

Kent Intermediate School District

2026 Audit Presentation

Matthew Kaley, CPA

©2025 Maner Costerisan. All Rights Reserved.

Maner Costerisan

Our Expertise

50+

STAFF

DEDICATED TO THE EDUCATION NICHE

WE PERFORM

OVER

120

MICHIGAN SCHOOL DISTRICT AUDITS ANNUALLY

STRONG

CREDENTIALS

MEMBERS OF
-MSBO
-MASB
-MDE 1022 COMMITTEE
-MDE SINGLE AUDIT REFERENT GROUP
-MICPA
-AICPA

DEEP EXPERTISE & RELATIONSHIPS WITH MICHIGAN'S EDUCATION COMMUNITY

200+

MICHIGAN GOVERNMENTAL CLIENTS

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Audit Results

Financial Statements
- Unmodified opinion

Internal Controls
- No material weaknesses
- No significant deficiencies

Compliance for Major Programs
- Unmodified opinions
- Special Education Cluster
- Medicaid Cluster
- No Findings

Governance Letter
- Required communication – no issues identified

Management Letter
- No issues to report

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Statement of Net Position – Gov't Wide

Current and other assets	$ 147,841,154
Net other postemployment benefits	38,658,230
Capital assets, net	93,467,714
Total assets	279,967,098
Deferred outflows of resources	53,672,136
Current liabilities	64,464,466
Other noncurrent liabilities	5,297,613
Net pension liability	154,078,415
Total liabilities	223,840,494
Deferred inflows of resources	126,815,151
Total net position	$ (17,016,411)

Highlights

- Significant changes in pension and OPEB
- Change in net position of $53.4 million
- $24.8 million in capital assets placed in service

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Balance Sheet – Governmental Funds

	General Fund	Special Education	Career Technical Education	Special Education - Capital Projects	Total Nonmajor Funds	Total Governmental Funds
Assets	$ 37,322,305	$ 50,306,965	$ 21,153,893	$ 18,114,839	$ 20,167,097	$ 147,065,099
Liabilities	27,428,841	31,697,786	2,198,272	2,305,023	1,160,531	64,790,453
Fund Balance	9,893,464	18,609,179	18,955,621	15,809,816	19,006,566	82,274,646

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Statement of Revenues, Expenditures and Changes in Fund Balance – Govt. Funds

	General Fund	Special Education	Career Technical Education	Special Education - Capital Projects	Total Nonmajor Funds	Total Governmental Funds
Revenues	$ 82,619,617	$ 270,429,274	$ 40,564,589	$ 4,185,859	$ 40,366,297	$ 438,165,636
Expenditures	85,996,632	260,236,266	37,793,906	4,715,178	43,888,618	432,630,600
Excess (Deficiency)	(3,377,015)	10,193,008	2,770,683	(529,319)	(3,522,321)	5,535,036
Other Financing Sources (Uses)	1,801,017	(15,077,714)	(9,122,040)	10,106,114	14,460,507	2,167,884
Net change in fund balance	(1,575,998)	(4,884,706)	(6,351,357)	9,576,795	10,938,186	7,702,920
Fund balance, beginning of year	11,469,462	23,493,885	25,306,978	6,233,021	8,068,380	74,571,726
Fund balance, end of year	$ 9,893,464	$ 18,609,179	$ 18,955,621	$ 15,809,816	$ 19,006,566	$ 82,274,646
Fund balance as a % of expenditures	11.50%	7.15%	50.16%			

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Budget Comparison – General Fund

Year Ended June 30, 2026	Original Budget	Final Budget	Actual	$ Variance
Revenues	$ 83,248,889	$ 92,314,133	$ 82,619,617	$ (9,694,516)
Expenditures	85,145,131	96,482,489	85,996,632	10,485,857
Excess (Deficiency)	(1,896,242)	(4,168,356)	(3,377,015)	791,341
Other Financing Sources (Uses)	1,723,781	1,758,533	1,801,017	42,484
Net change in fund balance	$ (172,461)	$ (2,409,823)	(1,575,998)	$ 833,825
Fund balance, beginning of year			11,469,462	
Fund balance, end of year			$ 9,893,464	
Variance with final budget as a % of expenditures				1.0%

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Budget Comparison – Special Education

Year Ended June 30, 2026	Original Budget	Final Budget	Actual	$ Variance
Revenues	$ 263,647,085	$ 271,223,499	$ 270,429,274	$ (794,225)
Expenditures	255,578,378	262,751,036	260,236,266	2,514,770
Excess (Deficiency)	8,068,707	8,472,463	10,193,008	1,720,545
Other Financing Sources (Uses)	(15,463,311)	(15,070,756)	(15,077,714)	(6,958)
Net change in fund balance	$ (7,394,604)	$ (6,598,293)	(4,884,706)	$ 1,713,587
Fund balance, beginning of year			23,493,885	
Fund balance, end of year			$ 18,609,179	
Variance with final budget as a % of expenditures				0.7%

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

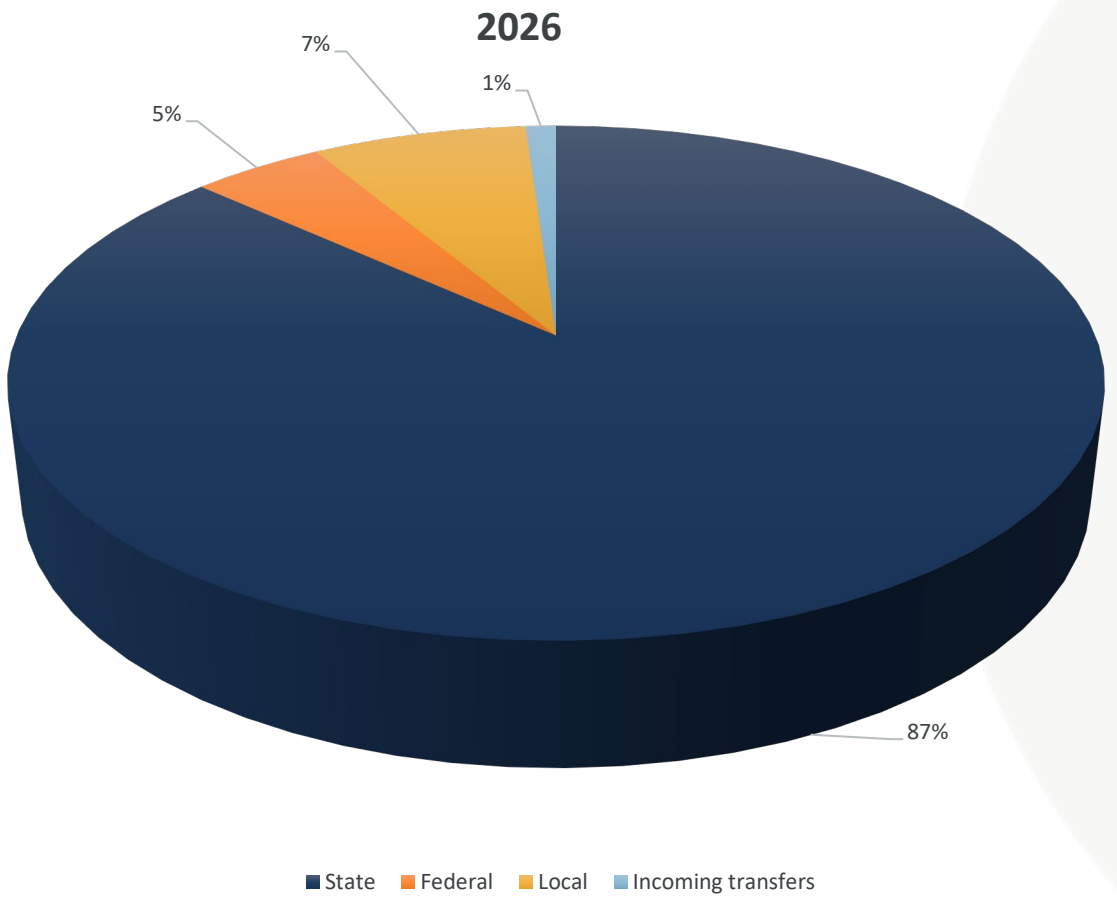
Budget Comparison - CTE

Year Ended June 30, 2026	Original Budget	Final Budget	Actual	$ Variance
Revenues	$ 40,434,200	$ 40,407,627	$ 40,564,589	$ 156,962
Expenditures	38,299,876	38,564,129	37,793,906	770,223
Excess (Deficiency)	2,134,324	1,843,498	2,770,683	927,185
Other Financing Sources (Uses)	(9,853,280)	(9,147,248)	(9,122,040)	25,208
Net change in fund balance	$ (7,718,956)	$ (7,303,750)	(6,351,357)	$ 952,393
Fund balance, beginning of year			25,306,978	
Fund balance, end of year			$ 18,955,621	
Variance with final budget as a % of expenditures				2.5%

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

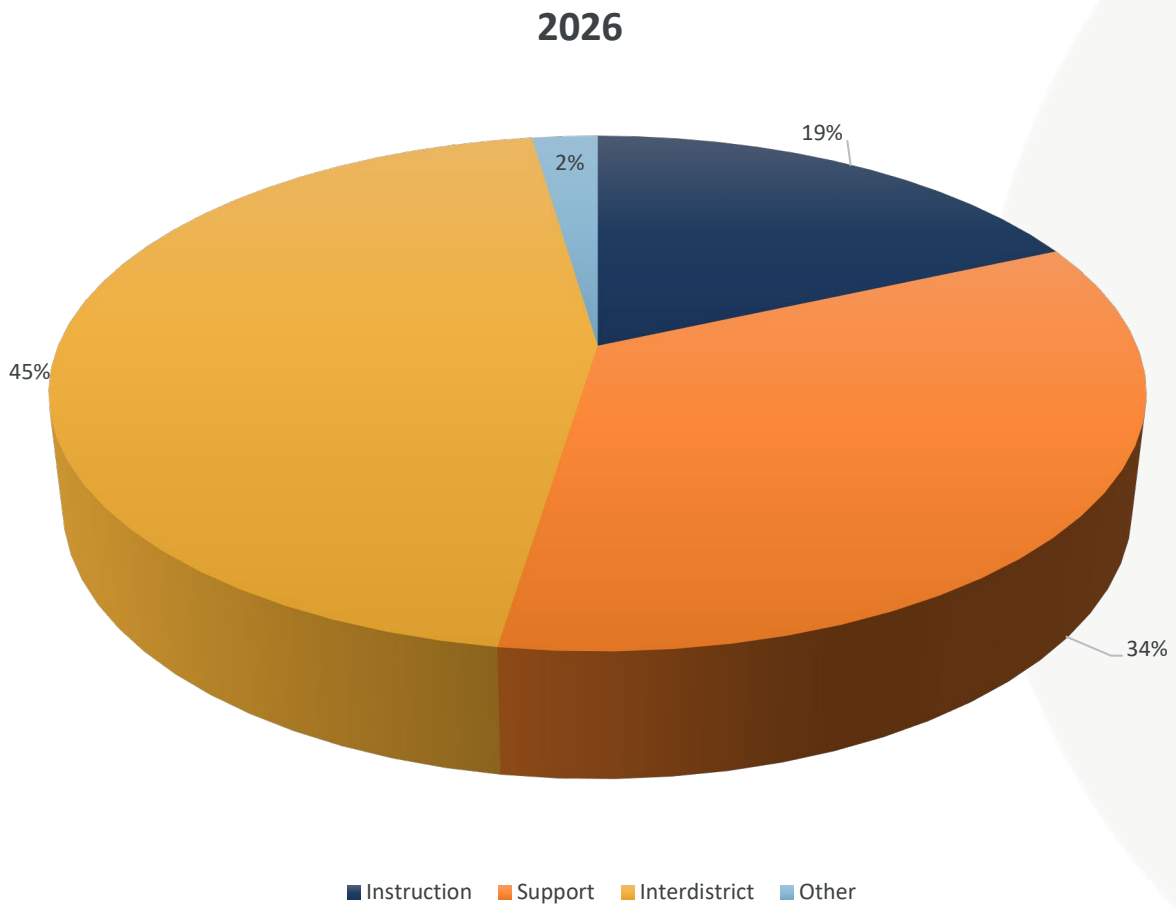
2026 Governmental Fund Revenues



Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

2025 Governmental Fund Expenditures



Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Single Audit

Total federal awards of $40,364,609

Required to test 20%
85% tested

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ____ Yes __X__ None
- Significant deficiency(ies) identified? ____ Yes __X__ None reported

Type of auditor's report issued on compliance for major programs: *Unmodified*

Any audit findings disclosed that are required to be reported in accordance with Title 2 CFR Section 200.516(a)? ____ Yes __X__ No

Identification of major programs:

Assistance Listing Number(s)	Name of Federal Program or Cluster
84.027, 84.173	Special Education Cluster
93.778	Medicaid Cluster

Dollar threshold used to distinguish between Type A and Type B programs: $1,210,938

Auditee qualified as low-risk auditee? __X__ Yes ____ No

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.

Thank You!

Matthew Kaley, CPA

mkaley@manercpa.com

Maner Costerisan

©2025 Maner Costerisan. All Rights Reserved.