



FORREST M. BIRD CHARTER SCHOOLS, INC.

Sandpoint, Idaho



Audited Financial Statements
For the Years Ended
June 30, 2026 and 2025

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Forrest M. Bird Charter Schools, Inc.
Sandpoint, Idaho 83864

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Forrest M. Bird Charter Schools, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2026 and 2025, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Forrest M. Bird Charter Schools, Inc. as of June 30, 2026 and 2025, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 Forrest M. Bird Charter Schools, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Forrest M. Bird Charter Schools, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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 opinion. 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 Forrest M. Bird Charter Schools, Inc.'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 Forrest M. Bird Charter Schools, Inc.'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 an opinion on the financial statements as a whole. Schedules I through XII have been presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial

statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Emphasis of Matter related to Supplementary Information

We draw your attention to Note 2 which requires Forrest M. Bird Charter Schools, Inc. to submit to the Idaho State Department of Education financial statements in accordance with accounting principles generally accepted in the United States of America for governmental entities. Our opinion is not modified with respect to this matter.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 28, 2026, on our consideration of Forrest M. Bird Charter Schools, Inc.'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 Forrest M. Bird Charter Schools, Inc.'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 Forrest M. Bird Charter Schools, Inc.'s internal control over financial reporting and compliance.

Hayden Ross, PLLC

Moscow, Idaho
September 28, 2026



**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**

To the Board of Directors
Forrest M. Bird Charter Schools, Inc.
Sandpoint, Idaho 83864

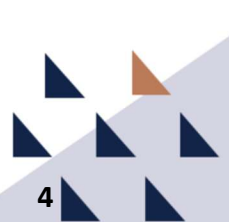
We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Forrest M. Bird Charter Schools, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2026 and 2025, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated September 28, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Forrest M. Bird Charter Schools, Inc.'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Forrest M. Bird Charter Schools, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Forrest M. Bird Charter Schools, Inc.'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 for deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financials 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 the section and was not designed to identify all deficiencies in the internal control



that might be material weakness 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 or significant deficiencies. 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 Forrest M. Bird Charter Schools, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of your 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 organization'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 organization's internal control and compliance. Accordingly, the communication is not suitable for any other purpose.

Hayden Ross, PLLC

Moscow, Idaho
September 28, 2026

FINANCIAL STATEMENTS

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

STATEMENTS OF FINANCIAL POSITION
June 30, 2026 and 2025

	<u>2026</u>	<u>2025</u>
ASSETS		
Current assets:		
Cash	1,139,550	1,032,433
Investments	-	503,759
Federal receivable	15,536	18,858
State support receivable	58,667	56,154
Prepaid items	450	4,950
Total current assets	<u>1,214,203</u>	<u>1,616,154</u>
Property and equipment:		
Land	14,227	14,227
Buildings and land improvements	5,204,302	5,113,001
Fixtures and equipment	221,669	265,557
Less: accumulated depreciation	<u>(2,566,479)</u>	<u>(2,413,990)</u>
Net property and equipment	<u>2,873,719</u>	<u>2,978,795</u>
Right-of-use assets:		
Right-of-use lease asset	29,565	26,808
Less: accumulated amortization	<u>(7,934)</u>	<u>(10,670)</u>
Net right-of-use assets	<u>21,631</u>	<u>16,138</u>
Restricted assets:		
Cash with donor restrictions	<u>113,575</u>	<u>114,887</u>
Total assets	<u><u>\$ 4,223,128</u></u>	<u><u>\$ 4,725,974</u></u>
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	29,886	10,755
Salaries and benefits payable	340,709	360,957
Accrued interest	7,751	8,077
Current portion of long-term debt	94,771	88,634
Current portion of right-of-use lease liability	<u>6,631</u>	<u>8,396</u>
Total current liabilities	<u>479,748</u>	<u>476,819</u>
Long-term liabilities:		
Long-term debt - net of current portion	2,011,505	2,106,249
Less: unamortized debt issuance costs	<u>(8,053)</u>	<u>(10,109)</u>
Right-of-use lease liability - net of current portion	<u>15,566</u>	<u>7,798</u>
Net long-term liabilities	<u>2,019,018</u>	<u>2,103,938</u>
Total liabilities	<u>2,498,766</u>	<u>2,580,757</u>
Net assets:		
Without donor restrictions		
Invested in property and equipment, net of related debt	774,930	793,965
Undesignated	835,857	1,236,365
With donor restrictions	<u>113,575</u>	<u>114,887</u>
Total net assets	<u>1,724,362</u>	<u>2,145,217</u>
Total liabilities and net assets	<u><u>\$ 4,223,128</u></u>	<u><u>\$ 4,725,974</u></u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

STATEMENTS OF ACTIVITIES
For the Year Ended June 30, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GRANTS, AND OTHER SUPPORT			
Federal support	-	170,183	170,183
State support	3,141,752	77,323	3,219,075
Local support	11,096	36,130	47,226
Interest	31,166	-	31,166
Gain on disposal of property and equipment, and ROU lease asset	5,555	-	5,555
Total revenue, grants, and other support	<u>3,189,569</u>	<u>283,636</u>	<u>3,473,205</u>
NET ASSETS RELEASED FROM RESTRICTIONS			
Restrictions satisfied by payments	284,948	(284,948)	-
Total net assets released from restrictions	<u>284,948</u>	<u>(284,948)</u>	<u>-</u>
EXPENSES			
Program (instructional)	2,324,870	-	2,324,870
Administrative (support)	1,227,122	-	1,227,122
Non-instruction	22,669	-	22,669
Debt-service interest	147,567	-	147,567
Depreciation	164,924	-	164,924
Right-of-use lease expense	6,908	-	6,908
Total expenses	<u>3,894,060</u>	<u>-</u>	<u>3,894,060</u>
Change in net assets	(419,543)	(1,312)	(420,855)
Net assets - beginning of year	<u>2,030,330</u>	<u>114,887</u>	<u>2,145,217</u>
Net assets - end of year	<u>\$ 1,610,787</u>	<u>\$ 113,575</u>	<u>\$ 1,724,362</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

STATEMENTS OF ACTIVITIES
For the Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GRANTS, AND OTHER SUPPORT			
Federal support	-	204,687	204,687
State support	3,073,955	86,693	3,160,648
Local support	10,319	30,489	40,808
Interest	36,408	-	36,408
Total revenue, grants, and other support	3,120,682	321,869	3,442,551
NET ASSETS RELEASED FROM RESTRICTIONS			
Restrictions satisfied by payments	310,062	(310,062)	-
Total net assets released from restrictions	310,062	(310,062)	-
EXPENSES			
Program (instructional)	2,302,550	-	2,302,550
Administrative (support)	1,081,786	-	1,081,786
Non-instruction	19,305	-	19,305
Debt-service interest	98,120	-	98,120
Depreciation	170,093	-	170,093
Right-of-use lease expense	4,594	-	4,594
Total expenses	3,676,448	-	3,676,448
Change in net assets	(245,704)	11,807	(233,897)
Net assets - beginning of year	2,276,034	103,080	2,379,114
Net assets - end of year	\$ 2,030,330	\$ 114,887	\$ 2,145,217

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2026 and 2025

	2026	2025
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from state support	3,216,562	3,252,754
Cash received from federal support	173,505	265,089
Cash received from interest	31,166	36,408
Other cash received	47,226	40,808
Cash paid for interest	(138,929)	(88,410)
Cash paid to suppliers and employees	(3,578,186)	(3,406,511)
Net cash provided by (used in) operating activities	(248,656)	100,138
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash received from sale property and equipment	37,000	-
Cash received from investments	503,759	-
Cash paid for investments	-	(503,759)
Cash paid for right-of-use lease assets	(13,404)	(16,161)
Cash paid for property and equipment	(91,300)	(96,813)
Net cash provided by (used in) investing activities	436,055	(616,733)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from lease financing	13,066	15,876
Cash paid on long-term debt	(88,607)	(105,714)
Cash paid on ROU lease liability	(6,053)	(4,296)
Net cash provided by (used in) financing activities	(81,594)	(94,134)
Net increased (decrease) in cash and cash equivalents	105,805	(610,729)
Cash and cash equivalents - beginning of year	1,147,320	1,758,049
Cash and cash equivalents - end of year	<u>\$ 1,253,125</u>	<u>\$ 1,147,320</u>
Reconciliation of change in net assets to net cash provided by (used in) operating activities:		
Change in net assets	(420,855)	(233,897)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Amortization of unamortized debt issuance costs reported as interest expense	2,056	2,056
Amortization of right-of-use lease asset	6,908	4,594
Depreciation	164,924	170,093
Gain on disposal of property and equipment, and ROU lease asset	(5,555)	-
(Increase) decrease in operating assets:		
Federal support receivable	3,322	60,402
State support receivable	(2,513)	92,106
Prepaid items	4,500	6,722
Increase (decrease) in operating liabilities:		
Accrued interest	(326)	3,060
Accounts payable	19,131	(30,034)
Salaries and benefits payable	(20,248)	25,036
Net cash provided by (used in) operating activities	<u>\$ (248,656)</u>	<u>\$ 100,138</u>
Cash and cash equivalents reconciliation		
Cash and cash equivalents without donor restrictions	1,139,550	1,032,433
Cash and cash equivalents with donor restrictions	113,575	114,887
Total cash and cash equivalents reconciliation	<u>\$ 1,253,125</u>	<u>\$ 1,147,320</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

STATEMENT OF FUNCTIONAL EXPENSE
For the Year Ended June 30, 2026

	Program (Instructional)	Administrative (Support)	Non-Instruction	Other	Total
Salaries	1,512,901	475,526	-	-	1,988,427
Benefits	652,526	215,642	-	-	868,168
Purchased services	126,838	464,684	14,300	-	605,822
Supplies-materials	32,605	52,518	8,369	-	93,492
Insurance - judgment	-	18,752	-	-	18,752
Debt service interest	-	-	-	147,567	147,567
Depreciation	-	-	-	164,924	164,924
Right-of-use lease expense	-	-	-	6,908	6,908
Total expense	<u>\$ 2,324,870</u>	<u>\$ 1,227,122</u>	<u>\$ 22,669</u>	<u>\$ 319,399</u>	<u>\$ 3,894,060</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

STATEMENT OF FUNCTIONAL EXPENSE
For the Year Ended June 30, 2025

	Program (Instructional)	Administrative (Support)	Non-Instruction	Other	Total
Salaries	1,494,232	430,602	-	-	1,924,834
Benefits	667,548	196,602	-	-	864,150
Purchased services	114,151	383,527	11,027	-	508,705
Supplies-materials	26,619	71,055	8,278	-	105,952
Debt service interest	-	-	-	98,120	98,120
Depreciation	-	-	-	170,093	170,093
Right-of-use lease expense	-	-	-	4,594	4,594
Total expense	<u>\$ 2,302,550</u>	<u>\$ 1,081,786</u>	<u>\$ 19,305</u>	<u>\$ 272,807</u>	<u>\$ 3,676,448</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2026 and 2025

NOTE 1 Organization

The Forrest M. Bird Charter Schools, Inc. (the School) is a non-profit state-funded public School. The School serves 6th through 12th grade. The School was approved in January 2001 by the Lake Pend Oreille School District Board of Trustees. The expansion to a high school was approved by the Lake Pend Oreille School District Board of Trustees in August of 2008.

NOTE 2 Summary of Significant Accounting Policies

Basis of Accounting - The School uses the accrual basis of accounting. Revenues are recognized as earned, and expenses are recognized when incurred.

Statement of Cash Flows - For purposes of the statement of cash flows, cash equivalents include money market accounts, time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of three months or less. The School has no requirement to hold cash in separate accounts.

Accounts Receivable - No allowance for credit losses is calculated by the School since all receivables were deemed to be collectible.

Income Tax Status - Forrest M. Bird Charter Schools, Inc. is exempt from income tax as a publicly supported organization under section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. There was no unrelated business income for the years ended 2026 or 2025. Forrest M. Bird Charter Schools, Inc.'s Forms 990, *Return of Organization Exempt from Income Tax*, for the years ended 2026, 2025, and 2024 are subject to examination by the IRS, generally for three years after the returns are filed.

Property and Equipment - The cost of property and equipment is depreciated over the estimated useful lives of the assets. Major expenditures costing at least \$5,000 which substantially increase useful lives are capitalized. Maintenance, repairs, and minor renewals are expensed as incurred. Depreciation is computed on the straight-line method for financial reporting purposes. The useful lives of property and equipment for purposes of computing depreciation are 5 to 7 years for office furniture and equipment and 40 years for buildings. Depreciation expense for the years ending June 30, 2026 and 2025 were \$164,924 and \$170,093, respectively.

Debt Issuance Costs - The School capitalizes the cost of loan origination fees which are amortized over the term of the loan. In accordance with ASU 2015-03 the amortization of debt issuance costs are reported as interest expense. Amounts included in interest expense for the years ended June 30, 2026 and 2025 was \$2,056 and \$2,056, respectively.

NOTE 2 Summary of Significant Accounting Policies (Continued)

Leases - The School evaluates each lease agreement at the time of inception to determine the reporting requirements of each lease. Leases that met the definition of a right-of-use (ROU) lease are included as ROU lease assets and ROU lease liabilities on the statement of financial position.

ROU assets represent the School's right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the leases do not provide an implicit rate, the School's incremental borrowing rate, based on the information available at commencement date, is used to determine the present value of lease payments. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the option(s) will be exercised. Lease expense for lease payments is recognized on a straight-line basis over the lease term. Leases with a maximum term of 12 months or less are excluded from the ROU asset and liability amounts.

Use of Estimates - The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses, and actual results may differ from estimated amounts.

Net Assets - Net assets are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the School and changes therein are classified as follows:

Net Assets without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the School. The School's board may designate assets without restrictions for specific operational purposes from time to time.

Net Assets with Donor Restrictions – Net assets subject to stipulations imposed by donors, and grantor. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Non-Profit Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Reports Required by the State - Idaho Department of Education requires the School to submit financial information in accordance with accounting principles generally accepted in the United States of America for governmental entities. This information is included as supplemental information to the basic financial statements. The General Fund accounts for activities for general operations and the other funds presented are used to account for activities related to restricted funds and grants the School received.

NOTE 2 Summary of Significant Accounting Policies (Continued)

Revenue Recognition - The School has implemented ASU 2014-09 Revenue from Contracts with Customers, and has applied the five-step process to their contract revenue. The School has determined that it has no earnings from contract revenue that would be subject to the requirements of ASU 2014-09, *Revenue from Contracts with Customers*.

Cost Allocation - The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. The School does not have any indirect expenses that would need to be allocated for the years ended June 30, 2026 and 2025. Therefore, there is no cost allocation required.

Subsequent Events - Subsequent events have been evaluated through the date of the auditor's report. This is the date the financial statement were available to be issued. Except as noted in Note 13, the School has concluded that no material subsequent events have occurred.

NOTE 3 Recently Adopted Accounting Guidance

During FY2026, there were various accounting standard updates (ASU) that became effective. The School has reviewed these ASUs and determined none of the ASUs had a material impact on the School's operations and were not applicable.

NOTE 4 Investments

The School's investment consisted of a single certificate of deposit with STCU that matured in April 2026. The School carried the balance at cost as the intention of management was to hold the certificate until it matured. Certificates issued by a credit union are covered under NCUA insurance subject to limits based on funds deposited at each institution. At June 30, 2026 and 2025, the balance was \$0 and \$503,759.

NOTE 5 Long-Term Debt

Long-term debt for the School as of June 30, 2026 and 2025 consists of the following:

	<u>2026</u>	<u>2025</u>
Mountain West Bank (MWB) loan, secured by real property. This is a 20 year note, the interest rate is reevaluated every 5 years. As of fiscal year 2026 and 2025, the note was payable at \$19,446 per month including interest at 6.716%. The note matures May 2040.		
	<u>2,106,276</u>	<u>2,194,883</u>
Total Long-term Debt	2,106,276	2,194,883
Less Current Portion	<u>(94,771)</u>	<u>(88,634)</u>
Net Long-term Debt	<u>\$ 2,011,505</u>	<u>\$ 2,106,249</u>

NOTE 5 Long-Term Debt (Continued)

Future debt service is as follows:

Fiscal Year	
Ended June 30,	
2027	94,771
2028	101,336
2029	108,355
2030	115,860
2031	123,885
Thereafter	1,562,069
Total	<u>\$ 2,106,276</u>

NOTE 6 Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

	2026	2025
Subject to expenditure for specified purpose		
Student funds	43,682	47,210
Special revenue funds	69,893	67,677
Total	<u>\$ 113,575</u>	<u>\$ 114,887</u>

NOTE 7 Liquidity and Availability of Resources

The following reflects the School's financial assets as of the statement of financial position date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

	2026	2025
Financial assets available, at year end:		
Cash and cash equivalents	1,139,550	1,147,320
Investments	-	503,759
Receivables	74,203	75,012
Total financial assets available, at year end	1,213,753	1,726,091
Less those unavailable for general expenses within one year, due to:		
Contractual or donor-imposed restrictions:		
Restricted by donor with time or purpose restrictions	(113,575)	(114,887)
Financial assets available to meet cash needs for general expenses within one year	<u>\$1,100,178</u>	<u>\$1,611,204</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenses, liabilities, and other obligations come due.

NOTE 8 Major Funding Sources

The School received a majority of its revenue from the Idaho Department of Education.

	2026	% of Total Revenue
Idaho Department of Education	\$3,219,075	92.68%
	2025	% of Total Revenue
Idaho Department of Education	\$3,160,648	91.81%

NOTE 9 Employee's Retirement System

Public Employee Retirement System of Idaho (PERSI), The PERSI Base Plan, a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The Plan provides benefits based on members' years of service, age, and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries.

The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and charter School employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% of the average monthly salary for the highest consecutive 42 months.

The actuarially determined contribution requirements of the School and its employees are established and may be amended by the PERSI Board of Trustees. The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2026 it was 7.18% for general employees and 8.08% for school members. The employer contribution rate is set by the Retirement Board and was 11.96% of covered compensation for general employees and 13.48% for school members. The School's contributions required and paid for the years ended June 30, 2026 and 2025 were \$262,781 and \$250,814, respectively.

PERSI is subject to pronouncement issued by the Governmental Accounting Standards Board (GASB) and was required to implement GASB 68, Financial Reporting for Pension Plan—an amendment of GASB Statement No. 25, effective as of June 30, 2014. The statement established standards and specified the required approach for measuring the pension asset of contributing entities for benefits provided through the pension plan (the net pension asset). As of June 30, 2025, the most recent available audited financial statement of PERSI at the time of issuance, the Plan was reported to be 90.89% funded.

The School's proportion of the net pension asset 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, 2025 the School's proportion was 0.04078703% and the estimated net pension liability was \$986,297.

PERSI issues publicly available stand-alone financial reports that include audited financial statements and required supplementary information. These reports may be obtained from PERSI's website www.persi.idaho.gov.

NOTE 10 Other Post-Employment Benefit Plan – Sick Leave Plan

The School contributes to the Sick Leave Insurance Reserve Fund (Sick Leave Plan) which is a cost-sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI 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.

Group retiree health, dental, accident, and life insurance premiums may qualify as a benefit. Retirees who have a sick leave account can use their balance as a credit towards these premiums paid directly to the applicable insurance company.

The contribution rate for employees are set by statute at .065% of covered compensation for state members. Covered school members' contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate of 1.16% for school members with nine or ten sick days, 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave, then the contribution rate will be set by the PERSI Retirement Board based on current cost and actuarial data and reviewed annually. Beginning January 1, 2020, PERSI approved an 18-month rate holiday. During the rate holiday, all sick leave contribution rates are 0%. The holiday was extended through June 30, 2028, therefore the School's contributions required and paid were \$0 for the years ended June 30, 2026 and 2025.

PERSI is subject to pronouncement issued by the Governmental Accounting Standards Board (GASB) and was required to implement GASB 75, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, effective as of June 30, 2017. The statement established standards and specified the required approach for measuring the OPEB asset of contributing entities for benefits provided through the OPEB plan (the net OPEB asset). As of June 30, 2025, the most recent available audited financial statement of PERSI at the time of issuance, the Plan was reported to be 126.42% funded. The School's proportion of the net OPEB asset was based on the School's share of contributions in the Base Plan OPEB plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2025, the School's proportion was 0.1009444% and the estimated OPEB sick leave asset was \$90,688.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for the Sick Leave Plan. The reports may be obtained from PERSI's website www.persi.idaho.gov.

NOTE 11 Right-of-use Lease Asset/Liability

The School has financing leases for copiers. The leases have remaining lease terms of 2 to 5 years. As of June 30, 2026 and 2025, assets recorded under operating leases were \$29,565 and \$26,808, respectively. As of June 30, 2026 and 2025, accumulated amortization associated with finance leases was \$7,934 and \$10,670, respectively.

NOTE 11 Right-of-use Lease Asset/Liability (Continued)

The components of lease expense were as follows:

Year Ended June 30,	2026	2025
Short term lease cost	-	-
Finance lease cost:		
Amortization of right-of-use assets	6,908	4,593
Interest on lease liabilities	1,127	228
Total finance lease cost	<u>\$8,035</u>	<u>\$4,821</u>

Other information related to leases was as follows:

Year Ended June 30,	2026	2025
Cash paid for amounts included in the measurement of lease liabilities:		
Financing cash flows from finance leases (principal)	6,053	4,296
Right-of-use assets obtained in exchange for new finance lease liabilities	13,404	16,161
Weighted average remaining lease terms:		
Financing leases	3.83	4.64
Weighted average discount rate:		
Financing leases	4.46%	2.56%

Future minimum lease payments under non-cancellable leases as of June 30, 2026, were as follows:

Year Ended June 30,	Operating
2027	7,488
2028	7,488
2029	5,793
2030	3,136
Total future minimum lease payments	23,905
Less: Imputed interest	(1,708)
Total	<u>\$22,197</u>

NOTE 12 Concentration of Credit Risk

Forrest M. Bird Charter Schools, Inc., maintains its cash balances in several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) or National Credit Union Administration (NCUA) up to \$250,000. From time to time, the School's cash balances may exceed these insured limits. The School has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk on cash and cash equivalents.

NOTE 13 Subsequent Event – Change in Loan Terms

On July 6, 2026, the Organization entered into a Change in Terms Agreement for its existing loan, which had an outstanding principal balance of \$2,106,276 at June 30, 2026. The agreement reduced the monthly payment from \$19,446 to \$15,927, beginning July 10, 2026, and established a new annual percentage rate of 6.717%. A balloon payment of \$1,892,233 is due May 10, 2030.

SUPPLEMENTARY INFORMATION

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SCHEDULE I - STATEMENT OF NET POSITION
June 30, 2026

ASSETS

Current assets:

Cash	1,139,550	
Federal receivable	15,536	
State support receivable	58,667	
Prepaid items	450	
Total current assets	<u>1,214,203</u>	

Noncurrent assets:

Land	14,227	
Buildings and land improvements	5,204,302	
Fixtures and equipment	221,669	
Less: accumulated depreciation	(2,566,479)	
Right-of-use asset	29,565	
Less: accumulated amortization	(7,934)	
Cash with donor restrictions	113,575	
Net OPEB asset - sick leave	90,688	
Total noncurrent assets	<u>3,099,613</u>	

Total assets 4,313,816

DEFERRED OUTFLOWS OF RESOURCES

Net OPEB - sick leave related items	42,188	
Pension related items	<u>490,942</u>	
Total deferred outflows of resources		<u>533,130</u>

LIABILITIES

Current liabilities:

Accounts payable and other current liabilities	370,595	
Accrued interest	7,751	
Current portion of long-term debt	94,771	
Current portion of right-of-use lease liability	<u>6,631</u>	
Total current liabilities	<u>479,748</u>	

Noncurrent liabilities:

Noncurrent portion of long-term debt	2,011,505	
Noncurrent portion of right-of-use lease liability	15,566	
Net pension liability	<u>986,297</u>	
Total noncurrent liabilities	<u>3,013,368</u>	

Total liabilities 3,493,116

DEFERRED INFLOWS OF RESOURCES

Net OPEB - sick leave related items	41,767	
Pension related items	<u>503,634</u>	
Total deferred inflows of resources		<u>545,401</u>

NET POSITION

Net investment in capital assets	766,877	
Restricted	113,575	
Unrestricted	<u>(72,023)</u>	

Total net position \$ 808,429

Adjustments to conform with GAAP:

Unamortized debt issuance costs	8,053	
Pension and OPEB related items:		
Net OPEB asset - sick leave	(90,688)	
Deferred outflow of resources	(533,130)	
Deferred inflow of resources	545,401	
Net pension liability	<u>986,297</u>	

Total adjustments to conform with GAAP 915,933

Net assets - end of year (GAAP) \$ 1,724,362

SCHEDULE II - STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2026

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
	Expenses				
FUNCTIONS/PROGRAMS					
Governmental activities:					
Instruction	2,295,928	-	170,183	-	(2,125,745)
Support services:					
Staff support	4,993	-	-	-	(4,993)
School/business administration	702,229	-	-	-	(702,229)
Maintenance/custodial	205,417	-	-	-	(205,417)
Transportation	301,753	-	-	-	(301,753)
Student activities	22,669	-	-	-	(22,669)
Debt services	145,511	-	-	-	(145,511)
Right-of-use lease expense	6,908	-	-	-	(6,908)
Depreciation, unallocated	164,924	-	-	-	(164,924)
Total School	<u>\$ 3,850,332</u>	<u>\$ -</u>	<u>\$ 170,183</u>	<u>\$ -</u>	<u>(3,680,149)</u>
General revenues					
					3,219,075
Federal and State aid not restricted to specific purposes					47,226
Other					31,166
Interest and investment earnings					5,555
Gain on disposal of capital assets and ROU lease asset					
Total general revenues					<u>3,303,022</u>
Change in net position					(377,127)
Net position - beginning					<u>1,185,556</u>
Net position - ending					<u>\$ 808,429</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SCHEDULE III - BALANCE SHEET
June 30, 2026

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Totals</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets:				
Cash	1,193,030	60,095	-	1,253,125
Federal receivable	-	15,536	-	15,536
State support program receivable	58,667	-	-	58,667
Due from other funds	-	57,598	-	57,598
Prepaid items	450	-	-	450
Total assets	<u>1,252,147</u>	<u>133,229</u>	<u>-</u>	<u>1,385,376</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 1,252,147</u></u>	<u><u>\$ 133,229</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,385,376</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE				
Liabilities:				
Accounts payable	27,516	2,370	-	29,886
Accrued payroll and benefits	330,352	10,357	-	340,709
Due to other funds	50,671	6,927	-	57,598
Total liabilities	<u>408,539</u>	<u>19,654</u>	<u>-</u>	<u>428,193</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:				
Nonspendable	450	-	-	450
Restricted	-	113,575	-	113,575
Assigned	120,497	-	-	120,497
Unrestricted	722,661	-	-	722,661
Total fund balance	<u>843,608</u>	<u>113,575</u>	<u>-</u>	<u>957,183</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u><u>\$ 1,252,147</u></u>	<u><u>\$ 133,229</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,385,376</u></u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

**SCHEDULE IV - RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES**
June 30, 2026

Total fund balances - governmental funds	957,183
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:

Cost of capital assets	5,440,198
Accumulated depreciation	(2,566,479)

Right-of-use lease assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds:

Cost of right-of-use assets	29,565
Accumulated amortization	(7,934)

Certain pension related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:

Deferred outflow of resources	490,942
Deferred inflow of resources	(503,634)

Certain OPEB - sick leave related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:

Deferred outflow of resources	42,188
Deferred inflow of resources	(41,767)

Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the government fund financial statements, an interest expenditure is reported when paid

(7,751)

Total Net OPEB asset for PERSI - sick leave is a long-term asset and is not available to pay current year expenditures, therefore is not reported as an asset in governmental funds.

90,688

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of the following:

Note payable	(2,106,276)
Right-of-use lease liability	(22,197)
Net pension liability	(986,297)

Total net position - governmental activities	<u>\$ 808,429</u>
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FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SCHEDULE V - STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2026

	General Fund	Special Revenue Funds	Debt Service	Total
REVENUES				
Local	42,262	36,130	-	78,392
State	3,141,752	77,323	-	3,219,075
Federal	-	170,183	-	170,183
Total revenues	<u>3,184,014</u>	<u>283,636</u>	<u>-</u>	<u>3,467,650</u>
EXPENDITURES				
Instruction	2,147,914	176,956	-	2,324,870
Support	1,141,799	85,323	-	1,227,122
Non-instruction	-	22,669	-	22,669
Capital asset program	104,704	-	-	104,704
Debt service	7,150	-	233,347	240,497
Total expenditures	<u>3,401,567</u>	<u>284,948</u>	<u>233,347</u>	<u>3,919,862</u>
Excess (deficiency) of revenues over (under) expenditures	(217,553)	(1,312)	(233,347)	(452,212)
Other financing sources (uses)				
Proceeds from sale of capital asset	37,000	-	-	37,000
Proceeds from lease financing	13,066	-	-	13,066
Transfers in (out)	(233,347)	-	233,347	-
Total other financing sources (uses)	<u>(183,281)</u>	<u>-</u>	<u>233,347</u>	<u>50,066</u>
Change in fund balance	(400,834)	(1,312)	-	(402,146)
Fund balance - beginning of year	<u>1,244,442</u>	<u>114,887</u>	<u>-</u>	<u>1,359,329</u>
Fund balance - end of year	<u>\$ 843,608</u>	<u>\$ 113,575</u>	<u>\$ -</u>	<u>\$ 957,183</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

**SCHEDULE VI - RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2026**

Net change in fund balances - total governmental funds (402,146)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized and allocated over their estimated useful lives as annual depreciation expense in the statement of activities:

Capital outlays	91,300	
Depreciation expense	<u>(164,924)</u>	
		(73,624)

Proceeds from the sale of capital assets and disposal of right-of-use lease assets are recorded as a gain for governmental funds, however, in the Statement of Activities, the gain is reduced by the remaining net depreciable basis associated with the disposed assets. (31,446)

Capital outlays to purchase right-of-use lease assets are reported in governmental funds as expenditures. However, for governmental activities those costs are capitalized and allocated over their estimated useful lives as annual amortization expense in the statement of activities:

Capital outlays	13,404	
Amortization expense	<u>(6,908)</u>	
		6,496

Net pension (asset) liability adjustments:

Fiscal year 2025 employer PERSI contributions recognized as pension expense in the current year.	(250,814)	
Fiscal year 2026 employer PERSI contributions deferred to subsequent year	262,781	
Pension related amortization revenue (expense)	<u>39,424</u>	
		51,391

Net OPEB asset - sick leave adjustment:

Fiscal year 2025 employer PERSI Sick Leave contributions recognized as OPEB expense in the current year	-	
Fiscal year 2026 employer PERSI Sick Leave contributions deferred to subsequent year	-	
OPEB related amortization revenue (expense)	<u>(9,718)</u>	
		(9,718)

Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the governmental fund financial statements, an interest expenditure is reported when due 326

Repayments of the principal of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position:

Debt principal payments	88,607	
Right-of-use lease principal payments	<u>6,053</u>	
		94,660

Proceeds from the issuance of right-of-use lease liabilities are recorded as revenues for governmental funds, but the issuance increases right-of-use lease debt in the statement of net position (13,066)

Net change in net position - governmental activities \$ (377,127)

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

GENERAL FUND
SCHEDULE VII - STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2026

	<u>Budgeted Amounts</u> <u>Final</u>	<u>Actual</u>	<u>Variance with Actual over (under) Final Budget</u>
REVENUES			
Local:			
Interest	-	31,166	31,166
Contributions/donations	35,000	11,096	(23,904)
Total local	<u>35,000</u>	<u>42,262</u>	<u>7,262</u>
State:			
Base support	2,729,996	2,508,945	(221,051)
Transportation	125,000	136,117	11,117
Benefit support	375,405	349,108	(26,297)
Other state support	142,683	147,582	4,899
Total state	<u>3,373,084</u>	<u>3,141,752</u>	<u>(231,332)</u>
Total revenues	<u>3,408,084</u>	<u>3,184,014</u>	<u>(224,070)</u>
EXPENDITURES			
Instruction:			
Salaries	1,432,273	1,434,442	2,169
Benefits	670,984	641,686	(29,298)
Purchased services	76,400	70,853	(5,547)
Supplies-materials	-	933	933
Total instruction	<u>2,179,657</u>	<u>2,147,914</u>	<u>(31,743)</u>
Support:			
Salaries	469,404	467,445	(1,959)
Benefits	212,988	215,626	2,638
Purchased services	430,700	426,067	(4,633)
Supplies-materials	13,000	13,909	909
Insurance - judgement	-	18,752	18,752
Total support	<u>1,126,092</u>	<u>1,141,799</u>	<u>15,707</u>
Capital asset program:			
Capital objects	<u>60,000</u>	<u>104,704</u>	<u>44,704</u>
Debt services:			
Principal	89,673	6,053	(83,620)
Interest	142,203	1,097	(141,106)
Total debt services	<u>231,876</u>	<u>7,150</u>	<u>(224,726)</u>
Total expenditures	<u>3,597,625</u>	<u>3,401,567</u>	<u>(196,058)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(189,541)</u>	<u>(217,553)</u>	<u>(28,012)</u>
Other financing sources (uses)			
Proceeds from sale of capital asset	-	37,000	37,000
Proceeds from lease financing	-	13,066	13,066
Transfer out	-	(233,347)	(233,347)
Total other financing sources (uses)	<u>-</u>	<u>(183,281)</u>	<u>(183,281)</u>
Change in fund balance	<u>\$ (189,541)</u>	<u>(400,834)</u>	<u>\$ (211,293)</u>
Fund balance - beginning of year		<u>1,244,442</u>	
Fund balance - end of year		<u>\$ 843,608</u>	

FORREST M. BIRD CHARTER SCHOOLS, INC.

Sandpoint, Idaho

GENERAL FUND
SCHEDULE VIII - STATEMENT OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL
For the Year Ended June 30, 2026

	Actual	Budget	Variance Favorable (Unfavorable)
INSTRUCTION			
Secondary:			
Salaries	1,193,007	1,173,107	(19,900)
Benefits	532,682	542,594	9,912
Purchased services	24,311	21,400	(2,911)
Total secondary	<u>1,750,000</u>	<u>1,737,101</u>	<u>(12,899)</u>
Special education:			
Salaries	241,435	259,166	17,731
Benefits	109,004	128,390	19,386
Purchased services	46,542	55,000	8,458
Supplies-materials	933	-	(933)
Total special education	<u>397,914</u>	<u>442,556</u>	<u>44,642</u>
TOTAL INSTRUCTION			
Salaries	1,434,442	1,432,273	(2,169)
Benefits	641,686	670,984	29,298
Purchased services	70,853	76,400	5,547
Supplies-materials	933	-	(933)
Total instruction	<u>\$ 2,147,914</u>	<u>\$ 2,179,657</u>	<u>\$ 31,743</u>
SUPPORT			
Instructional improvement:			
Purchased services	<u>4,577</u>	<u>5,000</u>	<u>423</u>
Books and periodicals:			
Supplies-materials	<u>108</u>	<u>-</u>	<u>(108)</u>
School administration:			
Salaries	396,483	401,253	4,770
Benefits	177,220	174,724	(2,496)
Purchased Services	34,288	54,700	20,412
Supplies-materials	6,552	4,000	(2,552)
Insurance - judgement	18,752	-	(18,752)
Total school administration	<u>633,295</u>	<u>634,677</u>	<u>1,382</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

GENERAL FUND
SCHEDULE VIII - STATEMENT OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (CONTINUED)
For the Year Ended June 30, 2026

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT (CONTINUED)			
Building-care (custodial):			
Salaries	47,741	47,741	-
Benefits	21,607	21,812	205
Purchased services	61,875	68,000	6,125
Supplies-materials	2,258	1,000	(1,258)
Total building-care (custodial)	<u>133,481</u>	<u>138,553</u>	<u>5,072</u>
Maintenance – buildings & equipment:			
Salaries	23,095	20,010	(3,085)
Benefits	16,774	16,374	(400)
Purchased services	150	-	(150)
Supplies-materials	4,510	8,000	3,490
Total maintenance – buildings & equipment	<u>44,529</u>	<u>44,384</u>	<u>(145)</u>
Maintenance - grounds:			
Salaries	126	400	274
Benefits	25	78	53
Purchased services	23,888	20,000	(3,888)
Supplies-materials	17	-	(17)
Total maintenance - grounds	<u>24,056</u>	<u>20,478</u>	<u>(3,578)</u>
Pupil-to-school transportation:			
Purchased services	<u>301,289</u>	<u>283,000</u>	<u>(18,289)</u>
Pupil-activity transportation:			
Supplies-materials	<u>464</u>	<u>-</u>	<u>(464)</u>
TOTAL SUPPORT			
Salaries	467,445	469,404	1,959
Benefits	215,626	212,988	(2,638)
Purchased services	426,067	430,700	4,633
Supplies-materials	13,909	13,000	(909)
Insurance - judgement	18,752	-	(18,752)
Total support	<u>\$ 1,141,799</u>	<u>\$ 1,126,092</u>	<u>\$ (15,707)</u>
CAPITAL ASSET PROGRAM			
Capital objects	<u>\$ 104,704</u>	<u>\$ 60,000</u>	<u>\$ (44,704)</u>
DEBT SERVICES PROGRAM			
Debt services - principal	6,053	89,673	83,620
Debt services - interest	<u>1,097</u>	<u>142,203</u>	<u>141,106</u>
Total debt services	<u>\$ 7,150</u>	<u>\$ 231,876</u>	<u>\$ 224,726</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SPECIAL REVENUE FUNDS
SCHEDULE IX - COMBINING BALANCE SHEET
June 30, 2026

	Restricted Donations	Restricted Donations - Staff	Restricted Donations - Scholarships	SDE Grant	Culinary Arts	PHD Catch My Breath	Student Activities	State Professional Technical
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES								
Assets:								
Cash	-	-	14,043	-	-	-	46,052	-
Due from other funds	86	5,561	-	26,159	-	800	-	-
Other receivables:								
Federal	-	-	-	-	-	-	-	-
Total assets	<u>86</u>	<u>5,561</u>	<u>14,043</u>	<u>26,159</u>	<u>-</u>	<u>800</u>	<u>46,052</u>	<u>-</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u><u>\$ 86</u></u>	<u><u>\$ 5,561</u></u>	<u><u>\$ 14,043</u></u>	<u><u>\$ 26,159</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 800</u></u>	<u><u>\$ 46,052</u></u>	<u><u>\$ -</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE								
Liabilities:								
Accounts payable	-	-	-	-	-	-	2,370	-
Accrued payroll and benefits	-	-	-	-	-	-	-	-
Due to other funds	-	-	1,748	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>1,748</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,370</u>	<u>-</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:								
Restricted	<u>86</u>	<u>5,561</u>	<u>12,295</u>	<u>26,159</u>	<u>-</u>	<u>800</u>	<u>43,682</u>	<u>-</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u><u>\$ 86</u></u>	<u><u>\$ 5,561</u></u>	<u><u>\$ 14,043</u></u>	<u><u>\$ 26,159</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 800</u></u>	<u><u>\$ 46,052</u></u>	<u><u>\$ -</u></u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SPECIAL REVENUE FUNDS
SCHEDULE IX - COMBINING BALANCE SHEET (CONTINUED)
June 30, 2026

	State Technology	Substance Abuse	Title I-A, ESSA Improving Basic Programs	IDEA Part B (611 School Age 3-21)	Title IV-A ESSA Student Support and Academic Enrichment	Title V-B ESSA Rural Education Initiative	Title II-A, ESEA Supporting Effective Instruction	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES								
Assets:								
Cash	-	-	-	-	-	-	-	60,095
Due from other funds	18,209	6,783	-	-	-	-	-	57,598
Other receivables:								
Federal	-	-	15,536	-	-	-	-	15,536
Total assets	<u>18,209</u>	<u>6,783</u>	<u>15,536</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>133,229</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>\$ 18,209</u>	<u>\$ 6,783</u>	<u>\$ 15,536</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,229</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE								
Liabilities:								
Accounts payable	-	-	-	-	-	-	-	2,370
Accrued payroll and benefits	-	-	10,357	-	-	-	-	10,357
Due to other funds	-	-	5,179	-	-	-	-	6,927
Total liabilities	<u>-</u>	<u>-</u>	<u>15,536</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,654</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:								
Restricted	<u>18,209</u>	<u>6,783</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>113,575</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	<u>\$ 18,209</u>	<u>\$ 6,783</u>	<u>\$ 15,536</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133,229</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SPECIAL REVENUE FUNDS
SCHEDULE X - COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2026

	Restricted Donations	Restricted Donations - Staff	Restricted Donations - Scholarships	SDE Grant	Culinary Arts	PHD Catch My Breath	Student Activities	State Professional Technical
REVENUES								
Local	-	3,750	5,000	2,409	2,250	800	19,141	-
State	-	-	-	-	-	-	-	9,211
Federal	-	-	-	-	-	-	-	-
Total revenues	-	3,750	5,000	2,409	2,250	800	19,141	9,211
EXPENDITURES								
Instruction:								
Salaries	-	-	-	-	-	-	-	-
Benefits	-	-	-	-	-	-	-	-
Purchased services	-	-	-	-	-	-	-	-
Supplies-materials	-	-	-	-	2,250	-	-	9,211
Total instruction	-	-	-	-	2,250	-	-	9,211
Support:								
Salaries	-	210	-	-	-	-	-	-
Benefits	-	16	-	-	-	-	-	-
Purchased services	-	-	6,000	-	-	-	-	-
Supplies-materials	-	1,108	-	2,409	-	-	-	-
Total support	-	1,334	6,000	2,409	-	-	-	-
Non-instruction:								
Purchased services	-	-	-	-	-	-	14,300	-
Supplies-materials	-	-	-	-	-	-	8,369	-
Total non-instruction	-	-	-	-	-	-	22,669	-
Capital asset program:								
Capital objects	-	-	-	-	-	-	-	-
Total expenditures	-	1,334	6,000	2,409	2,250	-	22,669	9,211
Change in fund balance	-	2,416	(1,000)	-	-	800	(3,528)	-
Fund balance-beginning of year	86	3,145	13,295	26,159	-	-	47,210	-
Fund balance-end of year	<u>\$ 86</u>	<u>\$ 5,561</u>	<u>\$ 12,295</u>	<u>\$ 26,159</u>	<u>\$ -</u>	<u>\$ 800</u>	<u>\$ 43,682</u>	<u>\$ -</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

SPECIAL REVENUE FUNDS
SCHEDULE X - COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (CONTINUED)
For the Year Ended June 30, 2026

	State Technology	Substance Abuse	Title I-A, ESSA Improving Basic Programs	IDEA Part B (611 School Age 3-21)	Title IV-A ESSA Student Support and Academic Enrichment	Title V-B ESSA Rural Education Initiative	Title II-A, ESEA Supporting Effective Instruction	Total
REVENUES								
Local	2,780	-	-	-	-	-	-	36,130
State	63,016	5,096	-	-	-	-	-	77,323
Federal	-	-	72,162	52,852	10,053	22,012	13,104	170,183
Total revenues	65,796	5,096	72,162	52,852	10,053	22,012	13,104	283,636
EXPENDITURES								
Instruction:								
Salaries	-	4,000	51,302	-	10,053	-	13,104	78,459
Benefits	-	-	10,840	-	-	-	-	10,840
Purchased services	1,557	-	76	52,852	-	1,500	-	55,985
Supplies-materials	-	-	2,073	-	-	18,138	-	31,672
Total instruction	1,557	4,000	64,291	52,852	10,053	19,638	13,104	176,956
Support:								
Salaries	-	-	7,871	-	-	-	-	8,081
Benefits	-	-	-	-	-	-	-	16
Purchased services	32,617	-	-	-	-	-	-	38,617
Supplies-materials	31,622	1,096	-	-	-	2,374	-	38,609
Total support	64,239	1,096	7,871	-	-	2,374	-	85,323
Non-instruction:								
Purchased services	-	-	-	-	-	-	-	14,300
Supplies-materials	-	-	-	-	-	-	-	8,369
Total non-instruction	-	-	-	-	-	-	-	22,669
Total expenditures	65,796	5,096	72,162	52,852	10,053	22,012	13,104	284,948
Change in fund balance	-	-	-	-	-	-	-	(1,312)
Fund balance-beginning of year	18,209	6,783	-	-	-	-	-	114,887
Fund balance-end of year	\$ 18,209	\$ 6,783	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 113,575

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

OTHER GOVERNMENTAL FUNDS
SCHEDULE XI - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
For the Year Ended June 30, 2026

Fund	Budgeted Revenue	Actual Revenue	Budgeted Expenditures	Actual Expenditures	Other Financing Sources (Uses)	Beginning Fund Balance	Ending Fund Balance
Restricted Donations	-	-	-	-	-	86	86
Restricted Donations - Staff	3,750	3,750	3,750	1,334	-	3,145	5,561
Restricted Donations - Scholarships	-	5,000	-	6,000	-	13,295	12,295
SDE Grant	-	2,409	-	2,409	-	26,159	26,159
Culinary Arts	-	2,250	-	2,250	-	-	-
PHD Catch My Breath	-	800	-	-	-	-	800
Student Activities	-	19,141	-	22,669	-	47,210	43,682
State Professional Technical	6,000	9,211	6,000	9,211	-	-	-
State Technology	62,527	65,796	62,527	65,796	-	18,209	18,209
Substance Abuse	5,100	5,096	5,100	5,096	-	6,783	6,783
Title I-A, ESSA Improving Basic Programs	72,222	72,162	72,222	72,162	-	-	-
IDEA Part B (611 School Age 3-21)	45,500	52,852	45,500	52,852	-	-	-
Title IV-A, ESSA Student Support and Academic Enrichment	10,000	10,053	10,000	10,053	-	-	-
Title V-B, ESSA Rural Education Initiative	22,770	22,012	22,770	22,012	-	-	-
Title II-A, ESEA Supporting Effective Instruction	12,476	13,104	12,476	13,104	-	-	-
	<u>\$ 240,345</u>	<u>\$ 283,636</u>	<u>\$ 240,345</u>	<u>\$ 284,948</u>	<u>\$ -</u>	<u>\$ 114,887</u>	<u>\$ 113,575</u>

FORREST M. BIRD CHARTER SCHOOLS, INC.
Sandpoint, Idaho

DEBT SERVICE FUND
SCHEDULE XII - STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
For the Year Ended June 30, 2026

REVENUES		<u>-</u>
EXPENDITURES		
Debt services:		
Principal	88,607	
Interest	<u>144,740</u>	
Total expenditures		<u>233,347</u>
Excess (deficiency) of revenues over(under) expenditures		(233,347)
Other financing sources		
Transfer in		<u>233,347</u>
Change in fund balance		-
Fund balance-beginning of year		<u>-</u>
Fund balance-end of year		<u><u>\$ -</u></u>