assessor's office, the assessed valuation of the property within the TIF Redevelopment Areas within the portion of the District located in Clay County was approximately \$28,411,390 for the 2024 tax year (no portion of the District located in Platte County was within a TIF Redevelopment Area in Platte County). See "**PROPERTY TAX INFORMATION CONCERNING THE DISTRICT – Property Valuations – Current Assessed Valuation**" and "**– History of Property Valuations.**" For additional information regarding tax increment financing within the District, see *Note H* to the District's audited financial statements for fiscal year ended June 30, 2024, included in *Appendix B* to this Official Statement.

Tax Rates

Debt Service Levy. The District's debt service levy for the current fiscal year ending June 30, 2025, was \$1.1789 per \$100 of assessed valuation. Once indebtedness has been approved by the requisite number of voters voting therefor and bonds are issued, the District is required under Article VI, Section 26(f) of the Missouri Constitution to levy an annual tax on all taxable tangible property therein sufficient to pay the interest and principal of the indebtedness as they fall due and to retire the same within 20 years from the date of issue. The Board of Education may set the tax rate for debt service, without limitation as to rate or amount, at the level required to make such payments.

Operating Levy. The operating tax levy of a school district (consisting of all ad valorem taxes levied except the debt service levy) cannot exceed the "**tax rate ceiling**" for the current year without voter approval. The tax rate ceiling, determined annually, is the rate of levy that, when charged against a district's assessed valuation for the current year, excluding new construction and improvements, will produce an amount of tax revenues equal to tax revenues for the previous year increased by the lesser of actual assessment growth, 5% or the Consumer Price Index.

Under Article X, Section 11(b) of the Missouri Constitution, a school district may increase its operating levy up to \$2.75 per \$100 of assessed valuation without voter approval. Any increase above \$2.75, however, must be approved by a majority of the voters voting on the proposition. Further, pursuant to Article X, Section 11(c) of the Missouri Constitution, any increase above \$6.00 must be approved by two-thirds of the voters voting on the proposition. Without the required percentage of voter approval, the tax rate ceiling cannot at any time exceed the greater of the tax rate in effect in 1980 or the most recent voter-approved tax rate (as adjusted pursuant to the provisions of the Hancock Amendment and SB 711, more fully explained below). The tax levy for debt service on a school district's general obligation bonds is exempt from these limitations upon the tax rate ceiling.

Article X, Section 22(a) of the Missouri Constitution (commonly known as the "**Hancock Amendment**"), approved in 1980, places limitations on total state revenues and the levying or increasing of taxes without voter approval. The Missouri Supreme Court has interpreted the definition of "total state revenues" to exclude voter-approved tax increases. The Hancock Amendment also includes provisions for rolling back tax rates. If the assessed valuation of property, excluding the value of new construction and improvements, increases by a larger percentage than the increase in the Consumer Price Index from the previous year (or 5%, if greater), the maximum authorized current levy must be reduced to yield the same gross revenue from existing property, adjusted for changes in the Consumer Price Index, as could have been collected at the existing authorized levy on the prior assessed value. This reduction is often referred to as a "**Hancock rollback**." The limitation on local governmental units does not apply to taxes levied in the Debt Service Fund for the payment of principal and interest on general obligation bonds.

In 2008, through the enactment of Senate Bill 711 ("**SB 711**"), the Missouri General Assembly approved further limitations on the amount of property taxes that can be imposed by a local governmental unit. Prior to the enactment of SB 711, a Hancock rollback would not necessarily result in a reduction of a district's *actual* operating tax levy if its current tax levy was less than its current tax levy *ceiling*, due to the district's voluntary rollback from the maximum authorized tax levy. Under SB 711, in reassessment years (odd-numbered years), the Hancock rollback is applied to a district's *actual* operating tax levy, regardless of whether that levy is at the district's tax levy *ceiling*. This further reduction is sometimes referred to as an "**SB 711 rollback**." In non-reassessment years (even-numbered years), the operating levy may be increased to the district's tax levy ceiling (as adjusted by the Hancock rollback), only after a public hearing and adoption of a resolution or policy statement justifying the action.

Under the provisions of an initiative petition adopted by the voters of Missouri on November 2, 1982, commonly known as "**Proposition C**," revenues generated by a 1% state sales tax are credited to a special trust fund for school districts and are deemed to be "local" revenues for school district accounting purposes. Proposition C revenues are distributed to each school district within the State on the basis of eligible pupils. Under Proposition C, after determining its budget and the levy rate needed to produce required revenues to fund the budget, a school district must reduce the operating levy by an amount sufficient to decrease the revenues it would have received therefrom by an amount equal to 50% of the revenues received through Proposition C during the prior year. School districts may submit propositions to voters to forgo all or a part of the reduction in the operating levy that would otherwise be required under the terms of Proposition C. The District's voters previously approved a proposition to forgo all of the reduction in the operating levy which would otherwise be required under the terms of Proposition C which allows the District to levy up to its tax rate ceiling.

For the current fiscal year ending June 30, 2025, the District's operating levy (all funds except the debt service fund levy) was \$3.8404 per \$100 of assessed valuation, which is equal to the District's tax rate ceiling for said fiscal year.

The tax levy for debt service on the District's general obligation bonds is exempt from the calculations of and limitations upon the tax rate ceiling.

History of Tax Levies

The following table shows the District's tax levies (per \$100 of assessed valuation) for the current fiscal year ending June 30, 2025, and each of the last five completed fiscal years.

Fiscal Year Ended June 30	General Incidental Fund	Special Revenue Teachers' Fund	Debt Service Fund	Capital Projects Fund	Total Levy
2025	\$3.4624	\$0.0000	\$1.1789	\$0.3780	\$5.0193
2024	3.1124	0.0000	1.5289	0.3780	5.0193
2023	3.1484	0.0000	1.4838	0.3871	5.0193
2022	3.1539	0.0000	1.4783	0.3871	5.0193
2021	3.4624	0.0000	1.1383	0.4186	5.0193
2020	3.3145	0.0000	1.2862	0.4186	5.0193

Source: For fiscal year ending June 30, 2025, the District; for fiscal years ended June 30, 2020 through June 30, 2024, District's Annual Secretary of the Board Reports for fiscal years ended June 30, 2020 through June 30, 2024.

Tax Collection Record

Taxes are levied based on the assessed valuation following Board of Equalization review, which typically occurs in August. As a result of resolution of tax cases, the addition of undeclared personal property and other changes in assessment following Board of Equalization review, tax bills may be changed following the original levy and some taxpayers may be obligated to pay additional taxes or pay less taxes. The following table sets forth tax collection information for the District in each of the following years:

Fiscal Year Ended June 30	Total Levy	Total Taxes Levied⁽¹⁾	Current & Delinquent Taxes Collected⁽²⁾	
			Amount	%
2024	\$5.0193	\$39,803,929	\$40,610,735	102.03%
2023	5.0193	35,647,606	34,999,408	98.18
2022	5.0193	34,121,886	32,750,019	95.98
2021	5.0193	30,185,694	30,868,889	102.26
2020	5.0193	29,305,485	30,934,503 ⁽³⁾	105.56 ⁽³⁾

Source: District's Annual Secretary of the Board Reports for fiscal years ended June 30, 2020, through 2024.

- (1) Total Taxes Levied is calculated by dividing Assessed Valuation by 100 and multiplying by the Total Levy. The assessed valuation used in calculating total taxes levied is the assessed valuation of the District as adjusted through December 31 of the calendar year prior to the fiscal year shown.
- (2) Delinquent taxes are shown in the year payment is actually received, which may cause the percentage of Current and Delinquent Taxes Collected to exceed 100%.
- (3) For fiscal year ended June 30, 2020, amount collected includes \$2,417,796 in protested taxes that had been held in escrow by the Collector of Clay County, Missouri, that were released to the District during fiscal year ended June 30, 2020.

Major Property Taxpayers

Real Property. The following table sets forth a list of the largest real property taxpayers in the District based on the 2024 assessed valuation. The District has not independently verified the accuracy or completeness of such information.

REAL PROPERTY			
		2024 Assessed Valuation	Percentage of District's Total 2024 Assessed Valuation
	<u>Owner</u>	<u>Type of Use</u>	
1.	CEAI Andover Park LLC	Apartment complex	\$9,519,040 1.17%
2.	Metro North Crossing Apartments LLC	Apartment complex	8,931,860 1.10
3.	Fox Crest Investment LLC	Apartment complex	8,360,000 1.03
4.	Ethans Apartments Association LLC	Apartment complex	7,683,500 0.95
5.	Northland Heights Holdings LLC	Apartment complex	7,676,252 0.95
6.	Twin Creeks Shopping Center 22 LLC	Shopping mall (Twin Creeks)	6,831,540 0.84
7.	Velvet Tech Services LLC (Meta)	Software development	6,704,498 0.83
8.	South Interchange Properties LLC	Manufacturing	6,668,300 0.82
9.	CostCo Wholesale Corp.	Retail grocery	5,504,610 0.68
10.	Metro North Crossing LLC	Apartment complex	5,304,050 0.65
		Total	\$73,183,650 9.01%

Source: Platte County and Clay County Assessors.

Personal Property. The following table sets forth a list of the largest personal property taxpayers in the District based on the 2024 assessed valuation. The District has not independently verified the accuracy or completeness of such information.

PERSONAL PROPERTY			
			Percentage of District's Total 2024 Assessed
	<u>Owner</u>	<u>Type of Use</u>	<u>2024 Assessed Valuation</u>
1.	ARI Fleet LTD	Vehicle fleet management	\$3,525,654 0.43%
2.	Southwest Airlines Co.	Airline	3,492,904 0.43
3.	Martin Marietta Materials	Construction materials	2,595,773 0.32
4.	Velvet Tech Services LLC (Meta)	Software development	2,556,211 0.31
5.	Par Electric Contractors	Electrical contractors	2,036,846 0.25
6.	Dredge America Inc.	Marine dredging services	1,855,895 0.23
7.	Global Mail Inc.	Shipping	1,834,642 0.23
8.	Delata Air Lines Inc.	Airline	1,660,719 0.20
9.	Melaleuca The Wellness Company	Manufacturing	1,098,989 0.14
10.	United Parcel Service Inc.	Shipping	1,095,451 0.13
		Total	\$21,753,084 2.62%

Source: Platte County and Clay County Assessors.

* * * *

(THIS PAGE LEFT BLANK INTENTIONALLY)

APPENDIX B

**PLATTE COUNTY R-III SCHOOL DISTRICT
PLATTE COUNTY, MISSOURI**

**AUDITED FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

(THIS PAGE LEFT BLANK INTENTIONALLY)

**PLATTE COUNTY R-III SCHOOL DISTRICT
PLATTE CITY, MISSOURI**

**FINANCIAL STATEMENTS
TOGETHER WITH INDEPENDENT AUDITORS' REPORT**

FOR THE YEAR ENDED JUNE 30, 2024

**PLATTE COUNTY R-III SCHOOL DISTRICT
TABLE OF CONTENTS**

Independent Auditors' Report.....	1
Management's Discussion and Analysis	4
Basic Financial Statements:	
Statement of Net Position - Modified Cash Basis.....	13
Statement of Activities - Modified Cash Basis	14
Combined Statement of Assets, Liabilities and Fund Balances - Modified Cash Basis - Governmental Funds	15
Combined Statement of Revenues, Expenditures and Change in Fund Balances - Modified Cash Basis - Governmental Funds	16
Statement of Net Position - Modified Cash Basis - Fiduciary Fund.....	17
Statement of Change in Net Position - Modified Cash Basis - Fiduciary Fund.....	18
Notes to the Basic Financial Statements	19
Supplementary Information:	
Budgetary Comparison Schedules - Modified Cash Basis:	
General Fund.....	31
Special Revenue Fund.....	32
Debt Service Fund.....	33
Capital Projects Fund	34
Notes to the Budgetary Comparison Schedule.....	35
Schedule of Revenues Collected by Source - School District	36
Summary Schedule of Revenues, Expenditures and Change in Fund Balances - Modified Cash Basis - School District.....	37
Combining Statement of Assets, Liabilities and Fund Balances - Modified Cash Basis - All Capital Projects Funds.....	38

**PLATTE COUNTY R-III SCHOOL DISTRICT
TABLE OF CONTENTS**

Combining Statement of Revenues, Expenditures and Change in Fund Balances - Modified Cash Basis - All Capital Projects Funds.....	39
Schedule of Expenditures of Federal Awards	40
Internal Control and Compliance:	
Independent Accountants' Report on the Administration's Assertion About Compliance with Specified Requirements of Missouri Laws and Regulations	42
Schedule of Selected Statistics - Unaudited	43
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	47
Independent Auditors' Report on Compliance for each Major Federal Program and on Internal Control over Compliance as Required by the Uniform Guidance.....	49
Schedule of Findings and Questioned Costs	52



INDEPENDENT AUDITORS' REPORT

To the Board of Education
Platte County R-III School District

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Platte County R-III School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund and the aggregate remaining fund information of Platte County R-III School District as of June 30, 2024, and the respective changes in modified cash basis financial position, thereof for the year then ended in conformity with the basis of accounting described in Note A.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Platte County R-III School District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter - Basis of Accounting

We draw attention to Note A of the financial statements that describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

Member, American Institute of Certified Public Accountants; Missouri Society of Certified Public Accountants

Telephone: Richmond: (816) 776-3584 KC Line: (816) 470-3584 Carrollton: (660) 542-0102

Fax: Richmond: (816) 470-7100 Carrollton: (660) 542-3959

Website: www.westbrookcpa.com

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information, as listed in the table of contents, including the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of

the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole, on the basis of accounting described in Note A.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the management's discussion and analysis, on pages 4 through 12, but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Westbrook & Co., P.C." in a cursive, stylized font.

Richmond, Missouri
December 5, 2024



MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

The discussion and analysis of Platte County R-III School District's financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should review the basic financial statements, notes to the basic financial statements and other supplemental information to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for the 2024 fiscal year are as follows:

- 1) Operating fund balances for the School District (General Fund and Special Revenue Fund) increased by \$25,120 from \$14,639,564 to \$14,664,684.
- 2) District operating fund revenues increased by \$5,286,617, from \$57,128,123 to \$62,414,740.
- 3) District operating fund expenditures increased by \$6,159,204 from \$54,025,675 to \$60,184,879.

Using this Annual Report

This annual report consists of two distinct series of financial statements: the District-wide reports and fund financials.

- District-wide Financial Reports: Provide both *short-term* and *long-term* information about the District's overall financial status. District-wide statements include the Statement of Net Position and Statement of Activities.
- Fund Financial Statements: Focus on *individual funds* of the District, reporting activities in *more detail*. These statements show how services were financed in the short-term as well as what remains for future spending.

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

The view of the District as a whole looks at all financial transactions and asks the questions, “Are we in a better financial position this year than last?” and “Why” or “Why not.” The Statement of Net Position and the Statement of Activities provide the basis for answering these questions. The statements include *all assets and liabilities* using the *modified-cash basis of accounting*.

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. The financial statements are presented on the modified cash basis of accounting, under which revenues are recorded when received rather than when susceptible to accrual, and expenditures are recorded when paid rather than when the fund liability is incurred.

These two statements report the District’s *net position* and the change in net position. The change in net position is important because it tells the reader that, for the District as a whole, the *financial position* of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District’s property tax base, facility conditions, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the District reports governmental activities. Governmental activities are the activities where most of the District’s programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation, food service and extracurricular activities.

Reporting the District’s Most Significant Funds

Fund financial reports provide detailed information about the District’s major funds. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The following fund types are used by the District:

Governmental Funds:

General Fund: Accounts for and reports all financial resources not accounted for and reported in another fund.

Special Revenue Fund: Accounts for and reports the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Debt Service Fund: Accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Capital Projects Fund: Accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets.

Fiduciary Fund:

Nonexpendable Trust (Scholarship) Fund: Accounts for assets held on behalf of outside parties. The fund maintains the awarding of scholarships to specific individuals in accordance with the terms of scholarship agreements entered into with the donors.

The School District as a Whole

The Statement of Net Position provides the perspective of the District as a whole. Table 1 provides a summary of the School District's net position for 2024 and 2023:

TABLE 1	Governmental Activities	
	2024	2023
ASSETS		
Cash and cash equivalents	<u>\$ 27,953,465</u>	<u>\$ 37,128,031</u>
NET POSITION		
Restricted for:		
Capital outlay	\$ 937,009	\$ 7,875,413
Debt service	11,680,156	14,613,054
Unrestricted	<u>15,336,300</u>	<u>14,639,564</u>
Total Net Position	<u>\$ 27,953,465</u>	<u>\$ 37,128,031</u>

Total assets at June 30, 2024 were \$27,953,465. The total net position decreased \$9,174,566.

Table 2 reports the change in net position for fiscal years 2024 and 2023.

TABLE 2

REVENUES:	<u>2024</u>	<u>2023</u>
Program Revenues:		
Charges for services	\$ 3,552,489	\$ 3,347,284
Operating grants and contributions	7,772,511	8,016,820
Capital grants and contributions	<u>800,168</u>	<u>2,433,150</u>
Total Program Revenues	<u>12,125,168</u>	<u>13,797,254</u>
General Revenues:		
Property taxes	40,610,735	34,999,407
Sales tax	5,741,535	5,215,710
Basic formula	15,781,361	15,839,369
Earnings on investments	2,360,609	2,088,362
M&M surtax, in lieu of tax, FIT	1,158,675	1,229,192
State assessed utilities	2,546,243	2,292,727
Fines and escheats	83,441	110,098
Other revenue	<u>422,810</u>	<u>358,177</u>
Total General Revenues	68,705,409	62,133,042
Special item - bond proceeds	<u>8,245,000</u>	<u>-</u>
Total General Revenues and Special items	<u>76,950,409</u>	<u>62,133,042</u>
Total Revenues	<u>\$ 89,075,577</u>	<u>\$ 75,930,296</u>

PROGRAM EXPENDITURES:

Instruction	29,483,924	27,760,924
Student activities	2,916,180	2,561,097
Student services	4,110,321	3,931,882
Instructional staff support	3,710,134	2,893,771
Building administration	3,048,171	2,710,758
General administration and central services	4,149,073	3,726,702
Operation of plant	7,830,891	6,254,281
Pupil transportation	3,977,078	3,115,446
Food service	2,031,092	1,492,758
Community services	413,783	381,707
Facility acquisition and construction	8,725,504	45,214,780
Debt service:		
Principal retirement	22,238,097	6,143,044
Interest and fees	<u>5,615,895</u>	<u>5,632,388</u>
Total Governmental Activities Expenses	<u>98,250,143</u>	<u>111,819,538</u>
CHANGE IN NET POSITION	(9,174,566)	(35,889,242)
Net position beginning of year	<u>37,128,031</u>	<u>73,017,273</u>
Net position end of year	<u>\$ 27,953,465</u>	<u>\$ 37,128,031</u>

Governmental Activities**Revenues**

General revenues totaled \$68,705,409. The three largest sources of general revenue for Platte County R-III are generated from local property taxes \$40,610,735, the State Basic Foundation Formula \$15,781,361, and Proposition C sales tax \$5,741,535.

Program specific revenues in the form of operating and capital grants totaled \$8,572,679. The largest portion of this revenue was from ECSE grants. State and federal reimbursements included transportation \$1,907,898 and food service \$695,029.

Charges for services, mainly for instruction, food service and student activities, totaled \$3,552,489.

Expenditures

Expenditures for governmental activities totaled \$98,250,143. Only \$12,125,168 was offset by program specific charges for services, grants or contributions. General revenues; primarily property taxes, sales tax, the basic formula and to a lesser extent state assessed utilities, fines, earnings on investments and other miscellaneous sources; provided for program activities.

The Statement of Activities shows the costs of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the costs of these services supported by tax revenue and unrestricted State entitlements.

TABLE 3

	2024		2023	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Instruction	\$ 29,483,924	\$ (23,226,080)	\$ 27,760,924	\$ (21,659,851)
Student activities	2,916,180	(1,979,615)	2,561,097	(1,738,757)
Student services	4,110,321	(4,014,078)	3,931,882	(3,931,882)
Instructional staff support	3,710,134	(3,162,046)	2,893,771	(2,576,443)
Building administration	3,048,171	(3,048,171)	2,710,758	(2,710,758)
General administration and central services	4,149,073	(4,140,687)	3,726,702	(3,717,580)
Operation of plant	7,830,891	(7,747,131)	6,254,281	(6,222,278)
Transportation	3,977,078	(2,069,180)	3,115,446	(1,360,468)
Food service	2,031,092	(399,835)	1,492,758	743,458
Community services	413,783	(224,533)	381,707	(214,117)
Facility acquisition and construction	8,725,504	(8,259,627)	45,214,780	(42,858,176)
Debt service:				
Principal retirement	22,238,097	(22,238,097)	6,143,044	(6,143,044)
Interest and fees	5,615,895	(5,615,895)	5,632,388	(5,632,388)
Total Governmental Activities	<u>\$ 98,250,143</u>	<u>\$ (86,124,975)</u>	<u>\$ 111,819,538</u>	<u>\$ (98,022,284)</u>

Instruction includes activities directly dealing with the teaching of pupils and the interaction between teacher and pupil.

Student activities include expenditures related to activities and services associated with extracurricular activities.

Student services include guidance and counseling, health services, as well as the costs of student attendance reporting.

Instructional staff support includes the activities involved with assisting staff with the content and process of teaching pupils.

Building administration includes the cost of salaries and benefits for building level principals and office support staff.

General administration and central services includes the expenditures associated with administrative and financial supervision of the District and office support staff. It also includes expenditures related to planning, research, development and evaluation of instructional and support services, as well as the reporting of this information internally and to the public.

Operation of plant activities involves keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Food service includes the preparation, delivery, and servicing of lunches, snacks, and other incidental meals to students and school staff in connection with school activities.

Community services includes expenditure related to student activities provided by the District which are designed to provide opportunities for pupils to participate in school events, public events, or a combination of these for the purpose of motivation, enjoyment and skill improvement.

Facility acquisition and construction includes expenditures for land or existing buildings; improvements of grounds; construction of buildings; remodeling of buildings; initial equipment; additional equipment; and replacement of equipment.

Debt service involves the transactions associated with the payment of principal, interest, and other related charges for debt of the District.

The District's Funds

The District's funds are accounted for using the modified cash basis of accounting. All governmental funds had total revenues and bond proceeds of \$89,075,577 and total expenditures of \$98,250,143 representing a total net decrease of \$9,174,566. The net changes in fund balances for the year were as follows: General Fund increased by \$25,120, Debt Service Fund decreased by \$2,932,898, and Capital Projects Fund decreased by \$6,266,788.

General Fund Budgeting Highlights

Missouri statutes are very specific regarding public school finance. These laws establish funds which must be used in the accounting process and place certain limits upon the use of revenue and expenditure transactions allowed in these funds. The District's budget is prepared according to Missouri law and is based on accounting for certain transactions on the modified cash basis. The most significant budgeted fund is the General Fund. During the course of the year, the District amended the General Fund budget numerous times.

Major reasons for amendments during the 2024 fiscal year are as follows:

- The preliminary budget must be constructed before the final local property assessment and tax rate data are available. In addition, at the time of the preliminary budget, state revenue projections and Federal revenue figures were not available.
- Adjustments in staff placement on the salary schedule as a result of advance graduate hours and/or changes in job responsibilities.
- Increased costs associated with special programs and district goals.
- All funds budgeted in the General, Teachers' and Capital Projects Fund were not expended or exceeded projections.

The General Fund actual revenue was \$37,466,783 representing a \$4,705,630 increase over the original budget estimate of \$32,761,153. Most of the difference was our local revenues being higher as well as an unexpected increase in federal revenues. Total actual General Fund expenditures were \$25,546,533 representing a \$1,962,536 increase from the original budget estimate of \$23,583,997.

Debt Administration

At June 30, 2024, the District had \$105,964,175 in outstanding debt.

TABLE 4**Outstanding Debt**

	<u>2024</u>	<u>2023</u>
School District:		
Series 2012 General Obligation Refunding Bonds	\$ -	\$ 3,350,000
Series 2016 General Obligation Refunding Bonds	-	17,070,000
Series 2021 General Obligation Refunding Bonds	73,000,000	73,000,000
Series 2024 General Obligation Refunding Bonds	8,245,000	-
Technology Lease	-	121,707
School Bus Lease	<u>954,175</u>	<u>1,235,854</u>
Total School District	<u>82,199,175</u>	<u>94,777,561</u>
Building Corporation:		
Series 2016 Leasehold Revenue Bonds	3,225,000	3,555,000
Series 2017 Leasehold Revenue Bonds	17,875,000	18,215,000
Series 2022 Leasehold Revenue Bonds	<u>2,665,000</u>	<u>3,685,000</u>
Total Building Corporation	<u>23,765,000</u>	<u>25,455,000</u>
Total School District and Building Corporation	<u>\$ 105,964,175</u>	<u>\$ 120,232,561</u>

Current Financial Issues and Concerns

Platte County R-III School District is financially stable, but like many school districts across the State of Missouri and nation, is facing increasing budgetary pressure. Most notable items include:

- Developing and enhancing quality educational/instructional programs to improve overall and individual student academic performance Pre-K through Post-Secondary;
- The need for salary increases in order to be competitive with surrounding school districts and employers in attracting and retaining highly qualified staff;
- The need for additional space to handle enrollment increases and new programming;
- Continue projected increases in the cost of employee benefits;
- Inflationary costs associated with operating a school district including but not limited to, utility costs, supplies, contracted services, learning resources, and technology;
- Finally, uncertain funding from state, Federal, and local governments (i.e. SB190)

The District began the FY24 school year with 27.10% reserves in the General and Teacher's fund and ended FY24 with 24.37% in the same funds. The planned decrease was a result of an increase in expenditures aligned with the items bulleted above, not a reduction in "cash" on hand. Approximately 65% of all revenue came from local sources; the Platte County School District continues to depend on its local taxpayers to provide the funding for its schools. In April 2024, voters approved a full Prop C waiver and levy transfer resulting in \$0.35 in additional operating levy. In turn, the Board of Education reduced its Debt Service levy the same amount resulting in a total levy of \$5.0193 for the seventh year in a row in FY25. As a result, the Board of Education was able to make progress on attracting and retaining high quality staff by making market adjustments to salary schedules, allowing incremental movement on those schedules, and granting salary increases for all staff. In addition, personnel were hired to enhance safety and security throughout the district. Finally, technology enhancements were purchased for all grade levels. The Platte County R-III School District is appreciative and proud of the support it receives from the community.

The District enrollment is projected to continue to increase over the next five years making the need for additional classroom space a priority, which the District has addressed in a Long-Range Facility Plan. The first phase of the plan was passed by voters in April 2021. Voters passed a no-tax-rate increase General Obligation Bond valued at \$99 million to create a second middle school, make improvement at the high school, and renovate Barry Elementary to accommodate Pre-K through 5th grade programing. In April 2025, it is anticipated voters will consider a \$62,0000,000 no tax rate increase General Obligation ballot question to complete Phase II of the Long-Range Facility Plan. Phase II will include the second phase of rebuilding Platte County High School, constructing site amenities at Platte Purchase Middle School activities complex, constructing playground facilities at Pathfinder Elementary School, and making hard surface improvements at Compass Elementary to expand parking and improve traffic flow and safety. In addition to the Long-Range Facility Plan, the District, in partnership with Northland Career Center (NCC) has been developing a vision and plan to create a new, state-of-the-art, career center at a centralized location for its Northland consortium. Leaders have engaged various strategic partners to develop and market a future building concept. NCC's proposed new facility will cost approximately \$70M. In May of 2023, the Missouri State Legislature invested in this workforce initiative by appropriating \$30M of its FY 2024 budget to support NCC's cause to build and grow a Northland workforce in Clay and Platte Counties. The District is currently working to secure a location and raise funds for the matching portion of the grant. The project is seeking public and private funding without asking for a levy increase or bond issue from any Northland School District, including the Platte County R-III School District.

In conclusion, Platte County R-III School District has a long-standing tradition of fiscal stability. The administration and Board of Education are committed to continue this level of financial excellence for the future. Aligned to the District's Strategic Plan and Long-Range Facility Plan, financial planning and budgeting will continue to strive for academic excellence while providing the patrons of the District with sound fiscal management to meet future challenges in the best interest of our students.

Contacting the District's Financial Management

This financial report is designed to provide our patrons, taxpayers and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Dr. Jay Harris, Superintendent at Platte County R-III School District, Platte City, MO 64079.

PLATTE COUNTY R-III SCHOOL DISTRICT
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
JUNE 30, 2024

	<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash and cash equivalents	\$ <u>27,953,465</u>
NET POSITION	
Restricted for:	
Capital outlay	\$ 1,608,625
Debt service	11,680,156
Unrestricted	<u>14,664,684</u>
Total net position	\$ <u>27,953,465</u>

See accompanying notes to the basic financial statements.

PLATTE COUNTY R-III SCHOOL DISTRICT
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED JUNE 30, 2024

FUNCTION/PROGRAMS	Expenditures	PROGRAM REVENUES			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Change in Net Position Governmental
GOVERNMENTAL ACTIVITIES:					
Instruction	\$ 29,483,924	\$ 1,510,016	\$ 4,413,537	\$ 334,291	\$ (23,226,080)
Student activities	2,916,180	936,565	-	-	(1,979,615)
Student services	4,110,321	-	96,243	-	(4,014,078)
Instruction staff support	3,710,134	-	548,088	-	(3,162,046)
Building administration	3,048,171	-	-	-	(3,048,171)
General administration & central services	4,149,073	-	8,386	-	(4,140,687)
Operation of plant	7,830,891	83,760	-	-	(7,747,131)
Transportation	3,977,078	-	1,907,898	-	(2,069,180)
Food service	2,031,092	936,228	695,029	-	(399,835)
Community services	413,783	85,920	103,330	-	(224,533)
Facility acquisition and construction	8,725,504	-	-	465,877	(8,259,627)
Debt service:					
Principal retirement	22,238,097	-	-	-	(22,238,097)
Interest and fees	5,615,895	-	-	-	(5,615,895)
Total Governmental Activities	<u>\$ 98,250,143</u>	<u>\$ 3,552,489</u>	<u>\$ 7,772,511</u>	<u>\$ 800,168</u>	<u>(86,124,975)</u>
General Revenues:					
					40,610,735
					5,741,535
					15,781,361
					2,360,609
					659,668
					497,364
					2,546,243
					83,441
					1,643
					422,810
					68,705,409
					8,245,000
					76,950,409
Total General Revenues and Special item					
					(9,174,566)
					37,128,031
					\$ 27,953,465

See accompanying notes to the basic financial statements.

PLATTE COUNTY R-III SCHOOL DISTRICT
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
JUNE 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and cash equivalents	\$ 19,128,167	\$ -	\$ 7,216,673	\$ 1,608,625	\$ 27,953,465
Due from other fund	<u>-</u>	<u>-</u>	<u>4,463,483</u>	<u>-</u>	<u>4,463,483</u>
Total assets	<u>\$ 19,128,167</u>	<u>\$ -</u>	<u>\$ 11,680,156</u>	<u>\$ 1,608,625</u>	<u>\$ 32,416,948</u>
LIABILITIES					
Due to other fund	<u>\$ 4,463,483</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,463,483</u>
FUND BALANCES					
Restricted	186,578	-	11,680,156	292,698	12,159,432
Committed	-	-	-	906,636	906,636
Assigned	2,047,713	-	-	409,291	2,457,004
Unassigned	<u>12,430,393</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,430,393</u>
Total fund balances	<u>14,664,684</u>	<u>-</u>	<u>11,680,156</u>	<u>1,608,625</u>	<u>27,953,465</u>
Total liabilities and fund balances	<u>\$ 19,128,167</u>	<u>\$ -</u>	<u>\$ 11,680,156</u>	<u>\$ 1,608,625</u>	<u>\$ 32,416,948</u>

See accompanying notes to the basic financial statements.

PLATTE COUNTY R-III SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES
MODIFIED CASH BASIS - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
Local	\$ 29,886,259	\$ 5,807,101	\$ 13,216,021	\$ 3,710,905	\$ 52,620,286
County	1,633,000	83,441	675,581	237,662	2,629,684
State	3,322,383	16,848,003	-	421,801	20,592,187
Federal	2,620,714	762,772	-	153,867	3,537,353
Other	4,427	1,446,640	-	-	1,451,067
Total Revenues	37,466,783	24,947,957	13,891,602	4,524,235	80,830,577
EXPENDITURES:					
Instruction	3,710,679	25,391,933	-	381,312	29,483,924
Student activities	1,571,724	1,244,630	-	99,826	2,916,180
Student services	1,470,411	2,639,910	-	-	4,110,321
Instruction staff support	1,659,298	1,997,105	-	53,731	3,710,134
Building administration	969,750	2,078,421	-	-	3,048,171
General administration & central services	2,774,818	1,068,096	-	306,159	4,149,073
Operation of plant	7,658,794	120,158	-	51,939	7,830,891
Transportation	3,448,556	-	-	528,522	3,977,078
Food service	1,966,813	-	-	64,279	2,031,092
Community services	315,690	98,093	-	-	413,783
Facility acquisition and construction	-	-	-	8,725,504	8,725,504
Debt service:					
Principal retirement	-	-	20,420,000	1,818,097	22,238,097
Interest and fees	-	-	4,649,500	966,395	5,615,895
Total Expenditures	25,546,533	34,638,346	25,069,500	12,995,764	98,250,143
Revenues Over (Under) Expenditures	11,920,250	(9,690,389)	(11,177,898)	(8,471,529)	(17,419,566)
Other Financing Sources (Uses):					
Proceeds from bonds issued	-	-	8,245,000	-	8,245,000
Transfers	(11,895,130)	9,690,389	-	2,204,741	-
Total Other Financing Sources (Uses)	(11,895,130)	9,690,389	8,245,000	2,204,741	8,245,000
Net change in fund balance	25,120	-	(2,932,898)	(6,266,788)	(9,174,566)
Fund balance, beginning	14,639,564	-	14,613,054	7,875,413	37,128,031
Fund balance, ending	\$ 14,664,684	\$ -	\$ 11,680,156	\$ 1,608,625	\$ 27,953,465

See accompanying notes to the basic financial statements.

PLATTE COUNTY R-III SCHOOL DISTRICT
STATEMENT OF NET POSITION - MODIFIED CASH BASIS
FIDUCIARY FUND
JUNE 30, 2024

	<u>SCHOLARSHIP FUND</u>
ASSETS	
Cash and cash equivalents	\$ 10,258
Certificates of deposit	<u>34,522</u>
Total assets	<u>\$ 44,780</u>
NET POSITION	
Held in trust for scholarships	<u><u>\$ 44,780</u></u>

See accompanying notes to the basic financial statements.

**PLATTE COUNTY R-III SCHOOL DISTRICT
STATEMENT OF CHANGE IN NET POSITION
MODIFIED CASH BASIS - FIDUCIARY FUND
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>SCHOLARSHIP FUND</u>
Additions	
Interest received	\$ 819
Contributions received	<u>3,000</u>
Total additions	3,819
 Deductions	
Scholarships paid to students	<u>3,450</u>
 Change in Net Position	369
 Net Position Beginning of Year	<u>44,411</u>
 Net Position End of Year	<u>\$ 44,780</u>

See accompanying notes to the basic financial statements.

**PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles Used to Determine Scope of Entity: The District's reporting entity includes the District's governing board and all related organizations.

The combined financial statements of the District include all organizations that raise and hold economic resources for the direct benefit of the District. The District has implemented GASB Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*. GASB Statement No. 61 amended GASB Statement No. 14. GASB Statement No. 61 modifies certain requirements for inclusion of component units in the financial reporting entity. The following entity is included in the District's annual financial statements, as it is part of the District's entity based on the criteria established in GASB Statement No. 61.

Platte County R-III School District Building Corporation: This component unit was incorporated as a not-for-profit organization whose stated purpose is to operate exclusively for the benefit of the District. Although the District is not legally responsible for the debt of the building corporation, the corporation's sole source of revenue is lease payments from the District. The financial information presented for the Building Corporation has been blended with that of the School District. The information must be reported using the blended method since the component unit is so closely related to the primary government that the component unit, in effect, is the same as the primary unit. The separate information for the Building Corporation can be found in the supplemental information.

Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The Statement of Net Position and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The Statement of Net Position presents the financial condition of the governmental activities of the District at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements - During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Fiduciary funds are reported by fund type.

PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The following fund types are used by the District:

Major Governmental Funds:

General Fund: Accounts for and reports all financial resources not accounted for and reported in another fund.

Special Revenue Fund: Accounts for and reports the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Debt Service Fund: Accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

Capital Projects Fund: Accounts for and reports financial resources that are restricted, committed, or assigned to expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets.

Other Fund Types:

Fiduciary (Scholarship) Fund: Accounts for memorial gifts received from outside parties. The fund provides the awarding of scholarships to specified individuals in accordance with the terms of scholarship trust agreements entered into with the donors.

Measurement Focus

Government-wide Financial Statements: The government-wide financial statements are prepared using the total economic resources measurement focus. All assets and liabilities arising from cash transactions are included on the Statement of Net Position.

Fund Financial Statements: All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement of focus, only current assets and current liabilities generally are included on the balance sheet. The Statement of Revenues, Expenditures, and Change in Fund Balances reports on the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources. This approach does not differ from the manner in which the governmental activities of the District-wide financial statements are prepared.

PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting: In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using the modified cash basis of accounting. This basis recognizes assets, liabilities, net position/fund equity, revenues and expenditures when they result from cash transactions. Salaries for teachers are recorded as expenditures paid in the fiscal year in which the obligation under the salary contracts are fulfilled by the teachers, even though a portion of such salaries are not paid until July and August of the following fiscal year. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Pooled Cash and Temporary Investments: Cash resources of the individual funds are combined to form a pool of cash and temporary investments, which is managed by the Executive Director of Business Services. Investments of the pooled accounts consist primarily of certificates of deposit, commercial paper and money market funds, carried at cost. Interest income received is allocated to contributing funds based on cash and temporary investment balances. The investment pool is available for use by all funds except the Debt Service Fund (State law requires that all deposits of the Debt Service Fund be kept separate and apart from all other funds of the District).

Paid time off: Vacation time and annual leave days are considered as expenditures in the year paid. Any unused vacation days at June 30 will be reimbursed at the long-term rate of pay for a certified substitute teacher to the employee. All eligible staff receive twelve annual leave days per year. The annual leave days will accumulate to 120 days. Annual leave days in excess of 120 days at the end of a school year will be paid at \$75 per day. Upon resignation or retirement, employees with three to ten years of continuous service will be reimbursed at half the current rate of certified substitute teacher pay for annual leave days.

Teachers' Salaries: Payroll checks for July and August 2024 written and held at June 30, 2024, in the amount of \$2,871,493 are included in the financial statements as expenditures paid in the month of June. This practice has been consistently followed in previous years.

OPEB Liabilities: As the District uses the modified cash basis of accounting, other post-employment benefits (OPEB) liabilities are not reported in these financial statements. The District has not provided for an estimate of this liability to be performed.

NOTE B - CASH AND CASH EQUIVALENTS

Custodial credit risk: For deposits, custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. At June 30, 2024, the bank balances of the District's deposits totaled \$1,839,847, which was covered fully by FDIC insurance.

Interest rate risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District has a formal investment policy that minimizes the risk that the market value of securities in the portfolio will fall due to changes in general 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 on the open market prior to maturity and investing operating funds primarily in shorter term securities.

Credit risk: Credit risk is defined as the risk that an issuer or other counterparties to an investment in debt securities will not fulfill its obligation.

**PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE B - CASH AND CASH EQUIVALENTS (continued)

MOSIP is professionally managed by PFM Asset Management LLC, a registered investment adviser, who is one of the nations' largest administrators of local government investment programs. All investments in the MOSIP pool are rated AAAM by Standard and Poor's and meet the permitted investments statutes for Missouri Schools. The District had \$32,849,695 invested with MOSIP at June 30, 2024.

Concentration of credit risk: Concentration of credit risk is the risk loss attributed to the magnitude of a government's investment in a single user. The District's investment policy places no limit on the amount the District may invest in any one issuer.

NOTE C - TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The counties of Platte and Clay each collect property tax and remit it to the District. The District also receives sales tax collected by the state and remitted based on weighted average daily attendance. The District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year.

The assessed valuation of the tangible taxable property for the calendar year 2023 for purposes of local taxation was:

Real Estate:	
Residential	\$ 518,576,209
Agricultural	2,540,571
Commercial	131,558,802
Personal Property	<u>140,341,942</u>
Total	<u><u>\$ 793,017,524</u></u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2023 for purposes of local taxation was:

	<u>Unadjusted</u>	<u>Adjusted</u>
General Fund	\$ 3.4169	\$ 3.1124
Special Revenue Fund	-	-
Debt Service Fund	1.5289	1.5289
Capital Projects Fund	<u>0.3780</u>	<u>0.3780</u>
	<u><u>\$ 5.3238</u></u>	<u><u>\$ 5.0193</u></u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2024, aggregated approximately 102% of the current assessment computed on the basis of the levy as shown above.

PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE D - RETIREMENT PLAN

The Public School Retirement System of Missouri (PSRS), is a mandatory cost-sharing multiple-employer retirement system for all full-time certificated employees and certain part-time certificated employees of all public school districts in Missouri (except the school districts of St. Louis and Kansas City) and all public community colleges. PSRS also includes certificated employees of PSRS, Missouri State Teachers' Association, Missouri State High School Activities Association, and certain employees of the state of Missouri who elected to remain covered by PSRS under legislation enacted in 1986, 1987 and 1989. The majority of PSRS members are exempt from Social Security contributions. In some instances, positions may be determined not to be exempt from Social Security contributions. Any PSRS member who is required to contribute to Social Security comes under the requirements of Section 169.070(9) RSMo, known as the "2/3's statute." PSRS members required to contribute to Social Security are required to contribute two-thirds of the approved PSRS contribution rate and their employer is required to match the contribution. The member's benefits are further calculated at two-thirds the normal benefit amount. An Annual Comprehensive Financial Report ("ACFR") can be obtained at www.psrs-peers.org.

PSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of 5 years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 2.5% benefit factor. Beginning July 1, 2001, and ending July 1, 2014, a 2.55% benefit factor is used to calculate benefits for members who have 31 or more years of service. Actuarially age-reduced benefits are available for member with five to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount. A Summary Plan Description detailing the provisions of the plan can be found on PSRS' website at www.psrs-peers.org. Since the prior valuation date, the benefit provisions were amended to make permanent an early retirement benefit allowing members to retire at any age after 25 years of service.

PSRS members were required to contribute 14.5% of their annual covered salary during fiscal year 2024. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay. Contributions for employees of the State of Missouri were made by the state in accordance with the actuarially determined contribution rate needed to fund current costs and prior service costs of state employees as authorized in Section 104.342.8 RSMo.

The District's contributions to PSRS for the year ended June 30, 2024, was \$4,113,896, equal to the required contributions. The District's contributions to S-PSRS, the "2/3's statute", for the year ended June 30, 2024, was \$31,741, equal to the required contributions.

PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE D - RETIREMENT PLAN (continued)

The District also contributes to The Public Education Employee Retirement System of Missouri (PEERS), which is a mandatory cost-sharing multiple-employer retirement system for all public school district employees (except the school districts of St. Louis and Kansas City), employees of the Missouri Association of School Administrators, and community college employees (except the Community College of St. Louis). Employees of covered districts who work 20 or more hours per week on a regular basis and who are not contributing members of the Public School Retirement System of Missouri (PSRS) must contribute to PEERS. Employees of PSRS who do not hold Missouri educator certificates also contribute to PEERS. PEERS was established as a trust fund by an Act of the Missouri General Assembly effective October 13, 1965. Statutes governing the System are found in Section 169.600 – 169.715 and Sections 169.560 – 169.595 RSMo. The statutes place responsibility for the operation of PEERS on the Board of Trustees of the Public School Retirement Systems of Missouri. An Annual Comprehensive Financial Report (“ACFR”) can be obtained at www.psr-peers.org.

PEERS is a defined benefit plan providing service retirement and disability benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the “Rule of 80” (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for “Rule of 80” or “30-and-out” are entitled to an additional temporary .8% benefit multiplier until reaching minimum Social Security age (currently age 62). Actuarially age-reduced retirement benefits are available with five years of service at age 55. Members who are younger than age 55 and who do not qualify under the “Rule of 80” but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36, times the Single Life benefit amount. A Summary Plan Description detailing the provisions of the plan can be found on PSRS’ website at www.psr-peers.org.

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

The District's contributions to PEERS for the year ended June 30, 2024, were \$743,404 equal to the required contributions.

NOTE E - INSURANCE

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The District maintains commercial insurance to protect itself from such risks. The District also maintains excess liability coverage in the amount of \$5,000,000.

NOTE F - COMMITMENTS

As of June 30, 2024, the District entered into various construction and technology equipment contracts. The total amount committed by the District for these projects but not paid as of June 30, 2024, was \$10,398,891.

**PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE G - INTERFUND BALANCES AND TRANSFERS

During the year, the District made a \$1,731,633 transfer from the General Fund to the Capital Projects Fund for necessary capital outlay expenditures. This revenue transfer is capped by an amount calculated annually by the Missouri Department of Elementary and Secondary Education (DESE). The District also transferred \$473,108 from the General Fund to the Capital Projects Fund for transportation costs and \$9,690,389 from the General Fund to the Special Revenue Fund to avoid deficit spending in the Special Revenue Fund.

As of June 30, 2024, the General Fund owes \$4,463,483 to the Debt Service Fund for transfers not made during the year.

NOTE H - TAX ABATEMENT

The School District's property tax revenues were reduced by \$1,210,321 under agreements provided by the City of Kansas City Missouri. The District also received \$308,632 associated with the abated taxes from the City of Kansas City in fiscal year ended June 30, 2024.

NOTE I - LEASE COMMITMENTS

As of June 30, 2012, the District renewed an earlier agreement to lease 10.02 acres for an annual lease payment calculated at \$31,500, due September 1. This lease is for 20 years unless terminated by the District or by the provision of the agreement.

On June 30, 2023, the District entered into a 48-month copier lease agreement. The lease requires monthly payments of \$10,415 beginning July 2023.

The future required minimum lease payments on the above leases are as follows:

Year ending, June 30,	Amount
2025	\$ 156,480
2026	156,480
2027	156,480
2028	31,500
2029	31,500
2030 and thereafter	<u>63,000</u>
	<u>\$ 595,440</u>

NOTE J - LONG-TERM DEBT

Changes in debt for the School District and Building Corporation combined during the fiscal year were as follows:

	Balance July 1, 2023	Additions	Retirements	Balance June 30, 2024	Amount Due Within One Year
Bonds payable	\$ 118,875,000	\$ 8,245,000	\$ 22,110,000	\$ 105,010,000	\$ 7,200,000
Direct borrowings	1,357,561	-	403,386	954,175	291,633
Total	<u>\$ 120,232,561</u>	<u>\$ 8,245,000</u>	<u>\$ 22,513,386</u>	<u>\$ 105,964,175</u>	<u>\$ 7,491,633</u>

**PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE K - BONDS PAYABLE

Bonds payable at June 30, 2024, consist of:

SCHOOL DISTRICT:

Series 2021 general obligation improvement bonds due in varying annual installments through March 1, 2041; interest of 5.0 to 5.25%	\$ 73,000,000
---	---------------

Series 2024 general obligation refunding bonds due in varying annual installments through March 1, 2029; interest of 4.0%	<u>8,245,000</u>
---	------------------

Total School District	<u>81,245,000</u>
-----------------------	-------------------

BUILDING CORPORATION:

Series 2016 Platte County R-III School District Building Corporation leasehold revenue bonds due in varying annual installments through April 1, 2031; interest of 3.0% to 4.0%.	3,225,000
--	-----------

Series 2017 Platte County R-III School District Building Corporation leasehold refunding revenue bonds due in varying annual installments through April 1, 2035; interest at 3.4%	17,875,000
---	------------

Series 2022 Platte County R-III School District Building Corporation leasehold refunding revenue bonds due in varying annual installments through April 1, 2029; interest at 4.0%	<u>2,665,000</u>
---	------------------

Total Building Corporation	<u>23,765,000</u>
----------------------------	-------------------

Total School District and Building Corporation	<u><u>\$ 105,010,000</u></u>
--	------------------------------

During the year, the District issued \$8,245,000 Series 2024 General Obligation Refunding bonds to refund \$8,245,000 of the outstanding Series 2016 General Obligation Refunding Bonds that were callable on March 1, 2024. This refunding was undertaken to obtain an economic benefit of \$279,310.

PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE K - BONDS PAYABLE (continued)

Debt service requirements to maturity for the School District and Building Corporation combined are:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 7,200,000	\$ 4,942,732	\$ 12,142,732
2026	2,425,000	4,658,630	7,083,630
2027	2,835,000	4,575,250	7,410,250
2028	3,560,000	4,476,610	8,036,610
2029	2,600,000	4,349,920	6,949,920
2030	6,235,000	4,245,920	10,480,920
2031	7,235,000	3,966,720	11,201,720
2032	7,055,000	3,640,480	10,695,480
2033	7,595,000	3,319,010	10,914,010
2034	7,955,000	2,972,780	10,927,780
2035	8,415,000	2,596,860	11,011,860
2036	6,200,000	2,199,750	8,399,750
2037	6,500,000	1,874,250	8,374,250
2038	6,700,000	1,533,000	8,233,000
2039	7,000,000	1,181,250	8,181,250
2040	7,500,000	813,750	8,313,750
2041	8,000,000	420,000	8,420,000
Total	<u>\$ 105,010,000</u>	<u>\$ 51,766,912</u>	<u>\$ 156,776,912</u>

NOTE L - DIRECT BORROWINGS

In July 2020, the District entered into a lease purchase agreement in the amount of \$365,440 with a third party to finance the cost of technology equipment. The lease is for three years, requiring annual lease payments of \$128,097 beginning in July 2021, interest at 5.1%.

In July 2022, the District entered into a lease purchase agreement in the amount of \$1,571,662 with a third party to finance the cost of school buses. The lease is for six years, requiring five annual lease payments of \$335,808 beginning August 2022 with a final payment in August 2027 of \$39,870, interest at 4.4%.

Future minimum lease payments on the above leases are as follows:

Year Ending June 30,	Principal	Interest	Total
2025	\$ 291,633	\$ 44,175	\$ 335,808
2026	305,147	30,661	335,808
2027	319,241	16,567	335,808
2028	38,154	1,716	39,870
Total	<u>\$ 954,175</u>	<u>\$ 93,119</u>	<u>\$ 1,047,294</u>

**PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE M - FUND BALANCES - GOVERNMENTAL FUNDS

Statement No. 54 of the Governmental Accounting Standards Board (GASB 54) establishes accounting and financial reporting standards for all governments that report governmental funds. GASB 54 establishes criteria for classifying fund balances and clarifies definitions for governmental fund types.

For committed fund balances (as defined in GASB 54), the District's highest level of decision making authority is the Board of Education (the Board). Restrictions are authorized by the Board based on recommended fund placement in the original adopted budget and later revised budget, as well as by Board resolution. Further, the Board delegates the authority to assign amounts for specific purpose(s) to the Superintendent or designee.

GASB 54 establishes five (5) fund balance categories: Nonspendable, Restricted, Committed, Assigned and Unassigned:

Nonspendable fund balance - Funds that cannot be spent due to their form or funds that legally or contractually must be maintained intact.

Restricted fund balance - Funds that are constrained for a specific purpose - restricted expenditure use.

Committed fund balance - Funds that are designated for a special purpose by a government using its highest level of decision making authority. The Board would make the commitment and only the Board can remove such a commitment.

Assigned fund balance - For all governmental funds other than the General Fund - the amount reported as assigned should not result in a deficit in unassigned fund balance.

Unassigned fund balance - Represents only the General Fund and all remaining fund balances not classified in the first four levels.

For all funds except the Debt Service Fund, the Board may consider the order of spending as restricted, committed, assigned, and then unassigned amounts as available. For the Debt Service Fund, the Board may approve unrestricted or assigned balances to be spent prior to restricted balances, allowing the spending of interest prior to principal. The year-end audit process will establish the fund balance restriction recommendations for classifying remaining fund balances as required by GASB 54.

State rules for public school finance require Teacher's Fund (Special Revenue Fund) be used to account for revenue sources legally restricted to expenditures for the purpose of teachers' salaries and benefits and tuition payments to other school districts as outlined by the Annual Secretary of the Board Report (ASBR). Substantial sources of revenue for the Teacher's Fund will be through transfers from General Fund balances and the required state basic formula and Proposition C sales tax allocations. The Board established the Teacher's Fund as a special revenue fund, and a major fund, in the financial statements.

The District shall maintain sufficient financial reserves to provide for prudent financial management and for adequacy of cash flow to support operations. The operating fund balance is the combined fund balances of the General, Teacher's and Capital Projects Funds. These reserves include elements for an operating reserve and a financial stabilization reserve. The appropriate amount for the operating reserve fund should be reviewed periodically.

PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

NOTE M - FUND BALANCES - GOVERNMENTAL FUNDS (continued)

As fund balances approach the 16 - 22 percent, Board established minimum reserve balance, the Board may determine necessary action to include, but not be limited to, a levy election or significant budget reduction measures.

As of June 30, 2024, fund balances are composed of the following:

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund
Restricted:				
Unspent bond proceeds	\$ -	\$ -	\$ -	\$ 292,689
Debt service	-	-	11,680,156	-
Total Restricted	-	-	11,680,156	292,689
Committed:				
Technology equipment	186,578	-	-	-
Capital projects	-	-	-	906,636
Total Committed	186,578	-	-	906,636
Assigned:				
Food service	584,730	-	-	-
Student activities	1,462,983	-	-	-
Capital projects	-	-	-	409,300
Total assigned	2,047,713	-	-	409,300
Unassigned	12,430,393	-	-	-
Total fund balances	<u>\$ 14,664,684</u>	<u>\$ -</u>	<u>\$ 11,680,156</u>	<u>\$ 1,608,625</u>

NOTE N - LITIGATION

As of June 30, 2024, the District had unsettled claims at various stages of litigation. At this time, outcomes cannot be predicted, however, the District is vigorously defending against each claim.

SUPPLEMENTARY INFORMATION

PLATTE COUNTY R-III SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	BUDGET			
	ORIGINAL	FINAL	ACTUAL	VARIANCE
REVENUES:				
Local	\$ 27,138,248	\$ 32,365,970	\$ 29,886,259	\$ (2,479,711)
County	1,500,000	1,500,000	1,633,000	133,000
State	2,363,720	2,747,086	3,322,383	575,297
Federal	1,737,185	2,161,330	2,620,714	459,384
Other	22,000	26,193	4,427	(21,766)
Total Revenues	32,761,153	38,800,579	37,466,783	(1,333,796)
EXPENDITURES:				
Instruction	4,678,096	3,776,364	3,710,679	65,685
Student activities	1,165,499	1,510,602	1,571,724	(61,122)
Student services	1,363,874	1,420,858	1,470,411	(49,553)
Instruction staff support	1,318,545	1,575,641	1,659,298	(83,657)
Building administration	956,093	1,030,700	969,750	60,950
General administration & central services	2,476,167	3,134,927	2,774,818	360,109
Operation of plant	6,118,862	8,078,607	7,658,794	419,813
Transportation	3,294,892	3,807,444	3,448,556	358,888
Food service	1,989,853	1,939,656	1,966,813	(27,157)
Community services	222,116	322,749	315,690	7,059
Facility acquisition and construction	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fees	-	-	-	-
Total Expenditures	23,583,997	26,597,548	25,546,533	1,051,015
Revenues Over (Under) Expenditures	9,177,156	12,203,031	11,920,250	(282,781)
Other Financing Sources (Uses):				
Transfers	(11,774,300)	(12,252,698)	(11,895,130)	357,568
Net change in fund balance	(2,597,144)	(49,667)	25,120	74,787
Fund balance, beginning	14,641,500	14,641,500	14,641,500	-
Fund balance, ending	\$ 12,044,356	\$ 14,591,833	\$ 14,666,620	\$ 74,787

PLATTE COUNTY R-III SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		
REVENUES:				
Local	\$ 5,416,109	\$ 5,429,180	\$ 5,807,101	\$ 377,921
County	215,000	135,000	83,441	(51,559)
State	16,191,317	16,706,317	16,848,003	141,686
Federal	999,737	685,297	762,772	77,475
Other	1,655,530	1,435,530	1,446,640	11,110
Total Revenues	24,477,693	24,391,324	24,947,957	556,633
EXPENDITURES:				
Instruction	26,639,418	25,290,408	25,391,933	(101,525)
Student activities	1,122,258	1,274,527	1,244,630	29,897
Student services	2,303,094	2,582,985	2,639,910	(56,925)
Instruction staff support	1,507,750	1,982,135	1,997,105	(14,970)
Building administration	2,183,382	2,383,562	2,078,421	305,141
General administration & central services	1,110,300	1,164,694	1,068,096	96,598
Operation of plant	-	91,787	120,158	(28,371)
Transportation	-	-	-	-
Food service	-	-	-	-
Community services	145,791	142,291	98,093	44,198
Facility acquisition and construction	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fees	-	-	-	-
Total Expenditures	35,011,993	34,912,389	34,638,346	274,043
Revenues Over (Under) Expenditures	(10,534,300)	(10,521,065)	(9,690,389)	830,676
Other Financing Sources (Uses):				
Transfers	10,534,300	10,521,065	9,690,389	(830,676)
Net change in fund balance	-	-	-	-
Fund balance, beginning	-	-	-	-
Fund balance, ending	\$ -	\$ -	\$ -	\$ -

PLATTE COUNTY R-III SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		
REVENUES:				
Local	\$ 10,957,435	\$ 11,635,019	\$ 13,216,021	\$ 1,581,002
County	500,000	700,000	675,581	(24,419)
State	-	-	-	-
Federal	-	-	-	-
Other	-	-	-	-
Total Revenues	<u>11,457,435</u>	<u>12,335,019</u>	<u>13,891,602</u>	<u>1,556,583</u>
EXPENDITURES:				
Instruction	-	-	-	-
Student activities	-	-	-	-
Student services	-	-	-	-
Instruction staff support	-	-	-	-
Building administration	-	-	-	-
General administration & central services	-	-	-	-
Operation of plant	-	-	-	-
Transportation	-	-	-	-
Food service	-	-	-	-
Community services	-	-	-	-
Facility acquisition and construction	-	-	-	-
Debt service:				
Principal retirement	4,635,000	11,729,025	20,420,000	(8,690,975)
Interest and fees	<u>4,526,950</u>	<u>4,931,200</u>	<u>4,649,500</u>	<u>281,700</u>
Total Expenditures	<u>9,161,950</u>	<u>16,660,225</u>	<u>25,069,500</u>	<u>(8,409,275)</u>
Revenues Over (Under) Expenditures	2,295,485	(4,325,206)	(11,177,898)	(6,852,692)
Other Financing Sources (Uses):				
Proceeds from bonds issued	<u>-</u>	<u>-</u>	<u>8,245,000</u>	<u>8,245,000</u>
Net change in fund balance	2,295,485	(4,325,206)	(2,932,898)	1,392,308
Fund balance, beginning	<u>14,613,054</u>	<u>14,613,054</u>	<u>14,613,054</u>	<u>-</u>
Fund balance, ending	<u>\$ 16,908,539</u>	<u>\$ 10,287,848</u>	<u>\$ 11,680,156</u>	<u>\$ 1,392,308</u>

PLATTE COUNTY R-III SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2024

	BUDGET			
	ORIGINAL	FINAL	ACTUAL	VARIANCE
REVENUES:				
Local	\$ 3,069,398	\$ 3,617,617	\$ 3,706,568	\$ 88,951
County	250,000	250,000	237,662	(12,338)
State	707,690	739,380	421,801	(317,579)
Federal	-	-	153,867	153,867
Other	-	7,730	-	(7,730)
Total Revenues	<u>4,027,088</u>	<u>4,614,727</u>	<u>4,519,898</u>	<u>(94,829)</u>
EXPENDITURES:				
Instruction	480,477	506,907	381,312	125,595
Student activities	91,096	95,196	99,826	(4,630)
Student services	-	-	-	-
Instruction staff support	65,600	60,600	53,731	6,869
Building administration	-	-	-	-
General administration & central services	319,850	319,850	306,159	13,691
Operation of plant	69,000	31,000	51,939	(20,939)
Transportation	42,000	263,000	528,522	(265,522)
Food service	43,000	43,950	64,279	(20,329)
Community services	-	-	-	-
Facility acquisition and construction	3,121,500	9,941,700	10,415,504	(473,804)
Debt service:				
Principal retirement	115,757	128,097	128,097	-
Interest and fees	<u>910,846</u>	<u>908,238</u>	<u>964,365</u>	<u>(56,127)</u>
Total Expenditures	<u>5,259,126</u>	<u>12,298,538</u>	<u>12,993,734</u>	<u>(695,196)</u>
Revenues Over (Under) Expenditures	(1,232,038)	(7,683,811)	(8,473,836)	(790,025)
Other Financing Sources (Uses):				
Transfers	<u>1,240,000</u>	<u>1,731,633</u>	<u>2,204,741</u>	<u>473,108</u>
Net change in fund balance	7,962	(5,952,178)	(6,269,095)	(316,917)
Fund balance, beginning	<u>7,873,769</u>	<u>7,873,769</u>	<u>7,873,769</u>	<u>-</u>
Fund balance, ending	<u>\$ 7,881,731</u>	<u>\$ 1,921,591</u>	<u>\$ 1,604,674</u>	<u>\$ (316,917)</u>

**PLATTE COUNTY R-III SCHOOL DISTRICT
NOTES TO THE BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2024**

Budgetary Process

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

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

PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF REVENUES COLLECTED BY SOURCE - SCHOOL DISTRICT
FOR THE YEAR ENDED JUNE 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL
LOCAL:					
Property tax	\$ 25,253,711	\$ -	\$ 12,308,994	\$ 3,048,030	\$ 40,610,735
Sales tax	-	5,741,535	-	-	5,741,535
Financial institution tax	1,643	-	-	-	1,643
M & M surtax	411,276	-	199,145	49,247	659,668
In lieu of tax	497,364	-	-	-	497,364
Tuition	-	63,376	-	-	63,376
Earnings on investments	1,528,134	559	707,882	119,697	2,356,272
Food service	936,228	-	-	-	936,228
Student activities	936,565	-	-	-	936,565
Community services	85,920	-	-	-	85,920
Other local revenue	235,418	1,631	-	489,594	726,643
Total Local	29,886,259	5,807,101	13,216,021	3,706,568	52,615,949
COUNTY:					
Fines and escheats	-	83,441	-	-	83,441
State assessed utilities	1,633,000	-	675,581	237,662	2,546,243
Total County	1,633,000	83,441	675,581	237,662	2,629,684
STATE:					
Basic formula	-	14,082,791	-	-	14,082,791
Transportation	1,873,086	-	-	-	1,873,086
Early Childhood Special Education	637,529	923,277	-	-	1,560,806
Basic formula - classroom trust	-	1,839,398	-	-	1,839,398
Career education	543,971	-	-	180,424	724,395
Food service	10,535	-	-	-	10,535
Educational screening program	77,462	-	-	-	77,462
Evidence Based Reading Grant	42,835	-	-	-	42,835
School Safety Grant	5,475	-	-	241,377	246,852
High need fund	122,549	-	-	-	122,549
Other state revenue	8,941	2,537	-	-	11,478
Total State	3,322,383	16,848,003	-	421,801	20,592,187
FEDERAL:					
Title I	-	383,234	-	-	383,234
Title II A	17,546	92,274	-	-	109,820
Title IV	-	23,874	-	-	23,874
Individuals with Disabilities	961,147	-	-	-	961,147
IDEA grants	8,162	-	-	-	8,162
Medicaid	93,101	-	-	-	93,101
Child Nutrition	684,494	-	-	-	684,494
Perkins	262,044	-	-	-	262,044
ARP - ESSER III	383,370	196,774	-	-	580,144
Early Childhood Special Education	140,978	-	-	-	140,978
CRRSA - GEER II	13,199	-	-	-	13,199
ARP - IDEA 611 Entitlement Funds	39,666	-	-	-	39,666
CRRSA - ESSER II	1,801	64,822	-	-	66,623
Homeless Children and Youth II	15,206	-	-	-	15,206
Other federal revenue	-	1,794	-	153,867	155,661
Total Federal	2,620,714	762,772	-	153,867	3,537,353
OTHER:					
Refunding bonds	-	-	8,245,000	-	8,245,000
Proceeds from sale of property	4,427	-	-	-	4,427
Area vocational fees	-	1,446,640	-	-	1,446,640
Total Other	4,427	1,446,640	8,245,000	-	9,696,067
Total Revenues Collected	\$ 37,466,783	\$ 24,947,957	\$ 22,136,602	\$ 4,519,898	\$ 89,071,240

PLATTE COUNTY R-III SCHOOL DISTRICT
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES
MODIFIED CASH BASIS - SCHOOL DISTRICT
FOR THE YEAR ENDED JUNE 30, 2024

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTALS
REVENUES	\$ 37,466,783	\$ 24,947,957	\$ 13,891,602	\$ 4,519,898	\$ 80,826,240
EXPENDITURES	<u>25,546,533</u>	<u>34,638,346</u>	<u>25,069,500</u>	<u>12,993,734</u>	<u>98,248,113</u>
Revenues Over (Under) Expenditures	11,920,250	(9,690,389)	(11,177,898)	(8,473,836)	(17,421,873)
Other Financing Sources (Uses)	<u>(11,895,130)</u>	<u>9,690,389</u>	<u>8,245,000</u>	<u>2,204,741</u>	<u>8,245,000</u>
Net change in fund balance	25,120	-	(2,932,898)	(6,269,095)	(9,176,873)
Fund balance, beginning	<u>14,641,500</u>	<u>-</u>	<u>14,613,054</u>	<u>7,873,769</u>	<u>37,128,323</u>
Fund balance, ending	<u>\$ 14,666,620</u>	<u>\$ -</u>	<u>\$ 11,680,156</u>	<u>\$ 1,604,674</u>	<u>\$ 27,951,450</u>

PLATTE COUNTY R-III SCHOOL DISTRICT
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES
MODIFIED CASH BASIS - ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2024

	<u>SCHOOL DISTRICT</u>	<u>BUILDING CORPORATION</u>	<u>TOTALS</u>
ASSETS			
Cash and cash equivalents	<u>\$ 1,604,674</u>	<u>\$ 3,951</u>	<u>\$ 1,608,625</u>
FUND BALANCES			
Restricted	\$ 292,698	\$ -	\$ 292,698
Assigned	<u>1,311,976</u>	<u>3,951</u>	<u>1,315,927</u>
Total fund balances	<u>\$ 1,604,674</u>	<u>\$ 3,951</u>	<u>\$ 1,608,625</u>

PLATTE COUNTY R-III SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGE IN FUND BALANCES - MODIFIED CASH BASIS - ALL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	SCHOOL DISTRICT	BUILDING CORPORATION	COMBINING/ ELIMINATING ENTRIES	TOTALS
REVENUES:				
Local	\$ 3,706,568	\$ 2,581,667	\$ (2,577,330)	\$ 3,710,905
County	237,662	-	-	237,662
State	421,801	-	-	421,801
Federal	153,867	-	-	153,867
Other	-	-	-	-
Total Revenues	<u>4,519,898</u>	<u>2,581,667</u>	<u>(2,577,330)</u>	<u>4,524,235</u>
EXPENDITURES:				
Instruction	381,312	-	-	381,312
Student activities	99,826	-	-	99,826
Student services	-	-	-	-
Instruction staff support	53,731	-	-	53,731
General administration & central services	306,159	-	-	306,159
Operation of plant	51,939	-	-	51,939
Transportation	528,522	-	-	528,522
Food service	64,279	-	-	64,279
Community services	-	-	-	-
Facility acquisition and construction	10,415,504	-	(1,690,000)	8,725,504
Debt service:				
Principal	128,097	1,690,000	-	1,818,097
Interest and fees	<u>964,365</u>	<u>889,360</u>	<u>(887,330)</u>	<u>966,395</u>
Total Expenditures	<u>12,993,734</u>	<u>2,579,360</u>	<u>(2,577,330)</u>	<u>12,995,764</u>
Revenues Over (Under) Expenditures	(8,473,836)	2,307	-	(8,471,529)
Other Financing Sources (Uses):				
Transfers	<u>2,204,741</u>	<u>-</u>	<u>-</u>	<u>2,204,741</u>
Net change in fund balance	(6,269,095)	2,307	-	(6,266,788)
Fund balance, beginning	<u>7,873,769</u>	<u>1,644</u>	<u>-</u>	<u>7,875,413</u>
Fund balance, ending	<u>\$ 1,604,674</u>	<u>\$ 3,951</u>	<u>\$ -</u>	<u>\$ 1,608,625</u>

**PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL ASSISTANCE LISTING	PASS-THROUGH GRANTOR NUMBER	PASSED THROUGH TO SUBRECIPIENTS	EXPENDITURES
<u>U.S. Department of Agriculture</u>				
Passed-through Missouri Department of Elementary and Secondary Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	083-003	\$ -	\$ 127,729
National School Lunch Program	10.555	083-003	-	675,340
Non-Cash: Food Distribution	10.555	083-003	-	139,324
Total Child Nutrition Cluster			-	942,393
<u>U.S. Department of Transportation</u>				
Passed-through the Platte County Health Department: State and Community Highway Safety Grant	20.600	24-DE-02-005	-	73,586
<u>U.S. Department of the Treasury</u>				
Passed-through the State of Missouri: COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027		-	387,064
<u>U.S. Department of Education</u>				
Passed-through Missouri Department of Elementary and Secondary Education:				
Special Educaton Cluster (IDEA):				
Special Education - Grants to States	84.027	083-003	-	811,022
Special Education - Preschool Grants	84.173	083-003	-	14,071
Total Special Education Cluster			-	825,093
Title I - Grants to Local Educational Agencies	84.010	083-003	-	413,947
Career and Technical Education - Basic Grants to States	84.048	083-003	206,456	258,271
Improving Teacher Quality State Grants	84.367	083-003	-	60,346
Student Support and Academic Enrichment Program	84.424A	083-003	-	9,469
Education Stabilization Fund:				
COVID-19 - Elementary and Secondary School Emergency Relief (GEER) Fund	84.425C	083-003	-	17,473
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER) Fund	84.425D	083-003	-	62,556
COVID-19 - Elementary and Secondary School Emergency Relief (ARP ESSER) Fund	84.425U	083-003	-	573,608
COVID-19 - Elementary and Secondary School Emergency Relief (ARP-HCY II) Fund	84.425W	083-003	-	64,147
Total Education Stabilization Fund			-	717,784
Total U.S. Department of Education			206,456	2,284,910
<u>U.S. Department of Health and Human Services</u>				
Passed-through Missouri Department of Elementary and Secondary Education: Assistance Programs for Chronic Disease Prevention and Control	93.434	083-003	-	1,700
Total Expenditures of Federal Awards			\$ 206,456	\$ 3,689,653

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Platte County R-III School District under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Platte County R-III School District, it is not intended to and does not present the financial position, changes in net position or cash flows of Platte County R-III School District.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement. Platte County R-III School District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

INTERNAL CONTROL AND COMPLIANCE



**INDEPENDENT ACCOUNTANTS' REPORT ON THE ADMINISTRATION'S
ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED
REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS**

To the Board of Education
Platte County R-III School District

We have examined the administration's assertion, included in its representation letter dated December 5, 2024, that Platte County R-III School District complied with the requirements of Missouri Laws and Regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's attendance records of average daily attendance, resident membership on the last Wednesday of September 2023 and the number of students eligible to receive free or reduced price lunches on the last Wednesday of January 2024; and accurate disclosure by the District's pupil transportation records of the average students scheduled to be transported eligible and ineligible for state aid, the number of miles eligible and ineligible for state aid and the allowable costs for pupil transportation during the year ended June 30, 2024. As discussed in that representation letter, the administration is responsible for the District's assertion. Our responsibility is to express an opinion on the administration's assertion about the District's compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the AICPA. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the administration's assertion about compliance with the specified requirements is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about whether the administration's assertion is fairly stated, in all material respects. The nature, timing, and extent of the procedures selected depend on our judgement, including an assessment of the risks of material misstatement of the administration's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion. We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the administration's assertion that the District complied with the aforementioned requirements for the year ended June 30, 2024, is fairly stated, in all material respects.

This report is intended solely for the information and use of the Board of Education, the administration and the Missouri Department of Elementary and Secondary Education and is not intended to be, and should not be, used by anyone other than these specified parties.

Westbrook & Co., P.C.

Richmond, Missouri
December 5, 2024

**PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF SELECTED STATISTICS - UNAUDITED
FOR THE YEAR ENDED JUNE 30, 2024**

County District Number 083-003

1. CALENDAR (SECTIONS 160.041, 171.029, 171.031, AND 171.033 RSMO)

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

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
4020	K	5		6.6000	169	1,100.4500
4030	PK	5		6.6000	169	1,100.4500
4060	K	5		6.6000	169	1,100.4500
4070	PK	5		6.6000	169	1,100.4500
3000	6	8		6.8000	169	1,129.1000
3020	6	8		6.8000	169	1,129.1000
1050	9	12		6.8000	169	1,129.1000

2. ATTENDANCE HOURS

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

School Code	Grade Level	Full-Time	Part-Time	Remedial Hours	Other	Summer School	Total
4020	K-5	412,139	2,314			19,668	434,121
4030	K-5	605,371	1,603				606,974
4060	K-5	535,514	2,290			23,736	561,540
4070	K-5	357,717	1,136				358,853
3000	6-8	704,675				7,880	712,555
3020	6-8	369,953					369,953
1050	9-12	1,209,822	65,734			36,552	1,312,108
RII	K-12	8,822					8,822
Grand Total		4,204,013	73,077			87,836	4,364,926

3. SEPTEMBER MEMBERSHIP

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

**PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF SELECTED STATISTICS - UNAUDITED
FOR THE YEAR ENDED JUNE 30, 2024**

County District Number 083-003

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4020	K-5	408.00			408.00
4030	K-5	602.00	0.40		602.40
4060	K-5	531.00	0.27		531.27
4070	PK-5	373.00	0.02		373.02
3000	6-8	669.00			669.00
3020	6-8	359.00			359.00
1050	9-12	1,241.00	71.70		1,312.70
Grand Total		4,183.00	72.39		4,255.39

4. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6), RSMO)

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

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
4020	127.02	34.02			161.04
4030	88.00	33.00			121.00
4060	81.13	16.00			97.13
4070	65.00	19.00			84.00
3000	86.00	32.00			118.00
3020	100.00	10.00			110.00
1050	171.00	47.00			218.00
Grand Total	718.15	191.02			909.17

5. FINANCE

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

Section	Question	Answer
5.1	The district/charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	True
5.2	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations.	True

**PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF SELECTED STATISTICS - UNAUDITED
FOR THE YEAR ENDED JUNE 30, 2024**

County District Number 083-003

	Sampling of records included those students receiving instruction in the following categories:	
	Academic Programs Off-Campus	True
	Career Exploration Program - Off Campus	True
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	True
	Dual enrollment	True
	Homebound instruction	True
	Missouri Options	True
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	N/A
	Sheltered Workshop participation	N/A
	Students participating in the school flex program	N/A
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	True
	Work Experience for Students with Disabilities	N/A
5.3	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	True
5.4	The district/charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	True
5.5	As required by Section 162.401, RSMo, a bond was purchased for the district's school treasurer or as required by Section 160.405. RSMo, a bond was purchased for the charter schools chief financial officer or an insurance policy issued by an insurance company that proves coverage in the event of employee theft in the total amount of:	\$25,000
5.6	The district's/charter school's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.	True
5.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. (Not applicable to charter schools)	True
5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.	True
5.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken. (Not applicable to charter schools)	True

**PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF SELECTED STATISTICS - UNAUDITED
FOR THE YEAR ENDED JUNE 30, 2024**

County District Number 083-003

5.10	The district/charter school published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	True
5.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. (Not applicable to charter schools.)	True
5.12	The amount spent for approved professional development committee plan activities was:	\$468,478
5.13	The district/charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	True

6. TRANSPORTATION (SECTION 163.161, RSMO)

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

Section	Question	Answer
6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	True
6.2	The district's/charter school's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	True
6.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	
	Eligible ADT	2,445.5
	Ineligible ADT	209.0
6.4	The district's/charter school's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	True
6.5	Actual odometer records show the total district/charter-operated and contracted mileage for the year was:	539,062
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	
	Eligible Miles	462,217
	Ineligible Miles (Non-Route/Disapproved)	76,845
6.7	Number of days the district/charter school operated the school transportation system during the regular school year:	169



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

To the Board of Education
Platte County R-III School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the modified cash basis financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Platte County R-III School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 5, 2024.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

District's Response to Findings

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

Purpose of this Report

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

Westbrook & Co., P.C.

Richmond, Missouri
December 5, 2024

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE AS REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Education
Platte County R-III School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Platte County R-III School District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Platte County R-III School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

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

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

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

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

Westbrook & Co., P.C.

Richmond, Missouri
December 5, 2024

**PLATTE COUNTY R-III SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with the modified cash basis:

Unmodified

Internal control over financial reporting:

• Material weakness(es) identified?

_____ Yes X No

• Significant deficiency(ies) identified?

_____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

Federal Awards

Internal control over major federal programs:

• Material weakness(es) identified?

_____ Yes X No

• Significant deficiency(ies) identified?

_____ Yes X None reported

Type of auditors' report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

_____ Yes X No

Identification of major federal programs:

Special Education Cluster

AL No. 84.027 and 84.173

Child Nutrition Cluster

AL No. 10.553 and 10.555

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

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes X No

B. FINDINGS - FINANCIAL STATEMENT AUDIT

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

(THIS PAGE LEFT BLANK INTENTIONALLY)

APPENDIX C

FORM OF CONTINUING DISCLOSURE UNDERTAKING

This **CONTINUING DISCLOSURE UNDERTAKING** dated as of June [], 2025 (this “**Continuing Disclosure Undertaking**”), is executed and delivered by **PLATTE COUNTY R-III SCHOOL DISTRICT** (the “**Issuer**”).

RECITALS

1. This Continuing Disclosure Undertaking is executed and delivered by the Issuer in connection with the issuance by the Issuer of **\$62,000,000* General Obligation School Building Bonds, Series 2025** (the “**Bonds**”), pursuant to a Resolution adopted by the governing body of the Issuer (the “**Resolution**”).

2. The Issuer is entering into this Continuing Disclosure Undertaking for the benefit of the Beneficial Owners of the Bonds and in order to assist the Participating Underwriter in complying with Rule 15c2-12 of the Securities and Exchange Commission under the Securities Exchange Act of 1934 (the “**Rule**”). The Issuer is the only “**obligated person**” with responsibility for continuing disclosure hereunder.

The Issuer covenants and agrees as follows:

Section 1. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Continuing Disclosure Undertaking unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“**Annual Report**” means any Annual Report provided by the Issuer pursuant to, and as described in, **Section 2** of this Continuing Disclosure Undertaking.

“**Beneficial Owner**” means any registered owner of any Bonds and any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds for federal income tax purposes.

“**Business Day**” means a day other than (a) a Saturday, Sunday or legal holiday, (b) a day on which banks located in any city in which the principal office or designated payment office of the paying agent or the Dissemination Agent is located are required or authorized by law to remain closed, or (c) a day on which the Securities Depository or the New York Stock Exchange is closed.

“**Dissemination Agent**” means any entity designated in writing by the Issuer to serve as dissemination agent pursuant to this Continuing Disclosure Undertaking and which has filed with the Issuer a written acceptance of such designation.

“**EMMA**” means the Electronic Municipal Market Access system for municipal securities disclosures established and maintained by the MSRB, which can be accessed at www.emma.msrb.org.

“**Financial Obligation**” means a (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c)

* Preliminary, subject to change.

guarantee of (a) or (b) in this definition; *provided however*, the term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

“**Fiscal Year**” means the **12-month** period beginning on **July 1** and ending on **June 30** or any other **12-month** period selected by the Issuer as the Fiscal Year of the Issuer for financial reporting purposes.

“**Material Events**” means any of the events listed in **Section 3** of this Continuing Disclosure Undertaking.

“**MSRB**” means the Municipal Securities Rulemaking Board, or any successor repository designated as such by the Securities and Exchange Commission in accordance with the Rule.

“**Participating Underwriter**” means any of the original underwriter(s) of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

Section 2. Provision of Annual Reports.

- (a) The Issuer shall, not later than **December 31st** immediately following the end of the Issuer’s Fiscal Year, commencing with the Fiscal Year ending June 30, 2025, file with the MSRB, through EMMA, the following financial information and operating data (the “**Annual Report**”):
 - (1) The audited financial statements of the Issuer for the prior Fiscal Year, prepared in accordance with accounting principles described in the notes to the financial statements contained in *Appendix B* to the final Official Statement related to the Bonds. If audited financial statements are not available by the time the Annual Report is required to be provided pursuant to this Section, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained in the final Official Statement relating to the Bonds, and the audited financial statements shall be provided in the same manner as the Annual Report promptly after they become available.
 - (2) Updates as of the end of the Fiscal Year of certain financial information and operating data contained in the final Official Statement related to the Bonds, as described in **Exhibit A**, in substantially the same format contained in the final Official Statement with such adjustments to formatting or presentation determined to be reasonable by the Issuer.

Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues with respect to which the Issuer is an “**obligated person**” (as defined by the Rule), which have been provided to the MSRB and are available through EMMA or the Securities and Exchange Commission. If the document included by reference is a final official statement, it must be available from the MSRB on EMMA. The Issuer shall clearly identify each such other document so included by reference.

In each case, the Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in this Section; provided that the audited financial statements of the Issuer may be submitted

separately from the balance of the Annual Report and later than the date required above for the filing of the Annual Report if they are not available by that date. If the Issuer's Fiscal Year changes, it shall give notice of such change in the same manner as for a Material Event under **Section 3**, and the Annual Report deadline provided above shall automatically become the last day of the sixth month after the end of the Issuer's new fiscal year.

- (b) The Annual Report shall be filed with the MSRB in such manner and format as is prescribed by the MSRB.

Section 3. Reporting of Material Events. Not later than **10 Business Days** after the occurrence of any of the following events, the Issuer shall give, or cause to be given to the MSRB, through EMMA, notice of the occurrence of any of the following events with respect to the Bonds ("**Material Events**"):

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;
- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) modifications to rights of bondholders, if material;
- (8) bond calls, if material, and tender offers;
- (9) defeasances;
- (10) release, substitution or sale of property securing repayment of the Bonds, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership or similar event of the obligated person;
- (13) the consummation of a merger, consolidation, or acquisition involving the obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) appointment of a successor or additional trustee or the change of name of the trustee, if material;
- (15) incurrence of a Financial Obligation of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the obligated person, any of which affect security holders, if material; and
- (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the obligated person, any of which reflect financial difficulties.

If the Issuer has not submitted the Annual Report to the MSRB by the date required in **Section 2(a)**, the Issuer shall send a notice to the MSRB, in substantially the form attached hereto as **Exhibit B**, of the failure of the Issuer to file on a timely basis the Annual Report, which notice shall be given by the Issuer in accordance with this **Section 3**.

Section 4. Termination of Reporting Obligation. The Issuer's obligations under this Continuing Disclosure Undertaking shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds. If the Issuer's obligations under this Continuing Disclosure Undertaking are assumed in full by some other entity, such person shall be responsible for compliance with this Continuing Disclosure Undertaking in the same manner as if it were the Issuer, and the Issuer shall have no further responsibility

hereunder. If such termination or substitution occurs prior to the final maturity of the Bonds, the Issuer shall give notice of such termination or substitution in the same manner as for a Material Event under **Section 3**.

Section 5. Dissemination Agents. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Continuing Disclosure Undertaking, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent. Any Dissemination Agent may resign as dissemination agent hereunder at any time upon **30** days prior written notice to the Issuer. The Dissemination Agent shall not be responsible in any manner for the content of any notice or report (including without limitation the Annual Report) prepared by the Issuer pursuant to this Continuing Disclosure Undertaking.

Section 6. Amendment; Waiver. Notwithstanding any other provision of this Continuing Disclosure Undertaking, the Issuer may amend this Continuing Disclosure Undertaking and any provision of this Continuing Disclosure Undertaking may be waived, provided that Bond Counsel or other counsel experienced in federal securities law matters provides the Issuer with its written opinion that the undertaking of the Issuer contained herein, as so amended or after giving effect to such waiver, is in compliance with the Rule and all current amendments thereto and interpretations thereof that are applicable to this Continuing Disclosure Undertaking.

In the event of any amendment or waiver of a provision of this Continuing Disclosure Undertaking, the Issuer shall describe such amendment or waiver in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or, in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (1) notice of such change shall be given in the same manner as for a Material Event under **Section 3**, and (2) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 7. Additional Information. Nothing in this Continuing Disclosure Undertaking shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Continuing Disclosure Undertaking or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Material Event, in addition to that required by this Continuing Disclosure Undertaking. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Material Event, in addition to that specifically required by this Continuing Disclosure Undertaking, the Issuer shall have no obligation under this Continuing Disclosure Undertaking to update such information or include it in any future Annual Report or notice of occurrence of a Material Event.

Section 8. Default. If the Issuer fails to comply with any provision of this Continuing Disclosure Undertaking, any Participating Underwriter or any Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Issuer to comply with its obligations under this Continuing Disclosure Undertaking. A default under this Continuing Disclosure Undertaking shall not be deemed an event of default under the Resolution or the Bonds, and the sole remedy under this Continuing Disclosure Undertaking in the event of any failure of the Issuer to comply with this Continuing Disclosure Undertaking shall be an action to compel performance.

Section 9. Beneficiaries. This Continuing Disclosure Undertaking shall inure solely to the benefit of the Issuer, the Participating Underwriter, and the Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

Section 10. Severability. If any provision in this Continuing Disclosure Undertaking, the Resolution or the Bonds shall be invalid, illegal or unenforceable, the validity, legality and enforceability of the remaining provisions shall not in any way be affected or impaired thereby.

Section 11. Electronic Transactions. The arrangement described herein may be conducted and related documents may be sent, received, or stored by electronic means. Copies, telecopies, facsimiles, electronic files and other reproductions of original documents shall be deemed to be authentic and valid counterparts of such original documents for all purposes, including the filing of any claim, action or suit in the appropriate court of law.

Section 12. Governing Law. This Continuing Disclosure Undertaking shall be governed by and construed in accordance with the laws of the State of Missouri.

IN WITNESS WHEREOF, the Issuer has caused this Continuing Disclosure Undertaking to be executed as of the day and year first above written.

PLATTE COUNTY R-III SCHOOL DISTRICT

By: _____
Title: President of the Board of Education

**EXHIBIT A
TO CONTINUING DISCLOSURE UNDERTAKING**

**FINANCIAL INFORMATION AND OPERATING DATA TO BE
INCLUDED IN ANNUAL REPORT**

The financial information and operating data contained in the tables in the following sections in *Appendix A* of the final Official Statement relating to the Bonds:

GENERAL INFORMATION CONCERNING THE DISTRICT:

History of Enrollment

PROPERTY TAX INFORMATION CONCERNING THE DISTRICT:

Property Valuations:

Current Assessed Valuation

History of Property Valuations

History of Tax Levies

Tax Collection Record

**EXHIBIT B
TO CONTINUING DISCLOSURE UNDERTAKING**

FORM OF FAILURE TO FILE NOTICE

Event Notice Pursuant to SEC Rule 15c2-12(b)(5)(C)

Issuer/Obligated Person: Platte County R-III School District, Platte County, Missouri

**Issues to which this
Notice relates:** General Obligation School Building Bonds, Series 2025

CUSIP Numbers for Issue to which this Notice relates:

<u>Maturity Date</u>	<u>CUSIP Number</u>
-----------------------------	----------------------------

Event Reported: Failure to Timely File Annual Financial Information/Audited Financial Statements

The Obligated Person did not timely file its operating data for the fiscal year ended June 30, 20____. Such operating data [*will be*] [*was*] filed with the MSRB through EMMA on _____, 20____.

The Obligated Person did not timely file its audited financial statements for the fiscal year ended June 30, 20____. Such audited financial statements [*will be*] [*were*] filed with the MSRB through EMMA on _____, 20____.

The information contained in this Notice has been submitted by the Obligated Person pursuant to contractual undertakings the Obligated Person made in accordance with SEC Rule 15c2-12. Nothing contained in the undertaking or this Notice is, or should be construed as, a representation by the Obligated Person that the information included in this Notice constitutes all of the information that may be material to a decision to invest in, hold or dispose of any of the securities listed above, or any other securities of the Obligated Person.

For additional information, contact:

Brian Noller, Executive Director of Business Services
Platte County R-III School District
998 Platte Falls Road
Platte City, Missouri 64079
(816) 858-5420 ext. 2116

Date Submitted: [Date]

PLATTE COUNTY R-III SCHOOL DISTRICT

(THIS PAGE LEFT BLANK INTENTIONALLY)

APPENDIX D

BOOK-ENTRY ONLY SYSTEM

The following information concerning DTC and DTC's Book-Entry Only System has been obtained from sources that the District believes to be reliable, but is not guaranteed as to accuracy or completeness by and is not to be construed as a representation by the District, the Paying Agent or the Underwriter. The District, the Paying Agent and the Underwriter make no assurances that DTC, Direct Participants, Indirect Participants or other nominees of the Beneficial Owners will act in accordance with the procedures described above or in a timely manner.

General. Ownership interests in the Bonds will be available to purchasers only through a book-entry only system (the **"Book-Entry Only System"**) maintained by The Depository Trust Company (**"DTC"**), New York, New York. DTC will act as securities depository for the Bonds. Initially, the Bonds will be issued as fully-registered securities, registered in the name of Cede & Co. (DTC'S partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC. The following discussion will not apply to any Bonds issued in certificate form due to the discontinuance of the DTC Book-Entry Only System, as described below.

DTC and its Participants. DTC is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC's participants (**"Direct Participants"**) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (**"DTCC"**). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (**"Indirect Participants"**). DTC has a rating from S&P Global Ratings of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

Purchase of Ownership Interests. Purchases of the Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond (the **"Beneficial Owner"**) is, in turn, to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interest in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

Transfers. To facilitate subsequent transfers, all Bonds deposited by Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds. DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Notices. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of the Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond Resolution. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Paying Agent and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Voting. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the issuer of bonds as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Payments of Principal and Interest. Payments of principal of or redemption price and interest on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the District or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, its nominee, the Paying Agent or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal of or redemption price and interest on the Bonds to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) will be the responsibility of the District or the Paying Agent. Disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners is the responsibility of Direct and Indirect Participants.

Discontinuation of Book-Entry Only System. DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the District or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered as described in the Bond Resolution.

The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC. If, however, the system of book-entry-only transfers has been discontinued and a Direct Participant has elected to withdraw its Bonds from DTC (or such successor securities depository), Bond certificates may be delivered to

Beneficial Owners in the manner described herein under the caption “**THE BONDS - Registration, Transfer and Exchange of Bonds Upon Discontinuance of Book-Entry Only System.**”

None of the Underwriter, the Paying Agent nor the District will have any responsibility or obligations to any Direct Participants or Indirect Participants or the persons for whom they act with respect to (i) the accuracy of any records maintained by DTC or any such Direct Participant or Indirect Participant; (ii) the payment by any Participant of any amount due to any Beneficial Owner in respect of the principal or redemption price or interest on the Bonds; (iii) the delivery by any such Direct Participant or Indirect Participant of any notice to any Beneficial Owner that is required or permitted under the terms of the Bond Resolution to be given to owners of the Bonds; (iv) the selection of the Beneficial Owners to receive payment in the event of any partial redemption of the Bonds; or (v) any consent given or other action taken by DTC as Bondholder.

(THIS PAGE LEFT BLANK INTENTIONALLY)