Syringa Mountain School, Inc.

Year Ended June 30, 2023

Audited Financial Statements

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SYRINGA MOUNTAIN SCHOOL, INC.

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Independent Auditor's Report

Board of Directors
Syringa Mountain School, Inc.

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Syringa Mountain School, Inc. (the School) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

Qualified Opinion on the Governmental Activities

In our opinion, except for the effects of the matter described in the Matter Giving Rise to the Qualified Opinion on the Governmental Activities section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2023, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Unmodified Opinions on All Other Opinion Units Described Below

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School 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.

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Matter Giving Rise to the Qualified Opinion on the Governmental Activities

Management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accounting principles generally accepted in the United States of America require recognition and measurement of an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses related to the other postemployment benefits as well as note disclosures and required supplementary information. The amount by which the departure would affect net position, assets, liabilities, deferred outflows of resources, deferred inflows of resources, expenses, note disclosures, and required supplementary information has not been determined.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School'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 School's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated August 24, 2023, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School'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 School's internal control over financial reporting and compliance.

Quest CPAs PLLC

Payette, Idaho
August 24, 2023

SYRINGA MOUNTAIN SCHOOL, INC.
Statement of Net Position
June 30, 2023

	Governmental Activities
Assets	
Current Assets	
Cash & Investments	$515,455
Receivables:	
State Sources	50,796
Federal Sources	226,677
Total Current Assets	792,928
Noncurrent Assets	
Nondepreciable Capital Assets	270,000
Depreciable Net Capital Assets	2,030,056
Total Noncurrent Assets	2,300,056
Total Assets	3,092,984
Deferred Outflows of Resources	
Pension Items	417,888
Total Deferred Outflows of Resources	417,888
Total Assets and Deferred Outflows of Resources	$3,510,872
Liabilities	
Current Liabilities	
Accounts Payable	$4,889
Salaries & Benefits Payable	109,704
Unspent Grant Allocation	206,146
Long-Term Liabilities, Current	52,702
Total Current Liabilities	373,441
Noncurrent Liabilities	
Long-Term Liabilities, Noncurrent	2,297,065
Total Noncurrent Liabilities	2,297,065
Total Liabilities	2,670,506
Deferred Inflows of Resources	
Pension Items	3,028
Total Deferred Inflows of Resources	3,028
Total Liabilities and Deferred Inflows of Resources	2,673,534
Net Position	
Net Investment in Capital Assets	628,619
Restricted:	
Special Programs	25,236
Debt Service	64,332
Unrestricted	119,151
Total Net Position	837,338
Total Liabilities and Deferred Inflows of Resources and Net Position	$3,510,872

See Accompanying Notes

SYRINGA MOUNTAIN SCHOOL, INC.
Statement of Activities
Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues: Charges For Services	Program Revenues: Operating Grants And Contributions	Program Revenues: Capital Grants And Contributions	Net (Expense) Revenue And Changes in Net Position: Governmental Activities
Governmental Activities					
Instructional Programs					
Elementary School	$571,859		$253,271		($318,588)
Secondary School	60,590				(60,590)
Special Education	77,301		46,518		(30,783)
Special Education Preschool	0				0
School Activity	0				0
Support Service Programs					
Instruction Improvement	4,177		4,758		581
Educational Media	77				(77)
Instruction-Related Technology	59,463		65,196		5,733
Board of Education	21,702				(21,702)
School Administration	66,334				(66,334)
Business Operation	46,238				(46,238)
Administrative Technology	0				0
Buildings - Care	65,821		11,069		(54,752)
Maintenance - Non-Student Occupied	0				0
Maintenance - Student Occupied	8,699		5,719		(2,980)
Maintenance - Grounds	1,934				(1,934)
General Transportation	3,343				(3,343)
Non-Instructional Programs					
Capital Assets - Student Occupied	50,712				(50,712)
Capital Assets - Non-Student Occupied	0				0
Debt Service - Principal	0				0
Debt Service - Interest	32,548				(32,548)
Total	$1,070,798	$0	$386,531	$0	(684,267)

General Revenues	
Local Revenue	38,607
State Revenue	805,253
Federal Revenue	0
Pension Revenue (Expense)	(200,039)
Total	643,821
Change in Net Position	(40,446)
Net Position - Beginning	877,784
Net Position - Ending	$837,338

SYRINGA MOUNTAIN SCHOOL, INC.
Balance Sheet - Governmental Funds
June 30, 2023

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets			
Cash & Investments	$487,220	$28,235	$515,455
Receivables:			
State Sources	50,796	0	50,796
Federal Sources		226,677	226,677
Due From Other Funds	7,155	0	7,155
Total Assets	$545,171	$254,912	$800,083
Liabilities			
Accounts Payable	$2,763	$2,126	$4,889
Due To Other Funds		7,155	7,155
Salaries & Benefits Payable	95,455	14,249	109,704
Unspent Grant Allocation		206,146	206,146
Total Liabilities	98,218	229,676	327,894
Fund Balances			
Restricted:			
Special Programs		25,236	25,236
Debt Service	64,332	0	64,332
Unassigned	382,621	0	382,621
Total Fund Balances	446,953	25,236	472,189
Total Liabilities and Fund Balances	$545,171	$254,912	$800,083

SYRINGA MOUNTAIN SCHOOL, INC.
Balance Sheet - Governmental Funds
June 30, 2023

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities

Total Governmental Fund Balances	$472,189
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	2,300,056
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(2,349,767)
Pension deferred outflows/inflows are not due and payable in the current period and therefore are not reported in the funds.	414,860
Net Position of Governmental Activities	$837,338

See Accompanying Notes

SYRINGA MOUNTAIN SCHOOL, INC.

Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2023

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues			
Local Revenue	$128,161	$6,720	$134,881
State Revenue	805,253	37,457	842,710
Federal Revenue		252,800	252,800
Total Revenues	933,414	296,977	1,230,391
Expenditures			
Instructional Programs			
Elementary School	484,153	156,997	641,150
Secondary School	67,931	0	67,931
Special Education	30,783	46,518	77,301
Special Education Preschool		0	0
School Activity		0	0
Support Service Programs			
Instruction Improvement	198	3,979	4,177
Educational Media	77	0	77
Instruction-Related Technology	1,024	58,439	59,463
Board of Education	21,702	0	21,702
School Administration	66,334	0	66,334
Business Operation	46,238	0	46,238
Administrative Technology		0	0
Buildings - Care	54,752	11,069	65,821
Maintenance - Non-Student Occupied		0	0
Maintenance - Student Occupied	2,980	5,719	8,699
Maintenance - Grounds	1,934	0	1,934
General Transportation	3,343	0	3,343
Non-Instructional Programs			
Capital Assets - Student Occupied		0	0
Capital Assets - Non-Student Occupied		0	0
Debt Service - Principal	61,284	0	61,284
Debt Service - Interest	42,018	0	42,018
Total Expenditures	884,751	282,721	1,167,472
Excess (Deficiency) of Revenues Over Expenditures	48,663	14,256	62,919
Other Financing Sources (Uses)			
Transfers In		0	0
Transfers Out		0	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balances	48,663	14,256	62,919
Fund Balances - Beginning	398,290	10,980	409,270
Fund Balances - Ending	$446,953	$25,236	$472,189

SYRINGA MOUNTAIN SCHOOL, INC.
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2023

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

Net Change in Fund Balances - Total Governmental Funds	$62,919
Amounts reported for governmental activities in the statement of activities are different because:	
Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense or allocated over the appropriate term as amortization expense. This is the excess of capital outlays over (under) depreciation/amortization expense in the current period.	(50,712)
Repayment of long-term liability principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	70,754
Changes in net pension asset/liability and related pension deferred outflows/inflows do not provide or require current financial resources and therefore are not reflected in the funds.	(123,407)
Change in Net Position of Governmental Activities	($40,446)

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Syringa Mountain School, Inc. (the School) is organized as a nonprofit corporation providing public charter school educational services as authorized by Section 33 of Idaho Code.

Idaho Code Section 33-5210(3) requires charter schools to comply with the same financial reporting requirements imposed on school districts, i.e. – on a governmental, rather than nonprofit, basis of accounting. Additionally, enabling legislation creates charter schools as public entities, i.e. – as public schools, subject to provisions common with other governmental entities as set forth in Idaho Code Section 33-5204. Accordingly, the School's basis of presentation follows the governmental, rather than nonprofit, reporting model.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to charter schools. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

Basic Financial Statements - Government-Wide Statements – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds, when present, are not included in the government-wide statements.

Basic Financial Statements - Fund Financial Statements – The financial transactions of the School are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. Major governmental funds of the School include:

General Fund – The general fund is the School's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Basis of Accounting – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Activities in the government-wide and fiduciary fund financial statements are presented on the full accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

Cash and Investments – Nearly all the cash and investment balances of the School's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is allocated to the various funds based on each fund's respective investment balance. Investments include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent measurement of investment value amongst pool participants.

Receivables – Receivables are reported net of any estimated uncollectible amounts.

Inventories – Material supplies on hand at year end are stated at the lower of cost or net realizable value using the first-in, first-out method.

Capital Assets and Depreciation – Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of depreciable assets is recorded using the straight line method.

Leases/SBITAs and Amortization – Material long-term leases and subscription-based information technology arrangements (SBITAs) are reported in accordance with the provisions of GASB 87 *Leases* and GASB 96 *SBITAs*. When incurred, amortization over the appropriate lease or SBITA term is recorded using the straight-line method.

Compensated Absences – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded. Compensated absences will be paid by the fund in which the employee works.

Other Post-Employment Benefits – The School does not provide benefits to retired employees other than retirement benefits funded through the Public Employees Retirement System of Idaho. However, certain retired employees can remain on the School insurance policy after retirement if the retired employee pays the average monthly cost. The difference between the age-adjusted monthly cost and the average monthly cost is referred to as an "implicit subsidy" since the medical insurance rate of a retired employee is generally higher than the medical insurance rate of a younger employee. GASB 75 requires that employers have actuarial calculations performed for these other post-employment benefits so that an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses can be recorded in the government-wide financial statements and related notes and required supplementary information can be prepared. Management believes the costs of implementing GASB 75 cannot be justified at this time. Accordingly, the School accounts for the other-post employment benefits for retirees on the pay-as-you-go basis. Other post-employment benefits will be paid by the fund in which the employee works.

Pensions – For purposes of measuring the net pension asset/liability and pension revenue/expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Pension obligations will be paid by the fund in which the employee works.

Net Position – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

Fund Balance Classifications – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

Income Taxes – The School is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code except for income, if any, derived from unrelated business activities. The School's tax returns for the current year and prior two years are subject to examination by the IRS and state tax authorities, generally for three years after they are filed.

Contingent Liabilities – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School expects such amounts, if any, to be immaterial.

Interfund Activity – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Custodial Credit Risk – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning custodial credit risk.

Risk Management – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

Subsequent Events – Subsequent events were evaluated through the date of the auditor's report, which is the date the financial statements were available to be issued.

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

Cash - Deposits	$108,763
Investments - Local Gov't Investment Pool	406,692
Total	$515,455

Deposits – At year end, the carrying amounts of the School's deposits were $108,763 and the bank balances were $108,945. The bank balances were insured.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

Interest rate risk:

	Investment Maturity Schedule (In Years)	
Investment Type	Less Than 1	Total
Local Gov't Invest Pool	$406,692	$406,692
Total	$406,692	$406,692

Credit rate risk:

	Investment Rating Schedule	
Investment Type	Not Rated	Total
Local Gov't Invest Pool	$406,692	$406,692
Total	$406,692	$406,692

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer's office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to $10 million. Withdrawals of $10 million or more require three business days' notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at www.sto.idaho.gov.

C. RECEIVABLES

Receivables consist of the following at year end:

	General Fund	Special Revenue Funds	Total
State Sources			
Foundation Program	$50,796		$50,796
Total	$50,796		$50,796
Federal Sources			
Special Programs		$226,677	$226,677
Total		$226,677	$226,677

D. CAPITAL ASSETS

A summary of capital assets for the year is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	$270,000			$270,000
Total	270,000	$0	$0	270,000
Depreciable Capital Assets				
Buildings	2,345,740			2,345,740
Equipment	92,915			92,915
Subtotal	2,438,655	0	0	2,438,655
Accumulated Depreciation				
Buildings	306,330	46,915		353,245
Equipment	51,557	3,797		55,354
Subtotal	357,887	50,712	0	408,599
Total	2,080,768	(50,712)	0	2,030,056
Net Capital Assets	$2,350,768	($50,712)	$0	$2,300,056

Depreciation expense of $50,712 was charged to the capital assets – student occupied program.

E. LONG-TERM LIABILITIES

At year end, the School's notes payables were as follows:

Note payable USDA 97-01, due in monthly payments of $7,002 with interest at 2.375% through 2047, secured by real estate, paid through the general fund	$1,518,989
Note payable USDA 97-02, due in monthly payments of $766 with interest at 3.375% through 2047, secured by real estate, paid through the general fund	152,448
Total	$1,671,437

Maturities on the notes are estimated as follows:

Year Ended	Principal	Interest
6/30/24	$52,702	$40,634
6/30/25	54,012	39,324
6/30/26	55,357	37,979
6/30/27	56,731	36,605
6/30/28	58,142	35,194
6/30/29-33	313,141	153,539
6/30/34-38	354,123	112,557
6/30/39-43	400,556	66,124
6/30/44-47	326,673	15,437
Total	$1,671,437	$537,393

Changes in long-term liabilities are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Note Payable USDA 97-01	$1,566,215		$47,226	$1,518,989	$48,472
Note Payable USDA 97-02	156,540		4,092	152,448	4,230
Note Payable	19,436		19,436	0	
Net Pension Liability	0	$678,330		678,330	-
Total	$1,742,191	$678,330	$70,754	$2,349,767	$52,702

Interest and related costs during the year amounted to $32,548 and were charged to the debt service – interest program.

F. PENSION PLAN

Plan description

The School contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Pension benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and employer contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 74% for police and firefighters. As of June 30, 2022 it was 7.16% for general employees and 9.13% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% for general employees and 12.28% for police and firefighters. The School's contributions were $76,632 for the year ended June 30, 2023.

Pension asset/liabilities, pension revenue (expense), and deferred outflows of resources and deferred inflows of resources related to pensions

At June 30, 2023, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2022, the School's proportion was 0.01722193 percent.

For the year ended June 30, 2023, the School recognized pension revenue (expense) of ($200,039). At June 30, 2023, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	**Deferred Inflows of Resources**
Differences between expected and actual experience	$74,592	$3,028
Changes in assumptions or other inputs	110,588	
Net difference between projected and actual earnings on pension plan investments	156,076	
Employer contributions subsequent to the measurement date	76,632	
Total	$417,888	$3,028

$76,632 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) in the year ending June 30, 2024.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2022 the beginning of the measurement period ended June 30, 2021 is 4.6 and 4.6 for the measurement period June 30, 2022.

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

Year Ended	
6/30/24	($80,883)
6/30/25	(87,806)
6/30/26	(40,610)
6/30/27	(128,929)
Total	($338,228)

Actuarial assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension asset in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return, net of investment expenses	6.35%
Cost-of-living adjustments	1.00%

Contributing members, service retirement members, and beneficiaries

General Employees and All Beneficiaries - Males	Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries - Females	Pub-2010 General Tables, increased 21%
Teachers - Males	Pub-2010 Teacher Tables, increased 12%
Teachers - Females	Pub-2010 Teacher Tables, increased 21%
Fire & Police - Males	Pub-2010 Safety Tables, increased 21%
Fire & Police - Females	Pub-2010 Safety Tables, increased 26%
	5% of Fire & Police active member deaths are assumed to be duty related. This assumption was adopted July 1, 2021.
Disabled Members - Males	Pub-2010 Disabled Tables, increased 38%
Disabled Members - Females	Pub-2010 Disabled Tables, increased 36%

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions other than mortality. The total pension liability as of June 30, 2022 is based on the results of an actuarial valuation date of July 1, 2022.

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

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System’s asset allocation. The assumptions and the System’s formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System’s assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2022.

Asset Class	**Target Allocation**	**Long-Term Expected Real Rate of Return**
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	-0.25%
TIPS	10%	-0.30%
Real Estate	8%	3.75%
Private Equity	8%	6.00%

Discount rate

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate.

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 6.35 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (5.35%)	**Current Discount Rate (6.35%)**	**1% Increase (7.35%)**
School's proportionate share of the net pension liability	$1,197,186	$678,330	$253,660

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Impact on the School's net position

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan when deemed necessary), such deficits are not deemed to be of substantial concern.

G. INTERFUND BALANCES

Interfund balances at year end consist of the following:

	Due From Fund	
Due To Fund	Nonmajor Governmental	**Total**
General	$7,155	$7,155
Total	$7,155	$7,155

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

SYRINGA MOUNTAIN SCHOOL, INC.
Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended June 30, 2023

General Fund	Budgeted Amounts (GAAP Basis) Original	Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Local Revenue	$138,730	$138,730	$128,161	($10,569)	
State Revenue	814,518	814,518	805,253	(9,265)	
Federal Revenue	0	0	0	0	
Total Revenues	953,248	953,248	933,414	(19,834)	
Expenditures					
Instructional Programs					
Elementary School	547,076	547,076	484,153	62,923	
Secondary School	73,690	73,690	67,931	5,759	
Special Education	49,135	49,135	30,783	18,352	
Special Education Preschool	0	0	0	0	
School Activity	0	0	0	0	
Support Service Programs					
Instruction Improvement	11,795	11,795	198	11,597	
Educational Media	250	250	77	173	
Instruction-Related Technology	0	0	1,024	(1,024)	
Board of Education	11,050	11,050	21,702	(10,652)	
School Administration	65,163	65,163	66,334	(1,171)	
Business Operation	40,973	40,973	46,238	(5,265)	
Administrative Technology	0	0	0	0	
Buildings - Care	52,000	52,000	54,752	(2,752)	
Maintenance - Non-Student Occupied	0	0	0	0	
Maintenance - Student Occupied	3,000	3,000	2,980	20	
Maintenance - Grounds	1,050	1,050	1,934	(884)	
General Transportation	2,750	2,750	3,343	(593)	
Non-Instructional Programs					
Capital Assets - Student Occupied	0	0	0	0	
Capital Assets - Non-Student Occupied	0	0	0	0	
Debt Service - Principal	60,316	60,316	61,284	(968)	
Debt Service - Interest	35,000	35,000	42,018	(7,018)	
Total Expenditures	953,248	953,248	884,751	68,497	*
Excess (Deficiency) of Revenues Over Expenditures	0	0	48,663	48,663	
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	
Transfers Out	0	0	0	0	*
Total Other Financing Sources (Uses)	0	0	0	0	
Net Change in Fund Balances	0	0	48,663	48,663	
Fund Balances - Beginning	300,000	300,000	398,290	98,290	
Fund Balances - Ending	$300,000	$300,000	$446,953	$146,953	

**Total expenditures (over) under appropriations are:* $68,497

SYRINGA MOUNTAIN SCHOOL, INC.

Schedule of Employer's Share of Net Pension Asset and Liability
and Schedule of Employer Contributions
PERSI - Base Plan

Schedule of Employer's Share of Net Pension Asset and Liability*

Fiscal Year Ended June 30	Employer's Portion of the Net Pension (Asset) Liability	Employer's Proportionate Share of the Net Pension (Asset) Liability	Covered Payroll	Employer's Proportional Share of the Net Pension (Asset) Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset) Liability
2016	0.01895340%	$249,585	$530,875	47.01%	91.38%
2017	0.01687170%	$342,015	$506,069	67.58%	87.26%
2018	0.01920890%	$301,931	$702,138	43.00%	90.68%
2019	0.01800020%	$265,506	$579,134	45.85%	91.69%
2020	0.01608850%	$183,646	$546,484	33.61%	93.79%
2021	0.01483530%	$344,495	$511,256	67.38%	88.22%
2022	0.01552343%	($12,260)	$562,303	-2.18%	100.36%
2023	0.01722193%	$678,330	$679,137	99.88%	83.09%

*As of the measurement date of the net pension (asset) liability.

Schedule of Employer Contributions

Fiscal Year Ended June 30	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	$57,287	$57,287	$0	$506,069	11.32%
2017	$79,482	$79,482	$0	$702,138	11.32%
2018	$65,558	$65,558	$0	$579,134	11.32%
2019	$61,862	$61,862	$0	$546,484	11.32%
2020	$61,044	$61,044	$0	$511,256	11.94%
2021	$67,139	$67,139	$0	$562,303	11.94%
2022	$81,089	$81,089	$0	$679,137	11.94%
2023	$76,632	$76,632	$0	$641,809	11.94%

Schedules above intended to show information for 10 years. Information for additional years will be presented as it becomes available.

SYRINGA MOUNTAIN SCHOOL, INC.

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2023

	Special Revenue Funds			
	Technology	**Substance Abuse**	**ESSER III**	**Title I-A ESSA IBP**
Assets				
Cash & Investments	$27,094	$1,141		
Receivables:				
State Sources				
Federal Sources			$207,418	$980
Due From Other Funds				
Total Assets	$27,094	$1,141	$207,418	$980
Liabilities				
Accounts Payable	$1,340		$606	
Due To Other Funds			5,488	
Salaries & Benefits Payable	1,659		8,243	$980
Unspent Grant Allocation			193,081	
Total Liabilities	2,999	$0	207,418	980
Fund Balances				
Restricted:				
Special Programs	24,095	1,141		
Debt Service				
Unassigned				
Total Fund Balances	24,095	1,141	0	0
Total Liabilities and Fund Balances	$27,094	$1,141	$207,418	$980

SYRINGA MOUNTAIN SCHOOL, INC.

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2023

	Special Revenue Funds			
	ESSER I	**ESSER II**	**IDEA Part B 611 School Age 3-21**	**IDEA Part B 619 Pre-School Age 3-5**
Assets				
Cash & Investments				
Receivables:				
State Sources				
Federal Sources				$609
Due From Other Funds				
Total Assets	$0	$0	$0	$609
Liabilities				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable				
Unspent Grant Allocation				$609
Total Liabilities	$0	$0	$0	609
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Fund Balances	$0	$0	$0	$609

SYRINGA MOUNTAIN SCHOOL, INC.
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds			
	IDEA Part B ARPA	Title IV-A ESSA SS & AE	Title V-B ESSA REI	Title II-A ESSA SEI
Assets				
Cash & Investments				
Receivables:				
State Sources				
Federal Sources		$3,333	$1,701	$2,836
Due From Other Funds				
Total Assets	$0	$3,333	$1,701	$2,836
Liabilities				
Accounts Payable				
Due To Other Funds		$1,667		
Salaries & Benefits Payable		1,666	$1,701	
Unspent Grant Allocation				$2,836
Total Liabilities	$0	3,333	1,701	2,836
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Fund Balances	$0	$3,333	$1,701	$2,836

SYRINGA MOUNTAIN SCHOOL, INC.
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds		
	SLFRF	**Cultivating Readers**	**Total**
Assets			
Cash & Investments			$28,235
Receivables:			
State Sources			0
Federal Sources		$9,800	226,677
Due From Other Funds			0
Total Assets	$0	$9,800	$254,912
Liabilities			
Accounts Payable		$180	$2,126
Due To Other Funds			7,155
Salaries & Benefits Payable			14,249
Unspent Grant Allocation		9,620	206,146
Total Liabilities	$0	9,800	229,676
Fund Balances			
Restricted:			
Special Programs			25,236
Debt Service			0
Unassigned			0
Total Fund Balances	0	0	25,236
Total Liabilities and Fund Balances	$0	$9,800	$254,912

SYRINGA MOUNTAIN SCHOOL, INC.

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds			
	Technology	Substance Abuse	ESSER III	Title I-A ESSA IBP
Revenues				
Local Revenue	$6,720			
State Revenue	34,337	$3,120		
Federal Revenue			$156,833	$19,057
Total Revenues	41,057	3,120	156,833	19,057
Expenditures				
Instructional Programs				
Elementary School			109,186	19,057
Secondary School				
Special Education				
Special Education Preschool				
School Activity				
Support Service Programs				
Instruction Improvement		2,341		
Educational Media				
Instruction-Related Technology	27,580		30,859	
Board of Education				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care			11,069	
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied			5,719	
Maintenance - Grounds				
General Transportation				
Non-Instructional Programs				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	27,580	2,341	156,833	19,057
Excess (Deficiency) of Revenues Over Expenditures	13,477	779	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	13,477	779	0	0
Fund Balances - Beginning	10,618	362	0	0
Fund Balances - Ending	$24,095	$1,141	$0	$0

SYRINGA MOUNTAIN SCHOOL, INC.

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds			
	ESSER I	**ESSER II**	**IDEA Part B 611 School Age 3-21**	**IDEA Part B 619 Pre-School Age 3-5**
Revenues				
Local Revenue				
State Revenue				
Federal Revenue	$38	$157	$24,392	
Total Revenues	38	157	24,392	$0
Expenditures				
Instructional Programs				
Elementary School	38	157		
Secondary School				
Special Education			24,392	
Special Education Preschool				
School Activity				
Support Service Programs				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
General Transportation				
Non-Instructional Programs				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	38	157	24,392	0
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	$0	$0	$0	$0

SYRINGA MOUNTAIN SCHOOL, INC.

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds			
	IDEA Part B ARPA	**Title IV-A ESSA SS & AE**	**Title V-B ESSA REI**	**Title II-A ESSA SEI**
Revenues				
Local Revenue				
State Revenue				
Federal Revenue	$755	$10,000	$11,371	$1,638
Total Revenues	755	10,000	11,371	1,638
Expenditures				
Instructional Programs				
Elementary School				
Secondary School				
Special Education	755	10,000	11,371	
Special Education Preschool				
School Activity				
Support Service Programs				
Instruction Improvement				1,638
Educational Media				
Instruction-Related Technology				
Board of Education				
School Administration				
Business Operation				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
General Transportation				
Non-Instructional Programs				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	755	10,000	11,371	1,638
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	$0	$0	$0	$0

SYRINGA MOUNTAIN SCHOOL, INC.

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds		
	SLFRF	**Cultivating Readers**	**Total**
Revenues			
Local Revenue			$6,720
State Revenue			37,457
Federal Revenue	$16,600	$11,959	252,800
Total Revenues	16,600	11,959	296,977
Expenditures			
Instructional Programs			
Elementary School	16,600	11,959	156,997
Secondary School			0
Special Education			46,518
Special Education Preschool			0
School Activity			0
Support Service Programs			
Instruction Improvement			3,979
Educational Media			0
Instruction-Related Technology			58,439
Board of Education			0
School Administration			0
Business Operation			0
Administrative Technology			0
Buildings - Care			11,069
Maintenance - Non-Student Occupied			0
Maintenance - Student Occupied			5,719
Maintenance - Grounds			0
General Transportation			0
Non-Instructional Programs			
Capital Assets - Student Occupied			0
Capital Assets - Non-Student Occupied			0
Debt Service - Principal			0
Debt Service - Interest			0
Total Expenditures	16,600	11,959	282,721
Excess (Deficiency) of Revenues Over Expenditures	0	0	14,256
Other Financing Sources (Uses)			
Transfers In			0
Transfers Out			0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balances	0	0	14,256
Fund Balances - Beginning	0	0	10,980
Fund Balances - Ending	$0	$0	$25,236

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Independent Auditor's 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*

Board of Directors
Syringa Mountain School, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Syringa Mountain School, Inc. (the School), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated August 24, 2023. In our report, we expressed a qualified opinion on the governmental activities as management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School'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 School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School'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

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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*.

Purpose of this Report

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

Quest CPAs PLLC

Payette, Idaho
August 24, 2023