

Camden Fairview School District No. 16

Ouachita County, Arkansas

Regulatory Basis Financial Statements and Other Reports

June 30, 2025



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OUACHITA COUNTY, ARKANSAS
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Arkansas

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Senate Chair
Sen. Jim Dotson
Senate Vice Chair



Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

INDEPENDENT AUDITOR'S REPORT

Camden Fairview School District No. 16 and School Board Members
Legislative Joint Auditing Committee

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of each major governmental fund and the aggregate remaining fund information of the Camden Fairview School District No. 16 (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's regulatory basis financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective regulatory basis financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2025, and the respective regulatory basis changes in financial position thereof and the respective regulatory basis budgetary comparison for the general and special revenue funds for the year then ended in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005 described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2025, or the changes in financial position for the year then ended.

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared by the District on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of Arkansas. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005, as described in Note 1, to meet the requirements of the State of Arkansas. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 regulatory basis financial statements. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations 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 regulatory basis 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 regulatory basis financial statements. The information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the regulatory basis financial statements as a whole.

Other Information


Management is responsible for the other information included in the report. The other information comprises the Schedule of Capital Assets and the Schedule of Selected Information for the Last Five Years – Regulatory Basis but does not include the regulatory basis financial statements, supplementary information, and our auditor’s report thereon. Our opinions on the regulatory basis 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 regulatory basis financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the regulatory basis 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 February 18, 2026 on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

ARKANSAS LEGISLATIVE AUDIT



Kevin William White, CPA, JD
Legislative Auditor

Little Rock, Arkansas
February 18, 2026
EDSD27825

Arkansas

Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair



Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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*

INDEPENDENT AUDITOR'S REPORT

Camden Fairview School District No. 16 and School Board Members
Legislative Joint Auditing Committee

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 financial statements of each major governmental fund and the aggregate remaining fund information of the Camden Fairview School District No. 16 (the "District"), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's regulatory basis financial statements, and have issued our report thereon dated February 18, 2026. We issued an adverse opinion because the District prepared the financial statements on the basis of the financial reporting provisions of Arkansas Code, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive. However, the financial statements present fairly, in all material respects, the respective regulatory basis financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2025, and the respective regulatory basis changes in financial position thereof and the respective regulatory basis budgetary comparison for the general and special revenue funds for the year then ended, on the basis of accounting described in Note 1.

Report on Internal Control Over Financial Reporting

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

We noted certain matters that we reported to management of the District in a separate letter dated February 18, 2026.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink that reads "Matt Fink". The signature is written in a cursive style with a large initial "M".

Matt Fink, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
February 18, 2026

Arkansas

Sen. Jim Petty
Senate Chair
Sen. Jim Dotson
Senate Vice Chair



Rep. Robin Lundstrum
House Chair
Rep. RJ Hawk
House Vice Chair

Kevin William White, CPA, JD
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

INDEPENDENT AUDITOR'S REPORT

Camden Fairview School District No. 16 and School Board Members
Legislative Joint Auditing Committee

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Camden Fairview School District No. 16's (the "District") compliance with the 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, 2025. 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, the District complied, in all material respects, with the 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, 2025.

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 Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for 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.

Auditor's 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 Auditor's 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.

ARKANSAS LEGISLATIVE AUDIT



Matt Fink, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
February 18, 2026

Arkansas

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Senate Chair
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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

MANAGEMENT LETTER

Camden Fairview School District No. 16 and School Board Members
Legislative Joint Auditing Committee

We would like to communicate the following items that came to our attention during this audit. The purpose of such comments is to provide constructive feedback and guidance, in an effort to assist management to maintain a satisfactory level of compliance with the state constitution, laws and regulations, and to improve internal control. These matters were discussed previously with District officials during the course of our audit fieldwork and at the exit conference.

The District expended \$10,668 from operating funds to host an end-of-year awards banquet for employees, in conflict with Ark. Const. art. 14, § 2, as interpreted in Op. Att'y Gen. no. 91-411. The following is a summary of the expenditures:

- \$7,260 for meals for employees and guests
- \$2,958 for door prizes
- \$450 for facility rental fees

The District discovered, and we verified, unauthorized credit card charges of \$2,140 on the District's credit card between September 9, 2024 and February 27, 2025. As of report date, the bank reversed charges of \$1,878, resulting in a loss of \$262.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the local school board and District management, state executive and oversight management, federal regulatory and oversight bodies, the federal awarding agencies and pass-through entities, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in cursive script that reads "Matt Fink".

Matt Fink, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
February 18, 2026

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 BALANCE SHEET - REGULATORY BASIS
 JUNE 30, 2025

Exhibit A

	Governmental Funds			
	Major			Fiduciary Fund Types
	General	Special Revenue	Other Aggregate	
ASSETS				
Cash	\$ 3,779,457		\$ 1,462,808	\$ 3,869
Investments				76,344
Accounts receivable	3,257	\$ 515,081		
Due from other funds	315,971			
TOTAL ASSETS	\$ 4,098,685	\$ 515,081	\$ 1,462,808	\$ 80,213
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 268,050	\$ 755		
Due to other funds		315,971		
Total Liabilities	268,050	316,726		
Fund Balances:				
Restricted	193,550	198,355		\$ 80,213
Assigned	169,846		\$ 1,462,808	
Unassigned	3,467,239			
Total Fund Balances	3,830,635	198,355	1,462,808	80,213
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,098,685	\$ 515,081	\$ 1,462,808	\$ 80,213

The accompanying notes are an integral part of these financial statements.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 GOVERNMENTAL FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2025

Exhibit B

	Major		Other Aggregate
	General	Special Revenue	
REVENUES			
Property taxes (including property tax relief trust distribution)	\$ 7,175,742		
State assistance	15,138,019	\$ 21,932	
Federal assistance	1,000	5,116,376	
Activity revenues	286,968		
Meal sales		211,837	
Investment income	325,349		
Other revenues	403,573		
TOTAL REVENUES	23,330,651	5,350,145	
EXPENDITURES			
Regular programs	7,383,576	223,881	
Special education	1,203,892	336,193	
Career education programs	786,037		
Compensatory education programs	374,245	1,022,607	
Other instructional programs	1,562,280	71,922	
Student support services	1,501,226	1,066,970	
Instructional staff support services	1,148,805	592,828	
General administration support services	738,643	56,303	
School administration support services	1,483,755	6,133	
Central services support services	784,792		
Operation and maintenance of plant services	3,295,203		
Student transportation services	1,567,714	119,234	
Other support services	33,814		
Food services operations		1,771,645	
Community services operations	2,000	1,368	
Facilities acquisition and construction services	18,397	527,218	\$ 221,270
Non-programmed costs		26,868	
Activity expenditures	258,896		
Debt Service:			
Principal retirement	104,898		825,000
Interest and fiscal charges	2,959		138,608
TOTAL EXPENDITURES	22,251,132	5,823,170	1,184,878
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,079,519	(473,025)	(1,184,878)
OTHER FINANCING SOURCES (USES)			
Transfers in		60,819	963,608
Transfers out	(1,024,427)		
Employee meals	(108,755)		
TOTAL OTHER FINANCING SOURCES (USES)	(1,133,182)	60,819	963,608
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(53,663)	(412,206)	(221,270)
FUND BALANCES - JULY 1	3,884,298	610,561	1,684,078
FUND BALANCES - JUNE 30	\$ 3,830,635	\$ 198,355	\$ 1,462,808

The accompanying notes are an integral part of these financial statements.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2025

Exhibit C

	General			Special Revenue		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes (including property tax relief trust distribution)	\$ 6,651,805	\$ 7,175,742	\$ 523,937			
State assistance	14,943,459	15,138,019	194,560	\$ 5,024	\$ 21,932	\$ 16,908
Federal assistance		1,000	1,000	5,093,241	5,116,376	23,135
Activity revenues	286,301	286,968	667			
Meal sales				247,000	211,837	(35,163)
Investment income	200,000	325,349	125,349			
Other revenues	556,301	403,573	(152,728)			
TOTAL REVENUES	22,637,866	23,330,651	692,785	5,345,265	5,350,145	4,880
EXPENDITURES						
Regular programs	8,049,239	7,383,576	665,663	228,391	223,881	4,510
Special education	1,252,535	1,203,892	48,643	334,060	336,193	(2,133)
Career education programs	791,533	786,037	5,496			
Compensatory education programs	373,919	374,245	(326)	1,019,523	1,022,607	(3,084)
Other instructional programs	1,799,749	1,562,280	237,469	94,943	71,922	23,021
Student support services	1,536,135	1,501,226	34,909	816,856	1,066,970	(250,114)
Instructional staff support services	1,263,032	1,148,805	114,227	462,367	592,828	(130,461)
General administration support services	628,340	738,643	(110,303)	111,385	56,303	55,082
School administration support services	1,367,989	1,483,755	(115,766)		6,133	(6,133)
Central services support services	895,951	784,792	111,159			
Operation and maintenance of plant services	3,533,336	3,295,203	238,133	48,334		48,334
Student transportation services	1,607,023	1,567,714	39,309	115,611	119,234	(3,623)
Other support services	40,000	33,814	6,186			
Food services operations	122,000		122,000	1,739,590	1,771,645	(32,055)
Community services operations		2,000	(2,000)	4,224	1,368	2,856
Facilities acquisition and construction services		18,397	(18,397)	525,598	527,218	(1,620)
Non-programmed costs				55,809	26,868	28,941
Activity expenditures	261,527	258,896	2,631			
Debt Service:						
Principal retirement	104,898	104,898				
Interest and fiscal charges	2,959	2,959				
TOTAL EXPENDITURES	23,630,165	22,251,132	1,379,033	5,556,691	5,823,170	(266,479)

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2025

Exhibit C

	General			Special Revenue		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	\$ (992,299)	\$ 1,079,519	\$ 2,071,818	\$ (211,426)	\$ (473,025)	\$ (261,599)
OTHER FINANCING SOURCES (USES)						
Transfers in	29,071,175		(29,071,175)		60,819	60,819
Transfers out	(29,979,003)	(1,024,427)	28,954,576			
Employee meals		(108,755)	(108,755)			
TOTAL OTHER FINANCING SOURCES (USES)	(907,828)	(1,133,182)	(225,354)		60,819	60,819
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,900,127)	(53,663)	1,846,464	(211,426)	(412,206)	(200,780)
FUND BALANCES - JULY 1	3,811,183	3,884,298	73,115	546,707	610,561	63,854
FUND BALANCES - JUNE 30	\$ 1,911,056	\$ 3,830,635	\$ 1,919,579	\$ 335,281	\$ 198,355	\$ (136,926)

The accompanying notes are an integral part of these financial statements.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
OUACHITA COUNTY, ARKANSAS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Board of Education, a seven member group, is the level of government, which has responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the Camden Fairview School District (District). There are no component units.

B. Description of Funds

Major governmental funds (per the regulatory basis of accounting) are defined as General and Special Revenue.

General Fund - The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Fund - The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service. The Special Revenue Fund includes federal revenues and related expenditures, restricted for specific educational programs or projects, including the District's food services operations. The Special Revenue Fund also includes required matching for those federal programs, program income required to be used to further the objectives of those programs, and transfers from the general fund to supplement such programs.

Other governmental funds, presented in the aggregate, consist of the following:

Capital Projects Fund – The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets. The Capital Projects Fund excludes those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Fund – The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Fiduciary Fund types include the following:

Private-purpose Funds – Private-purpose funds are used to report all other arrangements under which principal and income benefit individuals, private organizations, or other governments.

C. Measurement Focus and Basis of Accounting

The financial statements are prepared in accordance with a regulatory basis of accounting (RBA). This basis of accounting is prescribed by Ark. Code Ann. § 10-4-413(c) and requires that financial statements be presented on a fund basis with, as a minimum, the general fund and special revenue fund presented separately and all other funds included in the audit presented in the aggregate. The law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to the actual expenditures for the general fund and special revenue funds of the entity; notes to financial statements; and a supplemental schedule of capital assets, including land, buildings, and equipment. The law further stipulates that the State Board of Education shall promulgate the rules necessary to administer the regulatory basis of presentation.

The RBA is not in accordance with generally accepted accounting principles (GAAP). GAAP require that basic financial statements present government-wide financial statements. Additionally, GAAP require the following major concepts: Management's Discussion and Analysis, accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate financial statements for fiduciary fund types and other requirements for fiduciary fund types, separate identification of special and extraordinary items, inclusion of capital assets, leases, and debt in the financial statements, inclusion of compensated absences and the net pension liability in the financial statements, specific procedures for the identification of major governmental funds, and applicable note disclosures. The RBA does not require government-wide financial statements or the previously identified concepts.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

The accompanying financial statements are presented on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for purposes of recording specific activities or attaining certain objectives. Major governmental funds are defined as general and special revenue, and such funds are presented separately in the financial statements. All other governmental funds are presented in the aggregate. Fiduciary fund types are presented in a separate column in the Balance Sheet – Regulatory Basis. Revenues are reported by major sources and expenditures are reported by major function. Other transactions, which are not reported as revenues or expenditures, are reported as other financing sources and uses. Transactions related to the recording of installment contracts and financed purchases are reported as other financing sources. Changes in private-purpose funds will be reflected in the notes to financial statements.

D. Revenue Recognition Policies

Revenues are recognized when they become susceptible to accrual in accordance with the RBA, except for property taxes (see Note 1 F below).

E. Capital Assets

Information on capital assets and related depreciation is reported at Schedule 1. Capital assets are capitalized at historical cost or estimated historical cost, if actual data is not available. Capital assets purchased are recorded as expenditures in the applicable fund at the time of purchase. Donated capital assets are reported at acquisition value when received. The District maintains a threshold level of \$1,000 for capitalizing equipment. Library holdings are not capitalized.

No salvage value is taken into consideration for depreciation purposes. All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

<u>Asset Class</u>	<u>Estimated Useful Life in Years</u>
Improvements/infrastructure	20
Buildings	50
Equipment	5-20

F. Property Taxes

Property taxes are levied (tax rates are established) in November of each year based on property assessment (real and personal) that occurred within a specific period of time beginning January 1 of the same year. Property taxes are collectible beginning the first business day of March of the year following the levy date and are considered delinquent after October 15 of the same calendar year.

Amendment no. 74 to the Arkansas Constitution established a uniform minimum property tax millage rate of 25 mills for maintenance and operation of public schools. Ark. Code Ann. § 26-80-101 provides the uniform rate of tax (URT) shall be assessed and collected in the same manner as other school property taxes, but the net revenues from the URT shall be remitted to the State Treasurer and distributed by the State to the county treasurer of each county for distribution to the school districts in that county. For reporting purposes, URT revenues are considered property taxes.

G. Interfund Receivables and Payables

Interfund receivables and payables result from services rendered from one fund to another or from interfund loans.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
OUACHITA COUNTY, ARKANSAS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fund Balance Classifications

1. Restricted fund balance – represents amounts that are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through bond covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
2. Assigned fund balance – represents amounts that are constrained by the District's *intent* to be used for specific purposes, but are neither restricted nor committed.
3. Unassigned fund balance – represents amounts that have not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. This classification can also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

I. Fund Balance Classification Policies and Procedures

The Superintendent, in conjunction with other management and accounting personnel, is authorized to assign amounts to a specific purpose. The District's Board of Education has not adopted a formal policy addressing this authorization.

The District's revenues, expenditures, and fund balances are tracked in the accounting system by numerous sources of funds. The fund balances of these sources of funds are combined to derive the District's total fund balances by fund. It is uncommon for an individual source of funds to contain restricted and unrestricted (committed, assigned, or unassigned) funds. The District does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when expenditures are incurred for purposes for which both restricted and unrestricted amounts are available. District personnel decide which resources (source of funds) to use at the time expenditures are incurred. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The District does not have a policy addressing which resources to use within the unrestricted fund balances when committed, assigned, or unassigned fund balances are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

J. Stabilization Arrangements

The District's Board of Education has not formally set aside amounts for use in emergency situations or when revenue shortages or budgetary imbalances arise.

K. Minimum Fund Balance Policies

The District's Board of Education has not formally adopted a minimum fund balance policy.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Budget and Budgetary Accounting

The District is required by state law to prepare an annual budget. The annual budget is prepared on a fiscal year basis. The District does not prepare and submit amended budgets during the fiscal year. The State Department of Education's regulations allow for the cash basis or the modified accrual basis. However, the majority of the school districts employ the cash basis method.

The District budgets intra-fund transfers. Significant variances may result in the comparison of transfers at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Special Revenue Funds – Regulatory Basis because only interfund transfers are reported at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds – Regulatory Basis. Additionally, the District routinely budgets restricted federal programs as part of the special revenue fund.

Budgetary perspective differences are not considered to be significant, because the structure of the information utilized in preparing the budget and the applicable fund financial statements is essentially the same.

M. Encumbrances

The District does not utilize encumbrance accounting.

2: CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

Cash deposits are carried at cost. The District's cash deposits at June 30, 2025, were as follows:

	Bank Balance
Insured (FDIC)	\$ 261,479
Collateralized:	
Collateral held by the pledging financial institution's trust department or agent in the District's name	7,255,214
Total Deposits	\$ 7,516,693

The above total deposits include certificates of deposit of \$7,862 reported as investments and classified as nonparticipating contracts.

3: INVESTMENTS

At June 30, 2025, certain investments of the private-purpose trust consisted of \$15,196 invested in corporate bonds, \$28,545 invested in municipal bonds, \$10,639 invested in a fixed income exchange-traded fund, and \$14,102 invested in a Federated Trust for U.S. Treasury Obligations.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

3: INVESTMENTS (Continued)

Credit risk – The District does not have a formal policy for credit risk and the bonds, in which the District was invested, were rated as follows:

<u>Investment</u>	<u>Rating</u>	<u>Maturity</u>	<u>Amount</u>
<u>Corporate Bonds</u>			
Honeywell, Inc.	A2 (Moody's)	6/15/2028	\$ 5,303
Wells Fargo and Company	A1 (Moody's)	4/22/2026	9,893
Total Corporate Bonds			<u>\$ 15,196</u>
<u>Municipal Bonds</u>			
Duluth, Minnesota	Aa2 (Moody's)	2/1/2030	\$ 9,790
University of Arkansas at Fayetteville	Aa2 (Moody's)	11/1/2040	4,437
Champaign IL	A+ (Standard and Poor's)	12/1/2033	4,874
Hodgkins, IL	AA- (Standard and Poor's)	1/1/2036	9,444
Total Municipal Bonds			<u>\$ 28,545</u>
<u>Fixed Income Exchange-Traded Fund</u>			
Virtus Newfleet Multi-Sector Bond	not rated	N/A	<u>\$ 10,639</u>
<u>US Treasury Obligations</u>			
Federated Trust for U.S. Treasury Obligations		44 days (average)	<u>\$ 14,102</u>

Interest Rate Risk – the District does not have a formal policy limiting investments as means of managing its exposure to fair value losses arising from increasing interest rates.

Fair value of investments - Fair value measurements are based on the fair value hierarchy as follows:

- Level 1 - Quoted prices in active markets for identical assets
- Level 2 - Significant other observable inputs
- Level 3 - Significant unobservable inputs

Of the above investments, \$68,482, comprised of corporate bonds, municipal bonds, fixed income exchange-traded funds, and U.S. Treasury Obligations, are classified in Level 2. There are no investments classified in Level 1 or Level 3.

4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2025, were comprised of the following:

<u>Description</u>	<u>Governmental Funds</u>	
	<u>Major</u>	
	<u>General</u>	<u>Special Revenue</u>
State assistance	\$ 3,257	\$ 1,247
Federal assistance		507,377
Meal sales		6,457
Totals	<u>\$ 3,257</u>	<u>\$ 515,081</u>

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

5: ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities at June 30, 2025, were comprised of the following:

Description	Governmental Funds	
	Major	
	General	Special Revenue
Vendor payables	\$ 61,826	\$ 755
Payroll withholdings and matching	206,224	
Totals	<u>\$ 268,050</u>	<u>\$ 755</u>

6: COMMITMENTS

The District was contractually obligated for the following at June 30, 2025:

Long-term Debt Issued and Outstanding

The District is presently paying on the following long-term debt:

Date of Issue	Date of Final Maturity	Rate of Interest	Amount Authorized and Issued	Debt Outstanding June 30, 2025	Maturities To June 30, 2025
<u>Bonds</u>					
2/27/2020	4/1/2033	1.15 - 2%	<u>\$ 9,220,000</u>	<u>\$ 7,010,000</u>	<u>\$ 2,210,000</u>

Changes in Long-term Debt

	Balance July 1, 2024	Issued	Retired	Balance June 30, 2025
Bonds payable	<u>\$ 7,835,000</u>		<u>\$ 825,000</u>	<u>\$ 7,010,000</u>
<u>Direct Borrowings</u>				
Financed purchase	<u>104,898</u>		<u>104,898</u>	
Total Long-Term Debt	<u>\$ 7,939,898</u>	<u>\$ 0</u>	<u>\$ 929,898</u>	<u>\$ 7,010,000</u>

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

6: COMMITMENTS (Continued)

Long-term Debt Issued and Outstanding (Continued)

Future Principal and Interest Payments

Year Ended June 30,	Bonds		
	Principal	Interest	Total
2026	\$ 840,000	\$ 126,194	\$ 966,194
2027	860,000	113,594	973,594
2028	875,000	100,694	975,694
2029	890,000	86,475	976,475
2030	910,000	70,900	980,900
2031-2033	2,635,000	101,700	2,736,700
Totals	\$ 7,010,000	\$ 599,557	\$ 7,609,557

Security for Debt Payments

Ark. Code Ann. § 6-20-1204 specifies procedures to be followed if a school district is delinquent in a payment to the paying agent for bonded debt. As additional security, any delinquent payment for bonded debt will be satisfied by the Division of Elementary and Secondary Education (DESE). Depending on the date of the bond issue, DESE will recover the full amount of any delinquency payment through the withholding of a school district's state funding or a direct payment from the school district. There were no delinquent bond payments incurred by the District during the audit period.

7: PLEDGED REVENUES

The District has pledged a portion of its property taxes to retire bonds of \$9,220,000 issued on February 27, 2020. The bonds were issued for various capital projects. Total principal and interest remaining on the bonds is \$7,609,557, payable through April 1, 2033. Principal and interest paid for the current year and total property taxes pledged for debt service were \$962,538 and \$1,899,461, respectively. The percentage of property taxes pledged for the current year for principal and interest payments was 50.67 percent.

8: INTERFUND TRANSFERS

The District transferred \$963,608 from the general fund to the other aggregate funds for debt related payments. Also, the District transferred \$60,819 from the general fund to the special revenue funds for its food service operations.

9: RETIREMENT PLANS

Arkansas Teacher Retirement System

Plan Description

The District contributes to the Arkansas Teacher Retirement System (ATRS), a cost-sharing multiple-employer defined benefit pension plan that covers employees of schools and education-related agencies, except certain non-teaching school employees. ATRS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Teacher Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for ATRS. That report may be obtained by writing to Arkansas Teacher Retirement System, 1400 West Third Street, Little Rock, Arkansas 72201, by calling 501-682-1517, or by visiting the ATRS website at www.artrs.gov.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
OUACHITA COUNTY, ARKANSAS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

9: RETIREMENT PLANS (Continued)

Arkansas Teacher Retirement System (Continued)

Funding Policy

ATRS has contributory and noncontributory plans. Contributory members are required by State law to contribute 7% of their salaries. Each participating employer is required by State law to contribute at a rate determined by the Board of Trustees, based on the annual actuarial valuation. The current employer rate is 15% of covered salaries. The District's contributions to ATRS for the year ended June 30, 2025, were \$2,407,601, equal to the required contributions.

Net Pension Liability

The Division of Elementary and Secondary Education has stipulated that, under the regulatory basis of accounting, the requirements of Governmental Accounting Standards Board Statement no. 68 would be limited to disclosure of the District's proportionate share of the collective net pension liability. The District's proportionate share of the collective net pension liability at June 30, 2024, (actuarial valuation date and measurement date) was \$18,846,125.

Arkansas Public Employees Retirement System

Plan Description

The District contributes to the Arkansas Public Employees Retirement System (APERS), a cost-sharing multiple-employer defined benefit pension plan that covers certain non-teaching school employees. APERS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Public Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for APERS. That report may be obtained by writing to Arkansas Public Employees Retirement System, 124 West Capitol Avenue, Suite 400, Little Rock, Arkansas 72201, by calling 501-682-7800, or by visiting the APERS website at www.apers.org.

Funding Policy

APERS has contributory and noncontributory plans. Contributory members are required by State law to contribute 5.75% of their salaries. Each participating employer is required by State law to contribute at a rate determined by the Board of Trustees, based on the annual actuarial valuation. The current employer rate for school districts is 4% of covered salaries. The District's contributions to APERS for the year ended June 30, 2025, were \$864, equal to the required contributions.

Net Pension Liability

The Division of Elementary and Secondary Education has stipulated that, under the regulatory basis of accounting, the requirements of Governmental Accounting Standards Board Statement no. 68 would be limited to disclosure of the District's proportionate share of the collective net pension liability. The District's proportionate share of the collective net pension liability at June 30, 2024, (actuarial valuation date and measurement date) was \$6,716.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

10: CHANGES IN PRIVATE-PURPOSE FUNDS

ADDITIONS	
Interest	\$ 2,473
Dividends	578
Unrealized gain	<u>1,169</u>
TOTAL ADDITIONS	<u>4,220</u>
DEDUCTIONS	
Scholarships	9,000
Fees	<u>750</u>
TOTAL DEDUCTIONS	<u>9,750</u>
CHANGE IN FUND BALANCE	(5,530)
FUND BALANCE - JULY 1	<u>85,743</u>
FUND BALANCE - JUNE 30	<u><u>\$ 80,213</u></u>

11: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The District carries commercial insurance for student accident coverage.

The District participates in the Arkansas School Boards Association – Workers’ Compensation Trust (the Trust), a self-insurance trust voluntarily established on July 1, 1994, pursuant to state law. The Trust is responsible for obtaining and administering workers’ compensation insurance coverage for its members, as well as obtaining reinsurance coverage for those claims that exceed the standard policy limits. In its administrative capacity, the Trust is responsible for monitoring, negotiating and settling claims that have been filed on behalf of and against member districts. The District contributes annually to this program.

The District participates in the Arkansas Fidelity Bond Trust Fund administered by the Governmental Bonding Board. This program provides coverage for actual losses sustained by its members through fraudulent or dishonest acts committed by officials or employees. Each loss is limited to \$300,000 with a \$2,500 deductible. Premiums for coverage are paid by the Chief Fiscal Officer of the State of Arkansas from funds withheld from the Public School Fund.

The District participates in the Arkansas Public School Insurance Trust Fund Program administered by the Risk Management Division of the Arkansas Insurance Department. The program’s general objectives are to formulate, develop, and administer, on behalf of member districts, a program of insurance to obtain lower costs for property and vehicles coverage, and to develop a comprehensive loss control program. The fund uses a reinsurance policy to reduce exposure to large losses on insured events. The District pays an annual premium for its coverage of buildings, contents, and vehicles.

Settled claims have not exceeded coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the prior year in the major categories of risk.

12: ON-BEHALF PAYMENTS

The allocation of the health insurance premiums paid by the Division of Elementary and Secondary Education to the Employee Benefits Division, on-behalf of the District’s employees, totaled \$639,482 for the year ended June 30, 2025.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2025

13: DETAILS OF GOVERNMENTAL FUND BALANCE CLASSIFICATIONS DISPLAYED IN THE AGGREGATE

Description	Governmental Funds		
	Major		
	General	Special Revenue	Other Aggregate
Fund Balances:			
Restricted for:			
Alternative learning environment	\$ 1		
English-language learners	78,306		
Professional development	2,885		
Child nutrition programs		\$ 492	
Medical services		110,622	
Special education programs	19,896	51,298	
Education stabilization fund (COVID-19)		34,131	
Professional learning grant	58,519		
Other purposes	33,943	1,812	
Total Restricted	<u>193,550</u>	<u>198,355</u>	
Assigned to:			
Capital projects			\$ 1,462,808
Student activities	145,100		
Other purposes	24,746		
Total Assigned	<u>169,846</u>		<u>1,462,808</u>
Unassigned	<u>3,467,239</u>		
Totals	<u>\$ 3,830,635</u>	<u>\$ 198,355</u>	<u>\$ 1,462,808</u>

14: SEPARATION AGREEMENT

On May 20, 2025, the District’s Board of Education executed a Separation Agreement, Release, and Covenant Not to Sue (“Agreement”) with Superintendent Johnny Embry. In accordance with the Agreement, the Superintendent voluntarily resigned from the District effective June 30, 2025. On June 10, 2025, the District paid the Superintendent a lump sum amount of \$51,000, in which the Superintendent was responsible for any applicable tax withholdings related to this payment.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 SCHEDULE OF CAPITAL ASSETS
 FOR THE YEAR ENDED JUNE 30, 2025
 (Unaudited)

Schedule 1

	<u>Balance</u> <u>June 30, 2025</u>
Nondepreciable capital assets:	
Land	<u>\$ 1,026,269</u>
Depreciable capital assets:	
Buildings	30,953,806
Improvements/infrastructure	1,380,596
Equipment	11,529,721
Total depreciable capital assets	<u>43,864,123</u>
Less accumulated depreciation for:	
Buildings	22,414,054
Improvements/infrastructure	751,385
Equipment	8,365,903
Total accumulated depreciation	<u>31,531,342</u>
Total depreciable capital assets, net	<u>12,332,781</u>
Capital assets, net	<u><u>\$ 13,359,050</u></u>

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2025

Schedule 2

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
CHILD NUTRITION CLUSTER				
<u>U. S. Department of Agriculture</u>				
Arkansas Department of Education - School Breakfast Program	10.553	5204		\$ 394,006
National School Lunch Program (Note 5)	10.555	Direct		64,061
Arkansas Department of Education - National School Lunch Program	10.555	5204		887,256
Arkansas Department of Education - National School Lunch Program (Note 6)	10.555	5204000		40,892
Total for National School Lunch Program				<u>992,209</u>
Total U. S. Department of Agriculture				<u>1,386,215</u>
TOTAL CHILD NUTRITION CLUSTER				<u>1,386,215</u>
SPECIAL EDUCATION CLUSTER (IDEA)				
<u>U. S. Department of Education</u>				
Arkansas Department of Education - Special Education - Grants to States	84.027A	5204		598,438
Arkansas Department of Education - Special Education - Preschool Grants	84.173A	5204		71,465
Total U. S. Department of Education				<u>669,903</u>
TOTAL SPECIAL EDUCATION CLUSTER (IDEA)				<u>669,903</u>
OTHER PROGRAMS				
<u>U. S. Department of Agriculture</u>				
Arkansas Department of Agriculture - Farm to School Grant Program	10.645	5204		1,000
Total U. S. Department of Agriculture				<u>1,000</u>
<u>U. S. Department of Defense</u>				
ROTC (Note 7)	12.4414A	Direct		71,922
Total U. S. Department of Defense				<u>71,922</u>
<u>U. S. Department of Education</u>				
Arkansas Department of Education - Title I Grants to Local Educational Agencies	84.010A	5204		1,320,193
Arkansas Department of Education - Rural Education	84.358B	5204		78,137
Arkansas Department of Education - Supporting Effective Instruction State Grants	84.367A	5204		155,168
Arkansas Department of Education - Comprehensive Literacy Development	84.371C	5204		15,000
Arkansas Department of Education - Student Support and Academic Enrichment Program	84.424A	5204		136,890
Arkansas Department of Education - COVID-19 - American Rescue Plan - Elementary and Secondary School Emergency Relief Fund	84.425U	5204		884,272
Arkansas Department of Education - COVID-19 - American Rescue Plan - Emergency Assistance to Non-Public Schools	84.425V	5204		19,936
Total Education Stabilization Fund				<u>904,208</u>
Total U. S. Department of Education				<u>2,609,596</u>
TOTAL OTHER PROGRAMS				<u>2,682,518</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 0</u>	<u>\$ 4,738,636</u>

The accompanying notes are an integral part of this schedule.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
OUACHITA COUNTY, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Schedule 2

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- Note 1: Basis of Presentation - The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Camden Fairview School District No. 16 (District) under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) 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 the District, it is not intended to and does not present the financial position or changes in financial position of the District.
- Note 2: Summary of Significant Accounting Policies - Expenditures reported on the Schedule are reported on the regulatory 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 as to reimbursement.
- Note 3: The District has elected not to use the 10% or 15% de minimis indirect cost rates allowed under the Uniform Guidance.
- Note 4: During the year ended June 30, 2025, the District received Medicaid funding of \$160,493 from the Arkansas Department of Human Services. Such payments are not considered Federal awards expended, and therefore, are not included in the above Schedule.
- Note 5: Nonmonetary assistance is reported at the approximate value as provided by the U. S. Department of Defense through an agreement with the U. S. Department of Agriculture.
- Note 6: Nonmonetary assistance is reported at the approximate value as provided by the Arkansas Department of Education.
- Note 7: The Federal Assistance Listing Number was not available. An alternative identifying number was utilized.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED JUNE 30, 2025

Schedule 3

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Types of auditor's reports issued on whether the financial statements audited were prepared in accordance with:

Generally accepted accounting principles (GAAP) - adverse
 Regulatory basis - unmodified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Noncompliance material to financial statements noted? yes no

FEDERAL AWARDS

Internal control over major federal programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified? yes none reported

Type of auditor's 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 no

Identification of major federal programs:

AL Number(s)	Name of Federal Program or Cluster
10.553 and 10.555	Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? yes no

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.



**CAMDEN FAIRVIEW SCHOOL DISTRICT
OFFICE OF THE SUPERINTENDENT**

**(870) 836-4193
625 Clifton Street
Camden, AR 71701**

Schedule 4

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025**

FINANCIAL STATEMENT FINDINGS

There were no findings in the prior audit.

FEDERAL AWARD FINDINGS AND QUESTIONS COSTS

There were no findings in the prior audit.

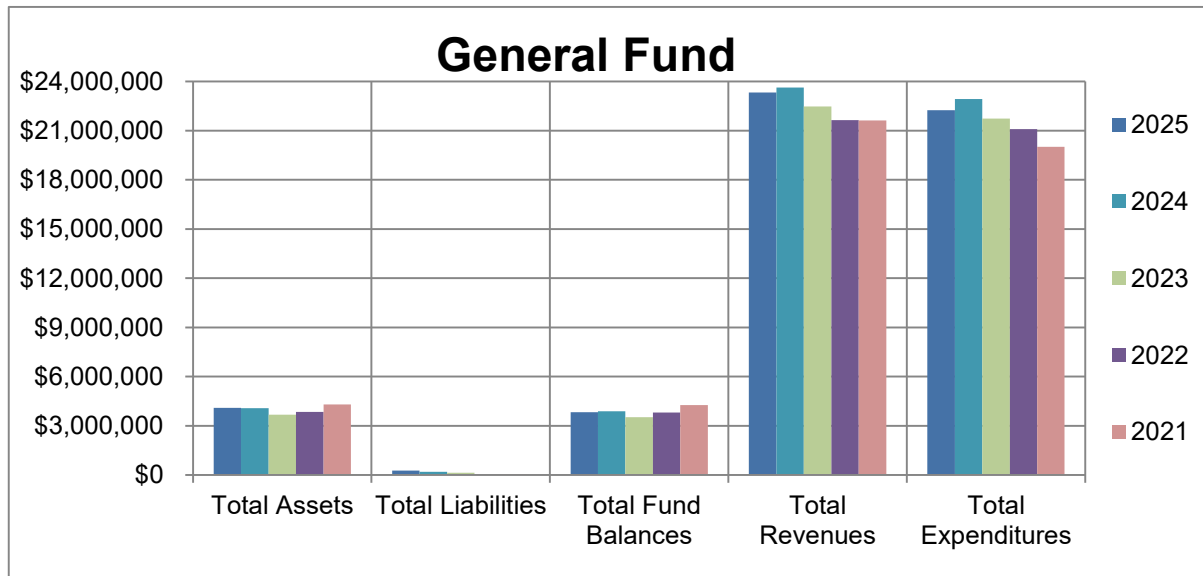
At Camden Fairview, we are stronger together.

CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS

Schedule 5

SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2025
 (Unaudited)

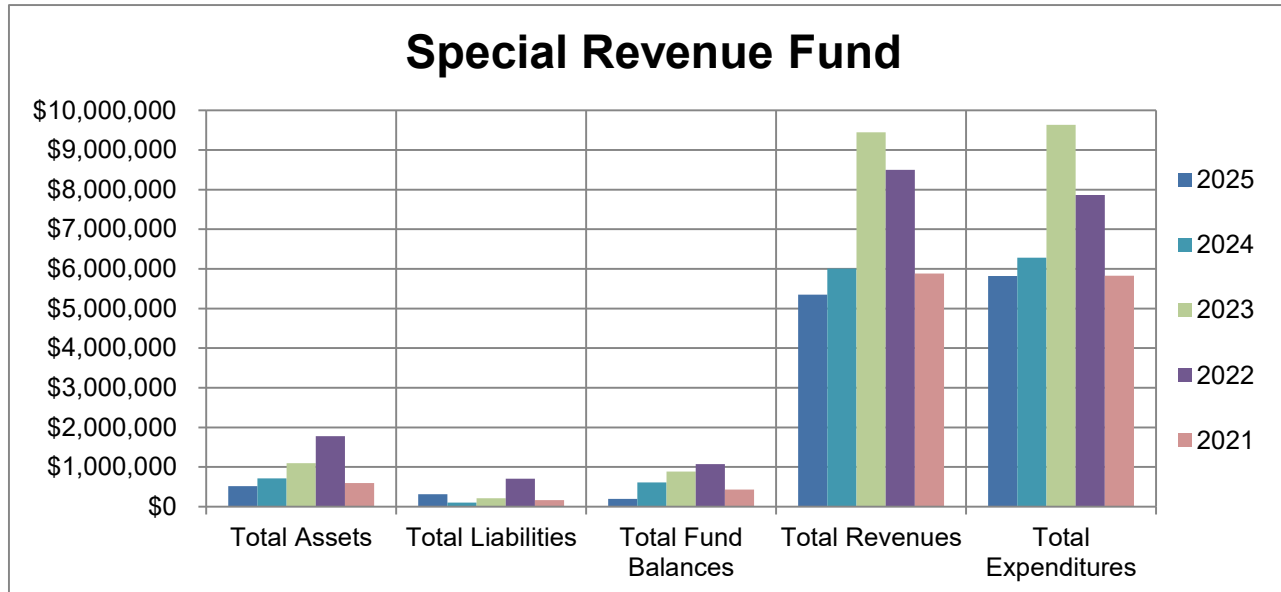
<u>General Fund</u>	Year Ended June 30,				
	2025	2024	2023	2022	2021
Total Assets	\$ 4,098,685	\$ 4,073,721	\$ 3,670,105	\$ 3,847,935	\$ 4,302,395
Total Liabilities	268,050	189,423	142,421	45,115	41,765
Total Fund Balances	3,830,635	3,884,298	3,527,684	3,802,820	4,260,630
Total Revenues	23,330,651	23,630,066	22,473,707	21,635,824	21,625,534
Total Expenditures	22,251,132	22,923,451	21,740,855	21,096,584	20,005,295
Total Other Financing Sources (Uses)	(1,133,182)	(414,237)	(1,007,988)	(997,050)	(1,080,758)



CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS

SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2025
 (Unaudited)

Special Revenue Fund	Year Ended June 30,				
	2025	2024	2023	2022	2021
Total Assets	\$ 515,081	\$ 710,171	\$ 1,095,979	\$ 1,780,092	\$ 599,818
Total Liabilities	316,726	99,610	212,264	708,392	165,172
Total Fund Balances	198,355	610,561	883,715	1,071,700	434,646
Total Revenues	5,350,145	6,005,030	9,447,136	8,497,232	5,884,704
Total Expenditures	5,823,170	6,278,184	9,635,121	7,861,001	5,826,647
Total Other Financing Sources (Uses)	60,819			823	



CAMDEN FAIRVIEW SCHOOL DISTRICT NO. 16
 OUACHITA COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2025
 (Unaudited)

Schedule 5

Other Aggregate Funds	Year Ended June 30,				
	2025	2024	2023	2022	2021
Total Assets	\$ 1,462,808	\$ 1,684,078	\$ 3,311,426	\$ 4,195,736	\$ 5,058,749
Total Liabilities			257,397	248,685	475,160
Total Fund Balances	1,462,808	1,684,078	3,054,029	3,947,051	4,583,589
Total Revenues		23,000	8,533	682,743	
Total Expenditures	1,184,878	2,292,504	1,739,482	2,828,624	1,577,807
Total Other Financing Sources (Uses)	963,608	963,789	837,927	1,509,343	2,505,654

