

NEW ISSUE – BOOK-ENTRY ONLY

Independent School District No. 19
of Carter County, Oklahoma

(Ardmore City Board of Education)

PRELIMINARY OFFICIAL STATEMENT

DATED: January 8, 2026

\$4,110,000 Building Bonds of 2026
(Federally Taxable)

SEALED BIDS WILL BE RECEIVED UNTIL:
12:30 o'clock p.m., on the 22nd day of January, 2026

The bids will be opened and read and shall be awarded at the first Board of Education meeting held after the bids are due. This is expected to occur at 5:00 o'clock p.m. on the 22nd day of January, 2026

FINANCIAL ADVISOR
STEPHEN H. MCDONALD & ASSOCIATES, INC.

OFFICIAL BID FORM – Exhibit B

22nd day of January, 2026

Board of Education
Independent School District No. 19
Carter County, Oklahoma

For your issue of General Obligation Building Bonds of 2026 (Federally Taxable), dated March 1, 2026, of the par value of \$4,110,000 with principal and semi-annual interest payable through The Depository Trust Company ("DTC") by UMB Bank, n.a., Oklahoma City, Oklahoma, as Paying Agent and Registrar, we hereby agree to pay you therefor a price of par and accrued interest plus a total premium of \$_____ for bonds maturing and bearing interest as follows:

\$4,110,000 due 3-1-2028 @ _____ %

Net Interest Cost: \$ _____

Average Interest Rate: _____ %

Delivery of the Bonds shall be made at our (the purchaser's) expense through DTC against payment of the agreed upon purchase price under the following stipulations: (1) that said Bonds are to be in the hands of the Attorney General of the State of Oklahoma for examination within 30 days from this date without litigation pending; (2) that within 10 days after approval of said Bonds by the Attorney General, we are to be furnished with certified transcript of proceedings covering this issue; (3) that the Bonds shall be tendered to us for payment within 35 days after their approval by the Attorney General which shall not exceed 70 days from this date; and (4) after the expiration of the 30 day contest period we are to be furnished with such additional showings as may be necessary to establish legality, legal delivery and freedom from litigation all to the satisfaction of _____, Bond Counsel, whose fee we will pay, otherwise delivery shall be made to us but only at our option.

We agree to provide the Paying Agent and Registrar a complete and accurate list of bondholders, with such other information as it may require, at least five (5) business days prior to the date of closing. We further agree to indemnify and hold the School District and its Paying Agent and Registrar harmless for any loss or liability resulting from errors or omissions in the list so provided to said Paying Agent and Registrar.

We attach hereto certified or cashier's check in the sum of \$82,200.00 to be held by you uncashed and to be forfeited to you as full liquidated damages in the event we fail or refuse to comply with the terms of this agreement; said check to be returned to us (1) immediately if this proposal is rejected or (2) 70 days from this date if demanded by us, in the event you are unable to comply with the provisions hereof.

This bid is a firm offer for the purchase of the Bonds identified in the Notice of Sale of Bonds and is not subject to any conditions, except as permitted under the terms of the Notice of Sale of Bonds. This bid shall not be revocable. The undersigned has an established industry reputation for underwriting new issuances of municipal bonds.

This proposal is made for immediate acceptance or rejection.

Respectfully submitted,

By: _____

At a legal meeting held on the date first above written, the above proposal was considered and upon motion regularly made, seconded and carried was accepted and the bonds sold, awarded and ordered delivered in compliance with the terms and conditions hereof.

WITNESS our official hands and seal the date first above written.

President, Board of Education

ATTEST:

Clerk, Board of Education

(SEAL)

NOTICE OF SALE OF BONDS

Conditions of Sale

**Independent School District No. 19
Carter County, Oklahoma**

**\$4,110,000 Building Bonds of 2026
(Federally Taxable)**

Place and Time of Sale

The Board of Education of Independent School District No. 19 of Carter County, Oklahoma (the "School District"), will receive sealed bids at the Board Room, Administration Center, Ardmore City Public Schools, 611 Veterans Blvd, Ardmore, Oklahoma, **until 12:30 o'clock p.m., Thursday, the 22nd day of January, 2026**, for the sale of its \$4,110,000 Building Bonds of 2026 (the "Bonds"), more completely described in the "Preliminary Official Statement". The bids will be opened and read and shall be awarded at the first Board of Education meeting held after the bids are due. This is expected to occur at 5:00 o'clock p.m. on the 22nd day of January, 2026.

Address of Bids

Sealed bids, plainly marked "Bid for Bonds", may be mailed either to "Mr. Andy Davis, Superintendent of Schools, Ardmore City Public Schools, P. O. Box 1709, Ardmore, Oklahoma 73402" or to the School District's Financial Advisor, Stephen H. McDonald & Associates, Inc., ATTN: Ron Fisher, 2200 McKown Drive, Norman, Oklahoma 73072. Sealed bids must be submitted in duplicate on the Official Bid Form furnished herein.

Types of Bids and Interest Rates

The Bonds will be sold in one block, all or none, and no bid of less than par and accrued interest will be considered. Bidders must specify the rate or rates of interest the Bonds will bear. No interest rate in excess of ten percent (10%) will be considered. Bidders shall specify the rate or rates of interest in multiples of one-eighth (1/8) or one-twentieth (1/20) of one percent per annum. Bidders are not restricted as to the number of rates that may be named, provided that the same rate shall be specified for all bonds of the same maturity.

Basis for Award

For the purpose of awarding the Bonds, the interest cost of each bid will be computed by determining, at the rate or rates specified therein, the total of all interest on the Bonds from the date thereof to their respective maturities, and deducting therefrom the premium bid, if any. The Bonds, if sold, will be awarded to the bidder whose bid, on the basis of the above computation produces the lowest interest cost to the School District. THE BOARD OF EDUCATION RESERVES THE RIGHT TO REJECT ALL BIDS AND TO WAIVE ANY MINOR IRREGULARITIES.

Good Faith Deposit

Each bid must be accompanied by a Good Faith Deposit ("Deposit") in the form of a Wire Transfer or Certified or Cashier's Check made payable to "**Treasurer, Independent School District No. 19 of Carter County, Oklahoma**" in the amount of two percent (2%) of the par value of the Bonds, or **\$82,200.00**. The Deposit of the successful bidder will be retained by the School District to assure performance of the contract on the part of said bidder.

If you intend to wire your good faith deposit, please contact Ron Fisher with Stephen H. McDonald & Associates, Inc., the School District's Financial Advisor, for the School District's good faith deposit wiring instructions. The telephone number is (405) 329-0123, ext. 25, and the e-mail address is ronfisher@shmcdonald.net.

In the event said bidder should fail or refuse to take up and pay for the Bonds in accordance with his bid, then said Deposit will be cashed as full liquidated damages. Otherwise, said Deposit will be returned to the purchaser upon payment for the Bonds, or credited to the purchase price. No interest on the Deposit will accrue to the Purchaser. Checks of unsuccessful bidders will be promptly returned.

Book-Entry Only Bonds

The Bonds are being issued book-entry only and a complete transcript of the legal proceedings had in connection with the issuance of the Bonds will be furnished to the purchaser at no expense.

Legal Opinion

Bids may be submitted subject to the opinion of the Attorney General, which will be provided by the School District without cost. Bids may also be submitted subject to the approving opinion of a recognized Bond Counsel, which opinion shall be obtained at the purchaser's expense.

Ratings

Neither the School District nor its Financial Advisor has obtained, nor do they plan to obtain, a rating of the Bonds by any rating agency other than The Municipal Rating Committee of Oklahoma, Inc.

Tax Status of the Bonds

It is expected that interest on the Bonds will be included in gross income for federal income tax purposes, and that interest on the Bonds will be exempt from State of Oklahoma income taxation.

Non-Litigation Certificate

At the time of delivery of the Bonds, the School District will execute and furnish the purchaser with a certificate to the effect that no litigation of any nature has been filed or is then pending to restrain or enjoin the issuance of delivery of the Bonds, or affecting the provision made for their payment or security, or in any manner questioning the validity of the Bonds.

Compliance with SEC Rule 15c2-12

Official Statement. The School District has prepared the accompanying Preliminary Official Statement, and for the limited purpose of complying with Rule 15c2-12, promulgated by the Securities and Exchange Commission, deems such Preliminary Official Statement to be final as of its date within the meaning of such Rule for the purpose of review prior to bidding. The School District will furnish to the Purchaser or Purchasers acting through a designated senior representative, in accordance with instructions received from the Purchaser(s), within seven (7) business days from the sale date a maximum of 20 copies of a Final Official Statement reflecting interest rates and other terms relating to the initial reoffering of the Bonds. The cost of any Final Official Statements in excess of the number specified shall be prepared and distributed at the cost of the Purchaser(s). The Purchaser(s) shall be responsible for providing the initial reoffering prices and other terms, if any, to the Financial Consultant by the close of the next business day after the sale. Except as noted above, the School District assumes no responsibility or obligation for the distribution or delivery of any copies of the Final Official Statement in connection with the offering or reoffering of the Bonds.

Continuing Disclosure. The School District will undertake, pursuant to Rule 15c2-12, in a written agreement for the benefit of holders of the Bonds, to submit financial and operating information for the School District not later than ten months following the end of the fiscal year in which the bonds are issued (as of the date of this document, June 30 is the end of the fiscal year), and to provide notice of certain events to the Municipal Securities Rulemaking Board's Electronic Municipal Market Access (EMMA) system. A description of such undertaking is set forth in the Preliminary Official Statement and will also be set forth in the Final Official Statement.

CUSIP Numbers

CUSIP identification numbers will be printed on the Bonds if assigned by the CUSIP Service Bureau, but neither the failure to print the numbers nor any error with respect thereto shall constitute cause for refusal by the purchaser to accept delivery of the Bonds. All expenses in relation to the printing of the CUSIP Service Bureau numbers shall be paid by the School District except that the CUSIP Service Bureau charge for the assignment of numbers shall be the responsibility of and paid by the purchaser of the Bonds.

Delivery

Delivery of the Bonds shall be made at the expense of the Purchaser through The Depository Trust Company ("DTC") against payment of the agreed upon purchase price. Delivery of the Bonds to the purchaser is anticipated on or about the 12th day of March, 2026.

Additional Information

Additional information may be obtained from the School District's Financial Advisor, Stephen H. McDonald & Associates, Inc., 2200 McKown Drive, Norman, Oklahoma 73072. Contact Ron Fisher at (405) 329-0123, ext. 25; or ronfisher@shmcdonald.net.

NEW ISSUE – BOOK-ENTRY ONLY**Rating: Oklahoma #1**

In the opinion of Bond Counsel, under existing law, interest on the Bonds is included in the gross income of the owners thereof for Federal income tax purposes, and interest on the Bonds is exempt from Oklahoma income taxation. See “Tax Matters” herein.

\$4,110,000
Independent School District No. 19
Carter County, Oklahoma
(Ardmore City Public Schools)
Building Bonds of 2026
(Federally Taxable)

Dated: March 1, 2026**Due: March 1, as shown below**

The Bonds are being issued by Independent School District No. 19 of Carter County, Oklahoma (the “School District”). The Bonds are dated as of March 1, 2026. Interest on the Bonds is payable semiannually on March 1 and September 1 of each year (each an “Interest Payment Date”), commencing September 1, 2027. The Bonds will be initially issued, in fully registered form, in the name of Cede & Co., as nominee of The Depository Trust Company (“DTC”), New York, New York. Purchases of the Bonds will be made in book-entry form only, through brokers and dealers who are, or who act through DTC participants. Purchases of the Bonds may be made in the denomination of \$5,000 or any integral multiple thereof. **Beneficial owners of the Bonds will not receive physical delivery of Bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the Bonds.** So long as DTC or its nominee is the registered owner of the Bonds, payment of the principal and interest on the Bonds will be payable by UMB Bank, n.a., Oklahoma City, Oklahoma, as initial Paying Agent and Registrar (the “Paying Agent and Registrar”), to DTC or its nominee and disbursement of such payments to DTC Participants will be the responsibility of DTC and disbursement of such payments to beneficial owners of the Bonds will be the responsibility of DTC Participants and Indirect Participants. No physical delivery of the Bonds will be made to the owners thereof. (see “The Bonds – Book-Entry System” herein).

The Bonds are not callable prior to their stated maturities.

The proceeds from the Bonds will be used to construct, furnish, equip, and/or acquire a new performing arts center to include, but not be limited to: paving, electrical and fire alarm, as well as to pay all legal, financial and other costs relating to the issuance of the Bonds, as described herein.

The Bonds are direct and general obligations of the School District and are payable as to principal and interest from ad valorem taxes which are required to be levied on all taxable property within the School District, without limitation as to rate or amount.

Maturity Schedule

Due March 1	Principal Amount	Interest Rate	Yield
2028	\$4,110,000		

This cover page contains only a brief description of the Bonds and the security therefor. It is not a summary of this issue. Investors are advised to read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued by the School District, and subject to the approving opinion of Bond Counsel. It is expected that the Bonds will be available for delivery on or about the 12th day of March, 2026.

FINANCIAL ADVISOR
STEPHEN H. MCDONALD & ASSOCIATES, INC.
Norman, Oklahoma

**Board of Education
Independent School District No. 19
Carter County, Oklahoma**

Harry Spring, *President*
Steve Oliver, *Vice President*
Lori Capshaw, *Clerk and Member*
James Foreman, Jr., *Member*
Jaclyn Woods, *Member*

SCHOOL ADMINISTRATION

Andy Davis, *Superintendent of Schools*
Perry D. Zeiset, *School District Treasurer*

FINANCIAL ADVISOR

Stephen H. McDonald & Associates, Inc.
Norman, Oklahoma

This Official Statement, which includes the cover page and the Exhibits hereto, does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds, by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

No dealer, broker, salesperson or other person has been authorized by the School District or the Financial Advisor to give information or to make any representation other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by any of the foregoing.

The information set forth herein has been obtained from the School District and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as the promise or guarantee of the Financial Advisor. This Official Statement contains, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized.

The information and expressions of opinion contained herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the School District, or in the information or opinions set forth herein, since the date of this Official Statement.

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Residents of the School District are employed at businesses in the City of Ardmore and surrounding communities, with those not so employed primarily engaged in farming and ranching. No separate employment figures are available for the School District; however, preliminary figures provided by the United States Department of Labor’s Bureau of Labor Statistics indicate the current (August 2025) unemployment rate for Carter County is 4.6% compared to 3.4% in the State of Oklahoma as a whole, and 4.5% for the United States.School District General Fund Revenues and Expenditures.....	11
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INTRODUCTORY STATEMENT

This Official Statement, including the Exhibits attached hereto (if any), has been prepared on behalf of Independent School District No. 19 of Carter County, Oklahoma (the “School District”), in connection with the original issuance and sale by the School District of its Building Bonds of 2026 (the “Bonds”).

All financial and other information presented in this Official Statement has been provided by the School District from its records, except for information expressly attributed to other sources. The presentation of information, including tables of receipts from taxes and other sources is intended to show recent historic information, and is not intended to indicate future or continuing trends in the financial position or other affairs of the School District. No representation is made that past experience, as is shown by such financial and other information, will necessarily continue or be repeated in the future.

Reference to provisions of Oklahoma law, whether codified in the Oklahoma Constitution or the Oklahoma Statutes are references to current provisions. These provisions are subject to amendment, repeal or supplement.

THE BONDS

Authorization and Purpose

The Bonds are being issued and offered pursuant to the authority set forth in Article 10, Section 26 of the Oklahoma Constitution, as amended, Oklahoma Statutes 2011, Title 62§353 and 354, Title 70§15-101ff and/or 106, and a Bond Resolution of the Board of Education of the School District to be adopted on the 22nd day of January, 2026. The Bonds were authorized to be issued at a special election held in the School District on the 3rd day of April, 2018.

Proceeds from the Bonds will be used to construct, furnish, equip, and/or acquire a new performing arts center to include, but not be limited to: paving, electrical and fire alarm, as well as to pay all legal, financial and other costs relating to the issuance of the Bonds.

General Description

The Bonds are dated March 1, 2026, are fully registered bonds, and are in denominations of \$5,000 or any integral multiple thereof. The Bonds bear interest from March 1, 2026, and interest will be paid semiannually on March 1 and September 1 of each year (each an “Interest Payment Date”), commencing September 1, 2027. It is anticipated that the Bonds will be available for delivery on or about the 12th day of March, 2026.

The principal of the Bonds is payable, when due, at the designated corporate trust office of UMB Bank, n.a. (the “Registrar” and “Paying Agent”), in Oklahoma City, Oklahoma. Interest on the Bonds will be paid on each Interest Payment Date by check mailed to the registered owner thereof at the address shown on the registration books maintained by the Registrar and Paying Agent at the close of business on the 15th day of the calendar month preceding the Interest Payment Date, or if such day is a Saturday, Sunday or holiday, on the next preceding business day (the “Record Date”).

Redemption Prior to Maturity

The Bonds are not callable prior to their stated maturity.

Tax Status of the Bonds

It is expected that interest on the Bonds will be included in gross income for federal income tax purposes, and that interest on the Bonds will be exempt from State of Oklahoma income taxation. See the section titled “Tax Matters” herein.

Registration and Transfer

Bonds presented to the Registrar for transfer after the close of business on a Record Date and before the close of business on the next subsequent Interest Payment Date will be registered in the name of the transferee but the interest payment will be made to the registered owners shown on the books of the Registrar as of the close of business on the Record Date.

The Bonds will be initially registered in the name of Cede & Co., as nominee of The Depository Trust Company (“DTC”), New York, New York, which will act as securities depository for the Bonds. Principal and interest on the Bonds will be paid by the Paying Agent and Registrar to DTC. Disbursements of such payments to the DTC Participants is the responsibility of DTC and disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants and the Indirect Participants, as more fully described in the section titled “Book-Entry System.”

Book-Entry System

THE INFORMATION IN THIS SECTION, “BOOK-ENTRY SYSTEM”, HAS BEEN FURNISHED BY THE DEPOSITORY TRUST COMPANY. NO REPRESENTATION IS MADE BY THE SCHOOL DISTRICT AS TO THE COMPLETENESS OR ACCURACY OF SUCH INFORMATION. THE SCHOOL DISTRICT SHALL HAVE NO RESPONSIBILITY OR OBLIGATION TO DTC PARTICIPANTS, INDIRECT PARTICIPANTS OR THE PERSONS FOR WHICH THEY ACT AS NOMINEES WITH RESPECT TO THE BONDS, OR FOR ANY PRINCIPAL, PREMIUM, IF ANY, OR INTEREST PAYMENT THEREOF.

The Depository Trust Company (“DTC”), New York, NY, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds in the aggregate principal amount of each such maturity, and will be deposited with DTC at the office of the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration.

DTC, the world’s largest depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 2.2 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instrument from over 100 countries that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants

include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC, in turn, is owned by a number of Direct Participants of DTC and Members of the National Securities Clearing Corporation, Fixed Income Clearing Corporation, and Emerging Markets Clearing Corporation (NSCC, FICC, AND EMCC, also subsidiaries of DTCC), as well as by the New York Stock Exchange, Inc., the American Stock Exchange LLC, and the National Association of Securities Dealers, Inc. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a rating of “AA+” from S&P Global Ratings, a Standard and Poor’s Financial Services LLC business. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org.

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

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

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

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

All payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC’s practice is to credit Direct Participants’ accounts, upon DTC’s receipt of funds and corresponding detail information from the School District or Agent on payable date in accordance with their respective holdings shown on DTC’s

records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, Agent, or the School District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of any payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the School District or Agent. Disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the School District or Agent. Under such circumstances, the event that a successor securities depository is not obtained, Bond certificates are required to be printed and delivered.

The School District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the School District believes to be reliable, but the School District takes no responsibility for the accuracy thereof.

Security and Source of Payment

The Bonds, in the opinion of Bond Counsel, are direct and general obligations of the School District and are payable as to both principal and interest from ad valorem taxes to be levied against all taxable property within the School District, without limitation as to rate or amount.

Ad valorem taxes for the Bonds shall be levied annually beginning in Fiscal Year 2026-27, shall become delinquent one-half on January 1 and one-half on April 1 of each year, and are required to be collected by the County Treasurer, apportioned and paid over to the School District Treasurer, and then deposited directly and only into the Sinking Fund of the School District. IN NO EVENT MAY SUCH AD VALOREM TAXES BE DEPOSITED INTO THE GENERAL FUND OR ANY FUND OF THE SCHOOL DISTRICT OTHER THAN THE SINKING FUND.

As stated above, the Bonds are payable from ad valorem taxes on all taxable property within the School District including real, personal and public service property, and any other moneys available for such purpose. Real and personal property in the School District is currently assessed at a rate of approximately 11% of estimated full market value. Public service property assessments are determined by the Oklahoma State Tax Commission, and currently the assessment ratio is approximately 11.84% of estimated full market value of airline and railroad property and 22.85% of estimated full market value of all other public service property. Pursuant to Oklahoma statutes, County Assessors are required to reassess property within the County at least once each five years. The School District is required to pay its proportionate share of the cost of such reassessment.

Ad valorem tax rates for Sinking Fund purposes are determined by ascertaining the actual dollars of revenues required for payment of principal and interest on indebtedness, fees to fiscal and paying agents and judicial judgments. Such total amount may be reduced by any surplus from the prior fiscal year and any contributions made into the Sinking Fund. To the resulting net requirements a reserve for delinquent taxes, in an amount of not less than 5% nor more than 20% of the net required tax collection, shall be added to the required collections. Such final total

requirements shall then be divided by the total net assessed valuation of all real, personal and public service property in order to determine the appropriate tax rate for each property owner.

One hundred percent (100%) of the School District's Sinking (Debt Service) Fund revenues come from locally collected ad valorem taxes. None of these ad valorem taxes are collected or disbursed by the State of Oklahoma. Furthermore, as stated above, Sinking Fund taxes are collected by the County Treasurers of the counties in which the School District is situated, are apportioned and paid over to the School District Treasurer and cannot, by Oklahoma Law, be placed in any fund of the School District other than the Sinking Fund. They may be used only for the payment of principal of and interest on indebtedness (including judicial judgments) of the School District.

FINANCIAL MATTERS

Ad Valorem Taxes

Taxable property in the State of Oklahoma (the "State") is placed in one of three classifications: real property, personal property, and public service property. Assessment ratios for real and personal property are determined locally by each County Assessor within guidelines established by the State Board of Equalization and the Oklahoma Tax Commission. Real property assessment ratios may range from 11% to 13.5% of full market value, and personal property assessment ratios may range from 10% to 15%. The assessment ratio for public service property is determined on a statewide basis by the Oklahoma Tax Commission. Currently, real and personal property in the County is assessed at a ratio of 12% of full market value. Public service property is assessed at a ratio of 11.84% of estimated full market value of airline and railroad property and 22.85% of estimated full market value of all other public service property. County Assessors are required to reassess property within the County at least once each five years. The School District is required to pay its proportionate share of the cost of such reassessment.

School districts in Oklahoma are limited to a total of thirty-five (35) mills ad valorem tax for operating (General Fund) purposes, and five (5) mills for Building Fund purposes. In addition, Oklahoma statutes require that the School District each year make an ad valorem tax levy for a Sinking Fund which shall, with cash and investments in the fund, be sufficient to pay all the bonded indebtedness, interest and one-third of all outstanding judgments coming due in the following year. Such funds are placed in the School District's Sinking Fund and are expended only for these purposes. The ad valorem tax rates for Sinking Fund purposes are determined by ascertaining the actual dollars of revenues required for payment of principal and interest on indebtedness and judicial judgments. Such total amount may be reduced by any surplus from the prior fiscal year and any contributions made into the Sinking Fund in lieu of ad valorem taxes. To the resulting net requirements a reserve for delinquent taxes, in an amount of not less than 5% nor more than 20% of the net required tax collection, shall be added to the required collections. Such final total requirements shall then be divided by the total net assessed valuation of all taxable property in order to determine the appropriate tax rate for each property owner.

After review and approval by the Board of Education, copies of the Sinking Fund Estimate are submitted to the County Excise Board to determine the ad valorem tax levy and appropriations. This submission is required to be made by August 27th of each year. The estimates are for the purposes of determining ad valorem taxes required to fund the General, Building, and Sinking Funds. The amounts contained in the Estimate of Needs are verified by the County Excise Board and, upon verification, the levy contained therein is ordered to be certified to the County Assessor in order that the County Assessor may extend said levy upon the tax rolls for the year for which the Estimate of Needs is submitted. While the County Excise Board may make recommendations with respect to the levy request, it only has the authority to change the reserve for delinquent taxes.

The County Assessor is required to file a tax roll report on or before October 1 of each year with the County Treasurer indicating the net assessed valuation for each municipality within the County. This report includes the assessed valuation for all real, personal and public service property. The County Treasurer has fifteen days after receipt of the tax roll report to start collecting taxes. The first half of taxes is due and payable on November 1 of each year. The second half is due and payable on or before April 1 of each year. However, if the first half is not paid by January 1, both first and second half are declared delinquent as of January 1. If the first half taxes are paid in a timely manner and the second half taxes are not paid on or before April 1, the taxes are considered delinquent. Interest accrues on delinquent taxes at the rate of 1.5% monthly (18% annually), to a maximum of 100% of the taxes due and owing, until such time as the delinquent taxes are paid. In the event taxes and accrued interest are not paid, the property is sold at tax sale on October 1 and the purchaser is issued a certificate of tax lien; however, the original owner of the property has two years in which to redeem the property by paying the taxes, interest and penalties owed. If, at the end of two years he has not done so, the purchaser may then apply for a deed to the property. If there is no purchaser, then the county acquires the same lien and the property is auctioned after approximately two and one-half years.

Compliance with Constitutional Debt Limitation

The current, summary debt statement of the School District revised from that filed with the State of Oklahoma as of June 30, 2025, is shown below:

2025-26 Estimated Full Market Value	\$2,309,475,413
2025-26 Assessed Valuation, including Homestead Exemptions	\$259,543,654
2025-26 Assessed Valuation, excluding Homestead Exemption	\$254,404,968

The County or Counties indicated below, if any, have held an election under Oklahoma Constitution Article X, §6(B) approving an exemption of certain household and personal property from ad valorem taxation. Accordingly, said County or Counties have calculated the “millage adjustment factor” to be applied to debt percentage limits under Article 10, Section 26(b), resulting in an adjusted debt limit. The adjusted debt limit is as follows:

County	Net Assessed Valuation	District Unadjusted Legal Debt Limit (1)	Millage Adjustment Factor (If App.)	District Adjusted Legal Debt Limit (2)
Carter County	\$254,404,968	\$25,440,496.80	1.02374100000	\$26,044,479.63
TOTAL ADJUSTED LEGAL DEBT LIMIT (BONDING CAPACITY)				\$26,044,479.63

(1) Net Assessed Valuation times 10%.

(2) District Unadjusted Legal Debt Limit times Millage Adjustment Factor.

Total Bonded Indebtedness (including the Bonds)	\$12,520,000	
<u>Less: Current Sinking Fund Balance</u>	<u>1,599,419</u>	
Net General Obligation Bonded Indebtedness		\$10,920,581
Remaining Bonding Capacity		\$15,123,899
Ratio of Net General Obligation Bonded Indebtedness to Net Assessed Valuation		4.29%
Ratio of Net General Obligation Bonded Indebtedness to Estimated Full Market Value		0.47%

Authorized but Unissued Bonds

The School District has an additional \$24,660,000 in bonds authorized to be issued. It is anticipated that the remaining bonds will be issued as follows: \$4,110,000 in July 2028; \$4,110,000 in July 2029; \$4,110,000 in July 2030; \$4,110,000 in July 2031; \$4,110,000 in July 2032; and \$4,110,000 in July 2033.

Composition and Growth of the Net Assessed Valuation

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2025-26 is as follows:

Property	Carter County	Percentage
Real	\$150,337,412	59.09%
Personal	\$93,459,451	36.74%
Public Service	\$10,608,105	4.17%
TOTAL	\$254,404,968	100.00%

The growth of the Net Assessed Valuation of the School District for the past ten years has been as follows:

Fiscal Year	Amount	Fiscal Year	Amount
2025-2026	\$254,404,968	2020-2021	\$188,589,695
2024-2025	\$252,054,388	2019-2020	\$180,749,411
2023-2024	\$250,792,443	2018-2019	\$160,655,106
2022-2023	\$238,427,094	2017-2018	\$153,441,022
2021-2022	\$189,365,478	2016-2017	\$152,149,106

During this period, the Net Assessed Valuation of the School District increased \$102,255,862 or 67.21%.

General Obligation Bonded Debt Outstanding

Date of Issuance	Original Principal Amount	Remaining Maturities	Maturity Dates	Total Outstanding
6-1-23	\$6,225,000	\$3,115,000	6-1-26	\$3,115,000
1-1-24	\$3,930,000	\$3,260,000	1-1-27	\$3,260,000
1-1-25	\$2,035,000	\$515,000 \$1,520,000	1-1-27 1-1-28	\$2,035,000
3-1-26	\$4,110,000	\$4,110,000	3-1-28	\$4,110,000
TOTAL				\$12,520,000

Annual Debt Service Requirements of General Obligation Bonded Debt Outstanding

Fiscal Year	Existing Bonds		Building Bonds*		Total New Debt Service Requirement
	Principal	Interest	Principal	Interest	
2025-2026	\$3,115,000.00	\$189,377.50			\$3,304,377.50
2026-2027	\$3,775,000.00	\$379,145.00			\$4,154,145.00
2027-2028	\$1,520,000.00	\$72,200.00	\$4,110,000.00	\$390,450.00	\$6,092,650.00
TOTAL	\$8,410,000.00	\$640,722.50	\$4,110,000.00	\$390,450.00	\$13,551,172.50

* The average annual interest rate on the Bonds is assumed to be 4.75%.

Net Direct, Overlapping and Underlying General Obligation Bonded Indebtedness (as of June 30, 2025)

Municipality	Net Indebtedness	Amount Applying to the School Dist.	Ratio to Assessed Value of the School Dist.	Per Capita Debt
Ardmore City School District	\$10,920,581	\$10,920,581	4.29%	\$866.71
City of Ardmore	\$97,638	\$55,232	0.02%	\$4.38
Carter County	\$527,924	\$186,027	0.07%	\$14.76
TOTAL	\$11,546,143	\$11,161,840	4.38%	\$885.85

Sinking Fund Tax Collections

Fiscal Year	Net Levy	Gross Levy	Current Collections	Total Collections
2025-2026	\$5,922,649	\$6,218,782	In process of collection	
2024-2025	\$5,830,210	\$6,121,720	\$5,851,046	\$6,025,107
2023-2024	\$5,540,924	\$5,817,970	\$5,686,744	\$5,858,711
2022-2023	\$4,561,750	\$4,789,837	\$4,513,616	\$4,741,516
2021-2022	\$4,549,103	\$4,776,558	\$4,657,510	\$4,773,692
2020-2021	\$4,259,108	\$4,472,064	\$4,351,307	\$4,502,343

Percentage of Taxes Collected

The ratio of Current and Total Sinking Fund Tax Collections to the Net Sinking Fund Levy (the levy prior to addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collections to Net Levy	Ratio of Total Tax Receipts to Net Levy
2024-2025	100.36%	103.34%
2023-2024	102.63%	105.74%
2022-2023	98.94%	103.94%
2021-2022	102.38%	104.94%
2020-2021	102.16%	105.71%

The ratio of Current and Total Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collections to Gross Levy	Ratio of Total Tax Receipts to Gross Levy
2024-2025	95.58%	98.42%
2023-2024	97.74%	100.70%
2022-2023	94.23%	98.99%
2021-2022	97.51%	99.94%
2020-2021	97.30%	100.68%

Trend of Tax Rates of Major Taxing Units*

Fiscal Year	Ardmore City Sch. Dist	City of Ardmore	Carter County	Technology Center	Total Levy
2016-2017	59.18	0.62	18.57	14.82	93.19
2017-2018	58.04	0.00	18.57	14.82	91.43
2018-2019	65.28	0.05	18.57	14.82	98.72
2019-2020	63.51	0.19	18.57	14.82	97.09
2020-2021	64.66	0.17	18.57	14.82	98.22
2021-2022	66.17	0.18	19.72	14.82	100.89
2022-2023	61.04	0.30	19.44	14.82	95.60
2023-2024	64.15	0.25	19.60	14.82	98.82
2024-2025	65.24	0.28	19.47	14.82	99.81
2025-2026	65.39	0.21	19.41	14.82	99.83

* Expressed in dollars per \$1,000 of net assessed valuation.

INDEPENDENT SCHOOL DISTRICT NO. 19, CARTER COUNTY, OKLAHOMA

General Information

The School District is located in south central Oklahoma, in Carter County, approximately 97 miles south of the City of Oklahoma City, Oklahoma. The School District, encompassing approximately 26 square miles, serves a portion of the City of Ardmore (population: 24,883), the County Seat of Carter County, and the surrounding rural area in Carter County. School District administrators estimate the population of the School District to be approximately 12,600 people. The School District employs 225 certified teachers, has an enrollment of 2,520, and operates 41 regular bus routes transporting approximately 70% of the student body to and from school daily. The School District is fully accredited by the Oklahoma State Department of Education.

Residents of the School District are employed at businesses in the City of Ardmore and surrounding communities, with those not so employed primarily engaged in farming and ranching. No separate employment figures are available for the School District; however, preliminary figures provided by the United States Department of Labor's Bureau of Labor Statistics indicate the current (August 2025) unemployment rate for Carter County is 4.6% compared to 3.4% in the State of Oklahoma as a whole, and 4.5% for the United States.

School District General Fund Revenues and Expenditures

Fiscal Year Ending 6-30	Beginning General Fund Balance	Total Revenue	Total Expenditures	Adjustments to Prior Year Encumbrances	Total Other Financing Sources (Uses)	Ending General Fund Balance
2021	\$418,070	\$24,767,106	\$23,513,340	\$19,402	(\$100,356)	\$1,590,882
2022	\$1,590,882	\$28,244,511	\$24,891,878	\$19,022	(\$162,003)	\$4,800,534
2023	\$4,800,534	\$26,833,933	\$24,517,093	\$20,679	(\$503,631)	\$6,634,422
2024	\$6,634,422	\$28,673,115	\$29,286,906	\$19,366	(\$631,074)	\$5,408,922
2025	* \$5,408,922	\$30,237,976	\$30,402,816	\$7,000	\$0	\$5,251,082

* Unaudited figures.

Detail of School District General Fund Revenues

Fiscal Year Ending 6-30	Local Sources	County Sources	State Sources	Federal Sources	Total Revenues
2020	\$6,893,312	\$702,110	\$12,713,812	\$2,905,093	\$23,214,327
2021	\$7,365,170	\$795,393	\$10,775,563	\$5,830,980	\$24,767,106
2022	\$7,553,863	\$795,608	\$13,034,141	\$6,860,899	\$28,244,511
2023	\$9,931,203	\$977,782	\$11,591,226	\$4,333,722	\$26,833,933
2024	\$10,238,023	\$855,361	\$12,004,780	\$5,574,951	\$28,673,115
2025	* \$10,649,781	\$931,256	\$13,158,684	\$5,498,255	\$30,237,976

* Unaudited figures.

Student Enrollment Trend

School Year	Total Enrollment	Percentage Change
2016-2017	2,898	
2017-2018	2,802	-3.31%
2018-2019	2,810	0.27%
2019-2020	2,839	1.03%
2020-2021	2,612	-8.00%
2021-2022	2,612	0.00%
2022-2023	2,604	-0.31%
2023-2024	2,620	0.61%
2024-2025	2,501	-4.54%
2025-2026	2,520	0.76%

Student Enrollment Projection

School Year	Total Enrollment	Percentage Change
2026-2027	2,550	1.19%
2027-2028	2,560	0.39%
2028-2029	2,570	0.39%
2029-2030	2,585	0.58%
2030-2031	2,600	0.58%

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	August 2025	July 2025	August 2024
United States	4.5%	4.6%	4.4%
State of Oklahoma	3.4%	3.2%	3.4%
Carter County	4.6%	4.2%	4.2%

Source: United States Department of Labor Bureau of Labor Statistics.

Sales Tax Collections - City of Ardmore

<u>Fiscal Year Ending June 30</u>	<u>Sales Tax Collections</u>
2016	\$21,461,732
2017	\$21,007,350
2018	\$22,080,083
2019	\$23,175,547
2020	\$22,728,898
2021	\$25,313,444
2022	\$28,176,610
2023	\$29,661,238
2024	\$29,480,526
2025	\$29,934,957

Source: Oklahoma Tax Commission.

Retail Sales - City of Ardmore

<u>Fiscal Year Ending June 30</u>	<u>Retail Sales</u>
2016	\$572,312,861
2017	\$560,195,996
2018	\$588,802,214
2019	\$618,014,582
2020	\$606,103,952
2021	\$675,025,160
2022	\$751,376,279
2023	\$790,966,356
2024	\$786,147,354
2025	\$798,265,513

Source: Oklahoma Tax Commission.

Largest Taxpayers

Name of Taxpayer	Type of Business	Net Assessed Valuation
Valero Refining Company	Oil & Gas Industry	\$54,757,929
Best Buy Stores LP .00	Electronics	\$29,998,021
Valero Marketing and Supply	Oil & Gas Industry	\$11,746,931
Circulus Holdings, PBLLC	Plastic Recycling	\$8,225,431
Oklahoma Gas & Electric Co.	Electric Utility	\$4,399,006
Preserve Apartments at Ardmore LLC	Housing	\$3,478,148
Best Buy Store LP	Electronics	\$2,917,215
Atlas Roofing Corp.	Roofing Materials	\$2,781,818
Wal Mart Real Estate Business	Real Estate	\$1,958,772
Ardmore Dunhill LLC	Shopping Center	\$1,939,504
Total Net Assessed Valuation of Top Ten Taxpayers:		\$122,202,775
Percentage of School District's Net Assessed Valuation:		48.03%

Source: Carter County Assessor's Office.

Largest Employers

Name of Employer	Type of Business	Approx. Number of Employees
Mercy Hospital Ardmore	Healthcare/Hospital	1,551
Dollar General Distribution	Distribution/General Merchandise	926
Lighthouse Behavioral Wellness Ctrs	Healthcare	400
EJ Ardmore Foundry	Manufacturer/Casting Products	355
Dot Foods	Food Redistribution	327
Best Buy Warehouse	Distribution/Electronics	300
Valero Ardmore Refinery	Energy/Petroleum Products	280
Michelin North America	Manufacture/Tires	200
Noble Research Institute	Plant Biology/Agricultural Science	190
Good Shepherd Community Clinic	Healthcare	105

Source: Ardmore Development Authority. September 2025

www.ardmoredevelopment.com/workforce/

LITIGATION

To the knowledge of the School District, there is no litigation pending seeking to restrain or enjoin the issuance or delivery of the Bonds or questioning or affecting the legality of the Bonds or proceedings and authority under which the Bonds are to be issued. There is no litigation pending which in any manner questions the right of the School District to construct or finance the proposed improvements.

LEGAL MATTERS

All matters incident to the authorization and issuance of the Bonds are subject to the approval of the Attorney General of the State of Oklahoma and to the approval of Bond Counsel selected by the Underwriters. Bond Counsel has not participated in the preparation of the Official Statement. Accordingly, Bond Counsel has no responsibility for the accuracy, sufficiency or completeness of any information furnished in connection with any offer or sale of the Bonds.

CONTINUING DISCLOSURE

The School District has covenanted for the benefit of Bondholders to provide certain financial and operating information for the School District not later than ten months following the end of the fiscal year in which the bonds are issued (as of the date of this document, June 30 is the end of the fiscal year), or later as such information becomes publicly available, and each fiscal year thereafter, and to provide notice of the occurrence of certain events. The specific nature of the financial information and operating data to be provided and the events for which notice must be provided is described in the Continuing Disclosure Certificate (the “Disclosure Certificate”), the form of which is attached hereto as Appendix A. These covenants have been made in order to assist the Underwriters in complying with Rule 15c2-12 promulgated by the Securities and Exchange Commission (“Rule 15c2-12”).

The financial information and event notices will be filed by the School District or its dissemination agent with the Municipal Securities Rulemaking Board (the “MSRB”) through the MSRB’s Electronic Municipal Market Access system (“EMMA”). EMMA is an internet-based, online portal for free investor access to municipal bond information, including offering documents, material event notices, real-time municipal securities trade prices and MSRB education resources, available at www.emma.msrb.org. Nothing contained on EMMA relating to the School District or the Bonds is incorporated by reference in this Official Statement.

A failure by the School District to comply with the Continuing Disclosure Certificate will not constitute an event of default with respect to the Bonds, although any holder will have any available remedy at law or in equity, including seeking specific performance by court order, to cause the School District to comply with its obligations under the Continuing Disclosure Certificate. Any such failure must be reported in accordance with Rule 15c2-12 and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Consequently, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Rule 15c2-12 requires that an issuer or other obligated party disclose in its official statement any instances in the previous five years in which such issuer or obligated party failed to comply, in all material respects, with any previous undertakings in a written contract or agreement specified in paragraph (b)(5) or (d)(2) of the Rule. In connection with one or more of the School District’s previous bond issues or bond issues of an authority issued on behalf of the School District, the School District entered into individual continuing disclosure undertakings (“Undertakings”) in written agreements specified in paragraph (b)(5)(i) or (d)(2) of the Rule. In connection with the Carter County Public Facilities Authority’s Educational Facilities Lease Revenue Bonds (Ardmore City Schools Project), Series 2013 (the “Series 2013 Bonds”), the School District failed to timely file audited financial statements for its fiscal year ended June 30, 2022, and failed to timely file notice of such failure.

POTENTIAL IMPACT OF COVID-19

Certain external events, such as pandemics, natural disasters, severe weather, technological emergencies, riots, acts of war or terrorism or other circumstances, could potentially disrupt the operations and effectiveness of municipal governments, such as the School District. One such external event is the global outbreak of COVID-19 (“COVID-19”), a respiratory disease declared in 2020 to be a pandemic (the “Pandemic”) by the World Health Organization and an emergency by federal and state governments. Since the start of the Pandemic, Presidential administrations, Congress, the State, and various federal and State agencies and regulatory bodies have enacted legislation and/or issued orders or directives (collectively, “Governmental Actions”) to alleviate the effects of the Pandemic. Such legislation and/or orders have been extended and/or modified, and others have expired or been rescinded and/or enjoined. While new legislation may be enacted, new orders may be issued, and existing and new orders may be extended, modified, litigated, or allowed to expire, no guarantee can be made with regards to the duration and/or effectiveness of any such legislation or orders.

The Governmental Actions, and other future federal, State, and local measures, may have both adverse and positive effects on the operations, financial condition and bond ratings of the School District. In addition, unemployment in the State, business closures and/or restrictions in the State and stock market fluctuation may have adverse effects, as well. The School District continue to assess the economic and social effects of the Pandemic and its impact on their respective operations, financial condition and bond ratings. At present, the School District has not experienced any materially adverse financial impacts from the Pandemic; however, there could be reductions in property tax receipts and other collections, including the corresponding disbursements thereof, as well as other disruptions for a period of time. The School District cannot predict (i) the duration or extent of the Pandemic or any other outbreak emergency or (ii) whether and to what extent the Pandemic or other outbreak or emergency may disrupt the local or global economy, manufacturing, or supply chain, or whether any such disruption may adversely impact the operations, financial condition and bond ratings of the School District.

TAX MATTERS

Tax Opinions

In the opinion of bond counsel, interest on the Bonds is included in gross income for federal income tax purposes.

In the opinion of bond counsel, interest on the Bonds is exempt from State of Oklahoma income taxation under present law.

Bond Counsel has expressed no opinion regarding other tax consequences arising with respect to the Bonds under the laws of the State or any other state or jurisdiction.

General Matters

The following is a summary of certain anticipated federal income tax consequences of the purchase, ownership and disposition of the Bonds under the Code and the Regulations, and the judicial and administrative rulings and court decisions now in effect, all of which are subject to change or possible differing interpretations. The summary does not purport to address all aspects of federal income taxation that may affect particular investors in light of their individual circumstances, nor certain types of investors subject to special treatment under the federal income tax laws. Potential purchasers of the Bonds should consult their own tax advisors in determining the federal, state or local tax consequences to them of the purchase, holding and disposition of the Bonds.

In general, interest paid on the Bonds, original issue discount, if any, and market discount, if any, will be treated as ordinary income to the owners of the Bonds, and principal payments (excluding the portion of such payments, if any, characterized as original issue discount or accrued market discount) will be treated as a return of capital.

Bond Premium

An investor which acquires a Bond for a cost greater than its remaining stated redemption price at maturity and holds such Bond as a capital asset will be considered to have purchased such Bond at a premium and, subject to prior election permitted by Section 171(c) of the Code, may generally amortize such premium under the constant yield method. Except as may be provided by regulation, amortized premium will be allocated among, and treated as an offset to, interest payments. The basis reduction requirements of Section 1016(a)(5) of the Code apply to amortizable Bond premium that reduces interest payments under Section 171 of the Code. Bond premium is generally amortized over the Bond's term using constant yield principles, based on the purchaser's yield to maturity. Investors of any Bond purchased with a Bond premium should consult their own tax advisors as to the effect of such Bond premium with respect to their own tax situation and as to the treatment of Bond premium for state tax purposes.

Market Discount

An investor that acquires a Bond for a price less than the adjusted issue price of such Bond (or an investor who purchases a Bond in the initial offering at a price less than the issue price) may be subject to the market discount rules of Sections 1276 through 1278 of the Code. Under these sections and the principles applied by the Regulations, "market discount" means (a) in the case of a Bond originally issued at a discount, the amount by which the issue price of such Bond, increased by all accrued original issue discount (as if held since the issue date), exceeds the initial tax basis of the owner therein, less any prior payments that did not constitute payments of qualified stated interest, and (b) in the case of a Bond not originally issued at a discount, the amount by which the stated redemption price of such Bond at maturity exceeds the initial tax basis of the owner therein. Under Section 1276 of the Code, the owner of such a Bond will generally be required (i) to allocate each principal payment to accrued market discount not previously included in income and, upon sale or other disposition of the Bond, to recognize the gain on such sale or disposition as ordinary income to the extent of such cumulative amount of accrued market discount as of the date of sale or other disposition of such a Bond or (ii) to elect to include such market discount in income currently as it accrues on all market discount instruments acquired by such owner on or after the first day of the taxable year to which such election applies.

The Code authorizes the Treasury Department to issue regulations providing for the method for accruing market discount on debt instruments the principal of which is payable in more than one installment. Until such time as regulations are issued by the Treasury Department, certain rules described in the legislative history will apply. Under those rules, market discount will be included in income either (a) on a constant interest basis or (b) in proportion to the accrual of stated interest or, in the case of a Bond with original issue discount, in proportion to the accrual of original issue discount.

An owner of a Bond that acquired such Bond at a market discount also may be required to defer, until the maturity date of such Bond or its earlier disposition in a taxable transaction, the deduction of a portion of the amount of interest that the owner paid or accrued during the taxable year on indebtedness incurred or maintained to purchase or carry such Bond in excess of the aggregate amount of interest (including original issue discount) includable in such owner's gross income for the taxable year with respect to such Bond. The amount of such net interest expense deferred in a taxable year may not exceed the amount of market discount accrued on the Bond for

the days during the taxable year on which the owner held such Bond and, in general, would be deductible when such market discount is includable in income. The amount of any remaining deferred deduction is to be taken into account in the taxable year in which the Bond matures or is disposed of in a taxable transaction. In the case of a disposition in which gain or loss is not recognized in whole or in part, any remaining deferred deduction will be allowed to the extent gain is recognized on the disposition. This deferral rule does not apply if the owner elects to include such market discount in income currently as it accrues on all market discount obligations acquired by such owner in that taxable year or thereafter.

Attention is called to the fact that Treasury regulations implementing the market discount rules have not yet been issued. Therefore, investors should consult their own tax advisors regarding the application of these rules as well as the advisability of making any of the elections with respect thereto.

Sales or Other Dispositions

If an owner of a Bond sells the Bond, such person will recognize gain or loss equal to the difference between the amount realized on such sale and such owner's basis in such Bond. Ordinarily, such gain or loss will be treated as a capital gain or loss. At the present time, the maximum capital gains rate for certain assets held for more than 12 months is 15%. However, if a Bond was, at its initial issuance, sold at a discount, a portion of such gain will be recharacterized as interest and therefore ordinary income. Neither the School District nor Bond Counsel can predict whether the President or Congress will propose legislation effecting the long-term capital gains rate.

If the terms of a Bond were materially modified, in certain circumstances, a new debt obligation would be deemed created and exchanged for the prior obligation in a taxable transaction. Among the modifications that may be treated as material are those that relate to redemption provisions and, in the case of a nonrecourse obligation, those which involve the substitution of collateral. Each potential owner of a Bond should consult its own tax advisor concerning the circumstances in which such Bond would be deemed reissued and the likely effects, if any, of such reissuance.

Defeasance

The legal defeasance of the Bonds may result in a deemed sale or exchange of such Bond under certain circumstances. Owners of such Bonds should consult their tax advisors as to the federal income tax consequences of such a defeasance.

Backup Withholding

An owner of a Bond may be subject to backup withholding at the applicable rate determined by statute with respect to interest paid with respect to the Bonds, if such owner, upon issuance of the Bonds, fails to provide to any person required to collect such information pursuant to Section 6049 of the Code with such owner's taxpayer identification number, furnishes an incorrect taxpayer identification number, fails to report interest, dividends or other "reportable payments" (as defined in the Code) properly, or, under certain circumstances, fails to provide such persons with a certified statement, under penalty of perjury, that such owner is not subject to backup withholding.

Foreign Investors

An owner of a Bond that is not a "United States person" (as defined below) and is not subject to federal income tax as a result of any direct or indirect connection to the United States of

America in addition to its ownership of a Bond will generally not be subject to United States income or withholding tax in respect of a payment on a Bond, provided that the owner complies to the extent necessary with certain identification requirements (including delivery of a statement, signed by the owner under penalties of perjury, certifying that such owner is not a United States person and providing the name and address of such owner). For this purpose the term “United States person” means a citizen or resident of the United States of America, a corporation, partnership or other entity created or organized in or under the laws of the United States of America or any political subdivision thereof, or an estate or trust whose income from sources within the United States of America is includable in gross income for United States of America income tax purposes regardless of its connection with the conduct of a trade or business within the United States of America.

Except as explained in the preceding paragraph and subject to the provisions of any applicable tax treaty, a 30% United States withholding tax will apply to interest paid and original issue discount accruing on Bonds owned by foreign investors. In those instances in which payments of interest on the Bonds continue to be subject to withholding, special rules apply with respect to the withholding of tax on payments of interest on, or the sale or exchange of Bonds having original issue discount and held by foreign investors. Potential investors that are foreign persons should consult their own tax advisors regarding the specific tax consequences to them of owning a Bond.

Tax-Exempt Investors

In general, an entity that is exempt from federal income tax under the provisions of Section 501 of the Code is subject to tax on its unrelated business taxable income. An unrelated trade or business is any trade or business that is not substantially related to the purpose that forms the basis for such entity’s exemption. However, under the provisions of Section 512 of the Code, interest may be excluded from the calculation of unrelated business taxable income unless the obligation that gave rise to such interest is subject to acquisition indebtedness. Therefore, except to the extent any owner of a Bond incurs acquisition indebtedness with respect to such Bond, interest paid or accrued with respect to such owner may be excluded by such tax-exempt owner from the calculation of unrelated business taxable income. Each potential tax-exempt holder of a Bond is urged to consult its own tax advisor regarding the application of these provisions.

ERISA Considerations

The Employee Retirement Income Security Act of 1974, as amended (“ERISA”), imposes certain requirements on “employee benefit plans” (as defined in Section 3(3) of ERISA) subject to ERISA, including entities such as collective investment funds and separate accounts whose underlying assets include the assets of such plans (collectively, “ERISA Plans”) and on those persons who are fiduciaries with respect to ERISA Plans. Investments by ERISA Plans are subject to ERISA’s general fiduciary requirements, including the requirement of investment prudence and diversification and the requirement that an ERISA Plan’s investments be made in accordance with the documents governing the ERISA Plan. The prudence of any investment by an ERISA Plan in the Bonds must be determined by the responsible fiduciary of the ERISA Plan by taking into account the ERISA Plan’s particular circumstances and all of the facts and circumstances of the investment. Government and non-electing church plans are generally not subject to ERISA. However, such plans may be subject to similar or other restrictions under state or local law.

In addition, ERISA and the Code generally prohibit certain transactions between an ERISA Plan or a qualified employee benefit plan under the Code and persons who, with respect to that plan, are fiduciaries or other “parties in interest” within the meaning of ERISA or “disqualified persons” within the meaning of the Code. In the absence of an applicable statutory, class or administrative exemption, transactions between an ERISA Plan and a party in interest with respect

to an ERISA Plan, including the acquisition by one from the other of the Bonds could be viewed as violating those prohibitions. In addition, Section 4975 of the Code prohibits transactions between certain tax-favored vehicles such as Individual Retirement Accounts and disqualified persons. Section 503 of the Code includes similar restrictions with respect to governmental and church plans. In this regard, the Authority or any dealer of the Bonds might be considered or might become a “party in interest” within the meaning of ERISA or a “disqualified person” within the meaning of the Code, with respect to an ERISA Plan or a plan or arrangement subject to Sections 4975 or 503 of the Code. Prohibited transactions within the meaning of ERISA and the Code may arise if the Bonds are acquired by such plans or arrangements with respect to which the Authority or any dealer is a party in interest or disqualified person.

In all events, fiduciaries of ERISA Plans and plans or arrangements subject to the above sections of the Code, in consultation with their advisors, should carefully consider the impact of ERISA and the Code on an investment in the Bonds. The sale of the Bonds to a plan is in no respect a representation by the School District that such an investment meets the relevant legal requirements with respect to benefit plans generally or any particular plan. Any plan proposing to invest in the Bonds should consult with its counsel to confirm that such investment is permitted under the plan documents and will not result in a non-exempt prohibited transaction and will satisfy the other requirements of ERISA, the Code and other applicable law.

Health Care and Education Reconciliation Act of 2010

Pursuant to Section 1411 of the Code, as enacted by the Health Care and Education Reconciliation Act of 2010, an additional tax is imposed on individuals beginning January 1, 2013. The additional tax is 3.8% of the lesser of (i) net investment income (defined as gross income from interest, dividends, net gain from disposition of property not used in a trade or business, and certain other listed items of gross income), or (ii) the excess of “modified adjusted gross income” of the individual over \$200,000 for unmarried individuals (\$250,000 for married couples filing a joint return and a surviving spouse). Holders of the Bonds should consult with their tax advisor concerning this additional tax as it may apply to interest earned on the Bonds as well as gain on the sale of a Bond.

Changes in Federal and State Tax Law

From time to time, there are legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to above or adversely affect the market value of the Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to indebtedness issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds or the market value thereof would be impacted thereby. Purchasers of the Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based on existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Bonds, and Bond Counsel expresses no opinion as of any date subsequent thereto or with respect to any pending legislation, regulatory initiatives or litigation.

RATINGS

The School District is currently rated “Oklahoma #1” by The Municipal Rating Committee of Oklahoma, Inc. Neither the School District nor the Financial Advisor has obtained, nor do they plan to obtain, a rating of the Bonds from any other rating agency.

FINANCIAL STATEMENTS

The financial statements of the School District for the fiscal year ended June 30, 2024, which were examined by Mary E. Johnson & Associates, PLLC, Certified Public Accountants, Ardmore, Oklahoma, appear in this Official Statement as Exhibit A.

UNDERWRITING

The Bonds have been sold at public sale by the School District to the Underwriters, and the Underwriters have jointly and severally agreed, subject to certain conditions, to purchase all of the Bonds at a price equal to \$ _____. The successful proposal for the Bonds was submitted by _____, as representative of the Underwriters.

While the Underwriters expect, insofar as possible, to maintain a secondary market for the Bonds, no assurance can be given concerning the future maintenance of such a market by the Underwriters or others, and prospective purchasers of the Bonds should therefore be prepared to hold their Bonds to their maturity.

The Underwriters are not acting as a financial advisor to the School District in connection with the offer and sale of the Bonds.

CONCLUDING STATEMENT

To the extent that any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated to be such, they are made as such and not as representations of fact or certainty and no representation is made that any of these statements have been or will be realized. Information in this Official Statement has been derived by the School District from official and other sources and is believed by the School District to be accurate and reliable. Information other than that obtained from official records of the School District has not been independently confirmed or verified by the School District and its accuracy is not guaranteed.

Neither this Official Statement nor any statement that may have been made orally or in writing in connection herewith is to be construed as or as a part of a contract with the original purchasers or subsequent owners of the Bonds.

Independent School District No. 19,
Carter County, Oklahoma

/s/ Harry Spring
President, Board of Education

ATTEST:

/s/ Lori Capshaw
Clerk, Board of Education

Appendix A – Continuing Disclosure Certificate

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Disclosure Certificate”) is executed and delivered by Independent School District No. 19 of Carter County, Oklahoma (the “Issuer”) in connection with the issuance of \$4,110,000 General Obligation Building Bonds of 2026 (the “Bonds”). The Bonds are being issued pursuant to a Resolution dated the 22nd day of January, 2026. The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Bondholders, including beneficial owners, and in order to assist the Participating Underwriters in complying with paragraph (d)(2) of SEC Rule 15c2-12.

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Annual Report” shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

“Audited Financial Statements” shall mean the Issuer’s annual financial statements, prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Oklahoma, which financial statements shall have been audited by such auditor as shall be then required or permitted by the laws of the State. Revenues are recorded as received in cash, except for revenues susceptible to accrual and material revenues that are not received at the normal time of receipt. Expenditures are recorded in the accounting period in which the fund liability is incurred and encumbered.

“Dissemination Agent” shall mean the Issuer, or any successor Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

“EMMA” shall mean the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access system.

“Financial Obligation” shall mean a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

“Listed Events” shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

“Material” with respect to information, means information as to which a substantial likelihood exists that a reasonably prudent investor would attach importance thereto in deciding to buy or sell a Bond or, if not disclosed, would significantly alter the total information otherwise available to an investor from the offering document related to the Bonds, information disclosed hereunder, or information generally available to the public. Notwithstanding the foregoing, “Material” information includes information that would be deemed “material” for purposes of the purchase or sale of a Bond within the meaning of applicable federal securities laws, as interpreted at the time of discovery of the information.

“**MSRB**” means the Municipal Securities Rulemaking Board or any other entity designated or authorized by the Commission to receive reports pursuant to the Rule. Until otherwise designated by the MSRB or the Commission, filings with the MSRB are to be made through the EMMA website of the MSRB, currently located at <http://emma.msrb.org>.

“**Participating Underwriter**” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

“**Prescribed Form**” means, with regard to the filing of Annual Financial Information, Audited Financial Statements and notices of Listed Events with the MSRB at www.emma.msrb.org (or such other address or addresses as the MSRB may from time to time specify), such electronic format, accompanied by such identifying information, as shall have been prescribed by the MSRB and which shall be in effect on the date of filing of such information.

“**Rule**” shall mean Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“**State**” shall mean the State of Oklahoma.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than ten months following the end of the fiscal year in which the bonds are issued (as of the date of this Disclosure Certificate, June 30 is the end of the fiscal year), or later as such information becomes publicly available, and each fiscal year thereafter, provide annually to the MSRB an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. If the Issuer has retained a separate Dissemination Agent, then not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate.

(b) If the Issuer is unable to provide to the MSRB an Annual Report by the date required in the first sentence of subsection (a), the Issuer shall send, in a timely manner, a notice to the MSRB in substantially the form attached as Exhibit A.

(c) If other than the Issuer, the Dissemination Agent shall file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Certificate.

SECTION 4. Content of Annual Reports. The Issuer’s Annual Report shall contain or incorporate by reference certain financial information and operating data relating to the Issuer of the type included in Appendix B of the final official statement with respect to the Bonds attached hereto as Exhibit B, but only to the extent such information is customarily prepared by the Issuer annually and is made publicly available, and the Issuer’s Audited Financial Statements, when and if available, or its Unaudited Financial Statements. If the Audited Financial Statements are not available by the time the Annual Report must be provided, Unaudited Financial Statements will be provided and Audited Financial Statements will be provided, when and if available, to the MSRB.

The Issuer is required to deliver such information in Prescribed Form and by such time so that such entities receive the information by the dates specified.

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which have been submitted to each of the MSRB or the Securities and Exchange Commission. If the document incorporated by reference is a final official statement, it must be available from the Municipal Securities Rulemaking Board. The Issuer shall clearly identify each such other document so incorporated by reference.

If any part of the Annual Report can no longer be generated because the operations to which it is related have been materially changed or discontinued, the Issuer will disseminate a statement to such effect as part of its Annual Report for the year in which such event first occurs.

If any amendment is made to this Disclosure Certificate, the Annual Report for the year in which such amendment is made (or in any notice or supplement provided to the MSRB) shall contain a narrative description of the reasons for such amendment and its impact on the type of information being provided.

SECTION 5. Reporting of Listed Events.

(a) Upon the occurrence of any of the following Listed Events, the Issuer (or the Dissemination Agent on behalf of the Issuer) shall give notice of the occurrence of such event to the MSRB in accordance with this Section 5:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults, if Material;
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB), or other material notices of determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
7. Modification to rights of Bondholders, if Material;
8. Bond calls, if Material, and tender offers;
9. Defeasances;
10. Release, substitution, or sale of property securing repayment of the Bonds, if Material;
11. Rating changes;
12. Bankruptcy, insolvency, receivership or similar event of the Issuer;
13. The consummation of a merger, consolidation, or acquisition involving the Issuer, or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such

an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if Material;

14. Appointment of a successor or additional Trustee/Paying Agent or the change of name of a Trustee/Paying Agent, if Material;
15. Incurrence of a financial obligation of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and
16. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the obligated person, any of which reflect financial difficulties.

(b) Whenever the Issuer obtains knowledge of the occurrence of a Listed Event, the Issuer shall file a notice of the occurrence of a Listed Event in Prescribed Form with the MSRB within 10 business days of the occurrence of the applicable event. Notwithstanding the foregoing: notice of the occurrence of any Listed Event described in (a)(8) above need not be given under this Section 5 any earlier than when notice (if any) of the underlying event is given to the registered owners of the affected Bonds pursuant to the resolution authorizing the issuance of the Bonds; and notice of any scheduled sinking fund redemption in accordance with the schedule set forth in such resolution or the Official Statement need not be given under this Disclosure Certificate.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligation under this Disclosure Certificate shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 7. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be the Issuer.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of the Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if such amendment or waiver is supported by an opinion of counsel expert in federal securities laws, to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any bondholder, including beneficial owners, may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court

order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the Issuer agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorney's fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Duty To Update EMMA/MSRB. The Issuer shall determine, in the manner it deems appropriate, whether there has occurred a change in the MSRB's e-mail address or filing procedures and requirements under EMMA each time it is required to file information with the MSRB.

SECTION 13. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and Bondholders, including beneficial owners, from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 14. Assignment. The Issuer shall not transfer its obligations under this Disclosure Certificate unless the transferee agrees to assume all obligations of the Issuer hereunder or to execute a continuing disclosure undertaking under the Rule.

SECTION 15. Recordkeeping. The Issuer shall maintain records of all Annual Report filings and Listed Events filings, including the content of such disclosure, the names of the entities with whom such disclosure was filed and the date of filing such disclosure.

SECTION 16. Issuer Contact. The Issuer designates as the person from whom its Annual Report and Listed Events disclosure can be obtained: Superintendent of Schools, Ardmore City Public Schools, P. O. Box 1709, Ardmore, Oklahoma 73402 (580) 226-7650.

Dated this 12th day of March, 2026.

**Independent School District No. 19 of Carter
County, Oklahoma**

By: _____
President, Board of Education

EXHIBIT A

NOTICE OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer: Independent School District No. 19 of Carter County, Oklahoma

Name of Bond Issue: \$4,110,000 General Obligation Building Bonds of 2026

Date of Issuance: _____

NOTICE IS HEREBY GIVEN that the Issuer has not provided an Annual Report with respect to the above-named Bonds as required by Section 3 of the Continuing Disclosure Certificate dated the 22nd day of January, 2026. The Issuer anticipates that the Annual Report will be filed by

_____.

Dated: _____

**Independent School District No. 19 of Carter
County, Oklahoma**

By: _____
President, Board of Education

APPENDIX B

FINANCIAL INFORMATION AND OPERATING DATA

Composition and Growth of the Net Assessed Valuation

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2025-26 is as follows:

Property	Carter County	Percentage
Real	\$150,337,412	59.09%
Personal	\$93,459,451	36.74%
Public Service	\$10,608,105	4.17%
TOTAL	\$254,404,968	100.00%

The growth of the Net Assessed Valuation of the School District for the past ten years has been as follows:

Fiscal Year	Amount	Fiscal Year	Amount
2025-2026	\$254,404,968	2020-2021	\$188,589,695
2024-2025	\$252,054,388	2019-2020	\$180,749,411
2023-2024	\$250,792,443	2018-2019	\$160,655,106
2022-2023	\$238,427,094	2017-2018	\$153,441,022
2021-2022	\$189,365,478	2016-2017	\$152,149,106

During this period, the Net Assessed Valuation of the School District increased \$102,255,862 or 67.21%.

General Obligation Bonded Debt Outstanding

Date of Issuance	Original Principal Amount	Remaining Maturities	Maturity Dates	Total Outstanding
6-1-23	\$6,225,000	\$3,115,000	6-1-26	\$3,115,000
1-1-24	\$3,930,000	\$3,260,000	1-1-27	\$3,260,000
1-1-25	\$2,035,000	\$515,000 \$1,520,000	1-1-27 1-1-28	\$2,035,000
3-1-26	\$4,110,000	\$4,110,000	3-1-28	\$4,110,000
TOTAL				\$12,520,000

Annual Debt Service Requirements of General Obligation Bonded Debt Outstanding

Fiscal Year	Existing Bonds		Building Bonds*		Total New Debt Service Requirement
	Principal	Interest	Principal	Interest	
2025-2026	\$3,115,000.00	\$189,377.50			\$3,304,377.50
2026-2027	\$3,775,000.00	\$379,145.00			\$4,154,145.00
2027-2028	\$1,520,000.00	\$72,200.00	\$4,110,000.00	\$390,450.00	\$6,092,650.00
TOTAL	\$8,410,000.00	\$640,722.50	\$4,110,000.00	\$390,450.00	\$13,551,172.50

* The average annual interest rate on the Bonds is assumed to be 4.75%.

Net Direct, Overlapping and Underlying General Obligation Bonded Indebtedness (as of June 30, 2025)

Municipality	Net Indebtedness	Amount Applying to the School Dist.	Ratio to Assessed Value of the School Dist.	Per Capita Debt
Ardmore City School District	\$10,920,581	\$10,920,581	4.29%	\$866.71
City of Ardmore	\$97,638	\$55,232	0.02%	\$4.38
Carter County	\$527,924	\$186,027	0.07%	\$14.76
TOTAL	\$11,546,143	\$11,161,840	4.38%	\$885.85

Sinking Fund Tax Collections

Fiscal Year	Net Levy	Gross Levy	Current Collections	Total Collections
2025-2026	\$5,922,649	\$6,218,782	In process of collection	
2024-2025	\$5,830,210	\$6,121,720	\$5,851,046	\$6,025,107
2023-2024	\$5,540,924	\$5,817,970	\$5,686,744	\$5,858,711
2022-2023	\$4,561,750	\$4,789,837	\$4,513,616	\$4,741,516
2021-2022	\$4,549,103	\$4,776,558	\$4,657,510	\$4,773,692
2020-2021	\$4,259,108	\$4,472,064	\$4,351,307	\$4,502,343

Percentage of Taxes Collected

The ratio of Current and Total Sinking Fund Tax Collections to the Net Sinking Fund Levy (the levy prior to addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collections to Net Levy	Ratio of Total Tax Receipts to Net Levy
2024-2025	100.36%	103.34%
2023-2024	102.63%	105.74%
2022-2023	98.94%	103.94%
2021-2022	102.38%	104.94%
2020-2021	102.16%	105.71%

The ratio of Current and Total Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Current Tax Collections to Gross Levy	Ratio of Total Tax Receipts to Gross Levy
2024-2025	95.58%	98.42%
2023-2024	97.74%	100.70%
2022-2023	94.23%	98.99%
2021-2022	97.51%	99.94%
2020-2021	97.30%	100.68%

Trend of Tax Rates of Major Taxing Units*

Fiscal Year	Ardmore City Sch. Dist	City of Ardmore	Carter County	Technology Center	Total Levy
2016-2017	59.18	0.62	18.57	14.82	93.19
2017-2018	58.04	0.00	18.57	14.82	91.43
2018-2019	65.28	0.05	18.57	14.82	98.72
2019-2020	63.51	0.19	18.57	14.82	97.09
2020-2021	64.66	0.17	18.57	14.82	98.22
2021-2022	66.17	0.18	19.72	14.82	100.89
2022-2023	61.04	0.30	19.44	14.82	95.60
2023-2024	64.15	0.25	19.60	14.82	98.82
2024-2025	65.24	0.28	19.47	14.82	99.81
2025-2026	65.39	0.21	19.41	14.82	99.83

* Expressed in dollars per \$1,000 of net assessed valuation.

School District General Fund Revenues and Expenditures

Fiscal Year Ending 6-30	Beginning General Fund Balance	Total Revenue	Total Expenditures	Adjustments to Prior Year Encumbrances	Total Other Financing Sources (Uses)	Ending General Fund Balance
2021	\$418,070	\$24,767,106	\$23,513,340	\$19,402	(\$100,356)	\$1,590,882
2022	\$1,590,882	\$28,244,511	\$24,891,878	\$19,022	(\$162,003)	\$4,800,534
2023	\$4,800,534	\$26,833,933	\$24,517,093	\$20,679	(\$503,631)	\$6,634,422
2024	\$6,634,422	\$28,673,115	\$29,286,906	\$19,366	(\$631,074)	\$5,408,922
2025 *	\$5,408,922	\$30,237,976	\$30,402,816	\$7,000	\$0	\$5,251,082

* Unaudited figures.

Detail of School District General Fund Revenues

Fiscal Year Ending 6-30	Local Sources	County Sources	State Sources	Federal Sources	Total Revenues
2020	\$6,893,312	\$702,110	\$12,713,812	\$2,905,093	\$23,214,327
2021	\$7,365,170	\$795,393	\$10,775,563	\$5,830,980	\$24,767,106
2022	\$7,553,863	\$795,608	\$13,034,141	\$6,860,899	\$28,244,511
2023	\$9,931,203	\$977,782	\$11,591,226	\$4,333,722	\$26,833,933
2024	\$10,238,023	\$855,361	\$12,004,780	\$5,574,951	\$28,673,115
2025 *	\$10,649,781	\$931,256	\$13,158,684	\$5,498,255	\$30,237,976

* Unaudited figures.

Student Enrollment Trend

School Year	Total Enrollment	Percentage Change
2016-2017	2,898	
2017-2018	2,802	-3.31%
2018-2019	2,810	0.27%
2019-2020	2,839	1.03%
2020-2021	2,612	-8.00%
2021-2022	2,612	0.00%
2022-2023	2,604	-0.31%
2023-2024	2,620	0.61%
2024-2025	2,501	-4.54%
2025-2026	2,520	0.76%

Student Enrollment Projection

School Year	Total Enrollment	Percentage Change
2026-2027	2,550	1.19%
2027-2028	2,560	0.39%
2028-2029	2,570	0.39%
2029-2030	2,585	0.58%
2030-2031	2,600	0.58%

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	August 2025	July 2025	August 2024
United States	4.5%	4.6%	4.4%
State of Oklahoma	3.4%	3.2%	3.4%
Carter County	4.6%	4.2%	4.2%

Source: United States Department of Labor Bureau of Labor Statistics.

Sales Tax Collections - City of Ardmore

Fiscal Year Ending June 30	Sales Tax Collections
2016	\$21,461,732
2017	\$21,007,350
2018	\$22,080,083
2019	\$23,175,547
2020	\$22,728,898
2021	\$25,313,444
2022	\$28,176,610
2023	\$29,661,238
2024	\$29,480,526
2025	\$29,934,957

Source: Oklahoma Tax Commission.

Retail Sales - City of Ardmore

Fiscal Year Ending June 30	Retail Sales
2016	\$572,312,861
2017	\$560,195,996
2018	\$588,802,214
2019	\$618,014,582
2020	\$606,103,952
2021	\$675,025,160
2022	\$751,376,279
2023	\$790,966,356
2024	\$786,147,354
2025	\$798,265,513

Source: Oklahoma Tax Commission.

Largest Taxpayers

Name of Taxpayer	Type of Business	Net Assessed Valuation
Valero Refining Company	Oil & Gas Industry	\$54,757,929
Best Buy Stores LP .00	Electronics	\$29,998,021
Valero Marketing and Supply	Oil & Gas Industry	\$11,746,931
Circulus Holdings, PBLLC	Plastic Recycling	\$8,225,431
Oklahoma Gas & Electric Co.	Electric Utility	\$4,399,006
Preserve Apartments at Ardmore LLC	Housing	\$3,478,148
Best Buy Store LP	Electronics	\$2,917,215
Atlas Roofing Corp.	Roofing Materials	\$2,781,818
Wal Mart Real Estate Business	Real Estate	\$1,958,772
Ardmore Dunhill LLC	Shopping Center	\$1,939,504
Total Net Assessed Valuation of Top Ten Taxpayers:		\$122,202,775
Percentage of School District's Net Assessed Valuation:		48.03%

Source: Carter County Assessor's Office.

Exhibit A

ARDMORE SCHOOL DISTRICT I-19
Carter County, Oklahoma
Financial Statements
Year-End June 30, 2024

Ardmore School District I-19
Carter County, Oklahoma
School District Officials
June 30, 2024

Board of Education

President	James Foreman, Jr.
Vice-President	Harry Spring
Clerk	Lori Capshaw
Member	Carey Baldwin
Member	Steve Oliver

Superintendent of Schools

Jill Day

School District Treasurer

Kelly Shannon

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Ardmore School District No. I-19, Carter County, Oklahoma
Ardmore, Oklahoma

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information Ardmore School District No. I-19, Carter County, Oklahoma, as of and for June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, the governmental activities, each major fund, and the aggregate remaining fund information of Ardmore School District I-19, Carter County, as of June 30, 2024, and the revenues it collected and expenditures it paid and budgetary results for the year then ended, in accordance with the financial reporting provisions of Oklahoma State Department of Education as 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 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 Ardmore School District I-19, Carter County, as of June 30, 2024,, or changes in net position, or cash flows thereof 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School 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, the financial statements are prepared by the Ardmore School District I-19, on the basis of the financial reporting provisions of Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of Oklahoma State Department of Education. 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 Oklahoma State Department of Education. 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 Ardmore School District I-19'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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Ardmore School District I-19'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 Ardmore School District I-19'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 School District's financial statements as a whole. The budgetary comparison schedules, combining nonmajor fund financial statements, statement of changes in activity fund subaccounts and other information listed in the table of contents are presented for additional analysis and are not a required part of the financial statements. The accompanying 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 purpose of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the report. The other information comprises the management discussion and analysis, statement of statutory fidelity and honesty bonds and schedule of accountant's professional liability insurance but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 22, 2025, on our consideration of Ardmore School District I-19 Carter County, Oklahoma's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contract 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 Ardmore School District I-

19 Carter County, Oklahoma's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering Ardmore School District I-19 Carter County, Oklahoma's internal control over financial reporting and compliance.

Mary E Johnson & Associates PLLC

Norman, Oklahoma

March 22, 2025

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

As management of the Ardmore School District No. I-19, Carter County, Oklahoma (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here. The basic financial statements include government-wide financial statements and fund financial statements. For a further understanding of the difference between these financial statements, a detailed discussion is provided on page 21.

Financial Highlights

With respect to the government-wide financial statements:

The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$56,330,464 (*net position*), which is an increase of \$3,422,099 from the prior year. Of the amount at June 30, 2024, \$5,408,922 (*unrestricted net position*) may be used to meet the entity's ongoing obligations to citizens and creditors.

With respect to the fund financial statements:

As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$24,886,976, a decrease of \$6,151,077 from the prior year.

Other highlights:

On September 1, 2013, the Board of Education entered into ground lease and sublease agreements with the Carter County Public Facilities Authority (CCPFA), a public trust, for the purpose of facilitating the issuance of the bonds, to provide security for payment of the bonds, and to enable the District to utilize the bond proceeds for the construction and placement of improvements on real property. On June 8, 2023, the District received \$6,225,000 proceeds of General Obligation Bonds for the purpose of fulfilling the lease obligation early. In August 2023, the District paid off the 2013 CCPFA lease obligation early, thereby saving the District approximately \$500,000 in interest expense.

On August 1, 2018, the Board of Education entered into ground lease and sublease agreements with the Carter County Public Facilities Authority (CCPFA), a public trust, for the purpose of facilitating the issuance of the bonds, to provide security for payment of the bonds, and to enable the District to utilize the bond proceeds for the construction and placement of improvements on real property. The lease agreements will remain in effect to June 30, 2034. In conjunction with these lease agreements, the District will issue general obligation bonds to repay the lease. On October 17, 2023, the Board of Education approved the sale of \$3,930,000 General Obligation Combined Purpose Bonds; the proceeds were received by the District on January 1, 2024. The purpose of these bonds was to provide \$3,390,000 proceeds for the 2018 CCPFA lease payment.

In June 2018, a local charitable foundation granted the District \$4,000,000 to help construct the Performing Arts Center. The grant will be distributed in annual payments of \$500,000 from 2018 through 2025. As of June 30, 2024, the District had received the full \$4,000,000 of this grant commitment.

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Capital improvement projects completed during the fiscal year ended June 30, 2024, include the completion of the ACS Jerome Westheimer Performing Arts Center, Take II Camera System, TPO Roof for Charles Evans, and the Business office remodeling project in the administration Building.

On June 28, 2022, the taxpayers of Carter County approved to extend the \$.25 county sales tax collection through March 31, 2028. These sales tax collections are used to provide revenues for technology equipment and instructional and classroom materials for all common school districts located within Carter County.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the entity's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* include the statement of net position – regulatory basis and the statement of activities – regulatory basis and are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The *statement of net position – regulatory basis* presents information on all of the District's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *statement of activities – regulatory basis* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported using the regulatory basis of accounting whereby revenues represent cash receipts collected by June 30th and expenditures represent cash disbursements modified by encumbrances, investments, inventories, capital assets, depreciation, and long-term debt.

The governmental activities of the District include instruction, supporting services, non-instruction services, capital outlay, and other outlays. These functions are principally supported by State of Oklahoma appropriations, grants and fees.

The government-wide financial statements can be found on pages 17-18 of this report.

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Overview of the Financial Statements (Continued)

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District only has governmental funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on cash collections and encumbrances, as well as balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet – regulatory basis and the governmental fund statement of revenues, expenditures, and changes in fund balances – regulatory basis provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The District maintains sixteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Building Fund, Sinking Fund, CCPFA 2018 Bond Fund and Bond Fund #37 which are considered to be major funds. Data from the other eleven governmental funds are combined into an aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The District adopts an annual appropriated budget for its general fund, building fund, child nutrition fund, coop fund, and sinking fund. A budgetary comparison statement has been provided for the general fund and all applicable major funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 19-20 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-37 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *other information* concerning the District's budget to actual schedules on major governmental funds, combining and individual fund statements and schedules. Other information can be found on pages 39-48 of this report.

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$56,330,464 at the close of the most recent fiscal year, as shown below.

The District's Net Position

	Governmental Activities	
	June 30, 2024	June 30, 2023
ASSETS		
Cash and Cash Equivalents	\$ 27,057,735	\$ 33,222,541
Restricted Cash	50,353	61,821
Investments	37,666	37,666
Capital Assets:		
Land and Construction in Progress	846,296	29,354,323
Other Capital Assets, Net of Depreciation	72,997,192	43,430,988
Total Assets	\$ 100,989,242	\$ 106,107,339
LIABILITIES AND EQUITY		
Current Liabilities		
Warrants Payable	\$ 2,165,187	\$ 1,231,091
Reserve for Encumbrances	93,591	1,052,883
Long-Term Liabilities		
Due within one year	6,810,000	6,685,000
Due in more than one year	35,590,000	44,230,000
Total Liabilities	\$ 44,658,778	\$ 53,198,974
Net Position		
Invested in Capital Assets	36,567,798	33,331,178
Restricted	14,353,743	12,942,765
Unrestricted	5,408,923	6,634,422
Total Net Position	\$ 56,330,464	\$ 52,908,365

Restricted Cash of \$50,353 consists of unused cash from the advanced lease revenue bonds from the Carter County Public Facilities Authority (CCPFA) 2018 lease.

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Government-wide Financial Analysis (Continued)

Construction in Progress of \$403,646 includes the following site improvement projects:

Performing Arts Center Security Camera & Door FOB Systems	220,184
Security Camera System - Noble Stadium	19,233
Water Mitigation Project - Charles Evans	79,764
New Superintendent Office Remodel - Administration Building	<u>84,466</u>
	<u><u>\$ 403,646</u></u>

Long-Term Liabilities include \$15,965,000 of general obligation bonds and \$26,435,000 of advanced lease revenue bonds from the Carter County Public Facilities Authority (CCPFA) 2018 leases. These liabilities were incurred for the purpose of constructing, equipping, repairing and remodeling school buildings, acquiring school furniture, fixtures and equipment, acquiring and improving school sites, and purchasing school buses. These financing arrangements are described in Notes V and X of the footnotes.

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Government-wide Financial Analysis (Continued)

Governmental activities. Governmental activities increased the District's net position by \$3,422,099. Key elements of this increase are shown below.

The District's Changes in Net Position

	Governmental Activities	
	Year Ended	
	June 30, 2024	June 30, 2023
Primary Government		
Program Revenues:		
Charges for Services	\$ 1,388,564	\$ 1,526,207
Operating Grants and Contributions	9,560,824	9,455,351
Capital Grants and Contributions	1,288,122	1,006,394
Total Program Revenues	<u>\$ 12,237,510</u>	<u>\$ 11,987,952</u>
General Revenues:		
Taxes:		
Property Taxes, levied for general purposes	\$ 9,070,740	\$ 8,384,090
Property Taxes, levied for building purposes	1,296,182	1,198,061
Property Taxes, levied for sinking fund purposes	5,858,712	4,741,516
General Taxes	3,073,704	3,889,541
Investment Earnings	1,259,120	890,332
State Aid - Noncategorical	9,189,595	7,938,084
Gain or (Loss) on Disposal of Assets	13,022	18,946
Miscellaneous	427,158	390,545
Total General Revenues	<u>\$ 30,188,233</u>	<u>\$ 27,451,115</u>
Total Revenues	<u>\$ 42,425,743</u>	<u>\$ 39,439,067</u>
Governmental Activities		
Expenses:		
Instruction	14,743,773	13,484,401
Support Services	19,188,004	15,112,052
Operation of Noninstructional Services	2,856,890	2,501,390
Facilities Acquisition & Construction Services	1,543	2,321
Scholarships, Awards, & Other	7,850	11,050
Interest on Long-Term Debt	2,161,639	1,689,175
Other Expenses and Refunds	43,944	94,733
Total Expenses	<u>39,003,643</u>	<u>32,895,122</u>
Increase (Decrease) In Net Position	3,422,100	6,543,945
Net Position - Beginning	<u>52,908,364</u>	<u>46,364,420</u>
Net Position, Ending	<u>\$ 56,330,464</u>	<u>\$ 52,908,365</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Government-wide Financial Analysis (Continued)

The District's Charges for Services had a net decrease of \$199,096 during the year ended June 30, 2024, primarily due to decreased revenues and grants from the Okla. Department of Human Services for the HUGS after-school childcare program (\$109,899).

The District's Operating Grants and Contributions had a net increase of \$220,451 during the year ended June 30, 2024. During the fiscal year ended June 30, 2024, the District collected pandemic-related federal grant reimbursements as follows: ESSER III funding of the ARP (American Rescue Plan) Act, \$2,401,645; School Counselor Corps funding of the ARP Act, \$53,618; Supply Chain Assistance funding of the U.S. Department of Agriculture, \$65,184; Oklahoma Paid Student Teacher Stipends and Science of Reading Stipends of the ARP Act, \$6,271; ARP Homeless II grant, \$22,443; and COVID-19 Emergency Connectivity Funding from the Federal Communications Commission carryover from FY23, \$2,417. Pandemic-related federal funding received during year ended June 30, 2024 was \$853,863 less than the prior year. Other decreases occurred due to the timing of federal claim reimbursements, and one-time grants.

Capital Grants & Contributions increased by \$281,728 primarily due to new school vehicles purchased out of ESSER III funding.

Property taxes levied for general purposes and building purposes increased \$686,650 and \$98,121, respectively, during the year ended June 30, 2024, primarily due to a 25% increase in net assessed valuation for 2022. The net assessed valuation increased approximately \$30 million in 2022 due to the dissolution of TIF District # 2 when the TIF's debt was paid in full; therefore, the TIF valuation was added back to the District's valuation. Additionally, there were increased home sales with higher values and removal of valuation caps resulting in approximately \$19 million increased net assessed valuation.

Property taxes levied for sinking fund purposes increased by \$1,086,130 during the year ended June 30, 2024, due to timing of payments on outstanding bond debt.

General taxes decreased by \$815,837. This was reflected in decrease in county 4-mill taxes (\$80,152), gross production taxes (\$664,290), Motor Vehicle tax (\$27,766) and county mortgage tax (\$42,269) collections.

Investment earnings increased \$368,789 due to supportive interest rates during year ended June 30, 2024.

State Aid – Noncategorical revenues increased \$1,251,511 primarily due to the effects of the following categories in the state aid formula: increase in state aid factors (\$907,329), increase in weighted ADM (\$937,452), increase in ad valorem chargeable (\$188,482), and an increase in other chargeables (\$693,091). There was an increase in flexible benefit allowance of \$173,330 for the year ended June 30, 2024.

ARDMORE SCHOOL DISTRICT NO. 1-19
Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

Instruction expenses increased by \$1,259,371 primarily due to state mandated salary increases and the associated benefits along with step raises and retentive incentive stipends given during year ended June 30, 2024.

Support Services increased \$4,075,951 primarily due increase in all support salaries and associated benefits. Additional increase due to purchases of furniture and equipment for the District's sites, increase in utilities, increase in property insurance premiums, fuel, security cameras, training costs, technology purchases, and depreciation expense.

Operation of Noninstructional Services increased \$355,501 primarily due to increased food costs and cafeteria supplies, increased cafeteria personnel, and repair costs.

Interest on Long-Term Debt of \$2,161,639 includes \$1,426,531 interest on the 2013 and 2018 CCPFA lease revenue bonds and \$735,108 on general obligation bonds.

Other Expenses and Refunds decreased \$50,790 primarily due to the decrease in Private School IDEA Flow-Through expenditures.

Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the District's *governmental funds* is to provide information on cash collections and encumbrances, as well as balances of spendable resources available at the end of the fiscal year. Such information is useful in assessing the District's financing requirements.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$24,886,976, a decrease of \$6,151,077 in comparison with the prior year. This amount includes \$4,650,396, *assigned fund balance*, which is available for next year's general operations of the District.

The general fund is the chief operating fund of the District. At the end of the current fiscal year, total fund balance of the general fund was \$5,408,922, of which \$758,526 was restricted by state statute, donors and external grantors.

General Fund Budgetary Comparisons

The District budgets conservatively. Revenues are budgeted based upon statutorily-limited amounts equaling 90% of the prior year's collections; approved millage rates for ad valorem taxes; and approved allocation amounts from federal, state, and local grantors. Expenditures and carryover are budgeted based upon the legal appropriations approved by the county excise board.

During fiscal year ended June 30, 2024, General Fund property tax revenue was \$932,891 greater than the budgeted amount, reflecting an 11% increase in revenues. This increase is due to a decrease in

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Management's Discussion and Analysis
June 30, 2024
(UNAUDITED)

collections of prior years' taxes (\$45,787) and current year taxes collected above the 10% allowance for delinquent accounts (\$978,678).

Interest revenues increased \$76,318 during the year ended June 30, 2024.

County revenues decreased \$24,642 due to decreased collection of County 4-mill ad valorem taxes.

State revenues decreased \$308,908. Our decreases such as The Gross Production Tax of \$486,854, the State Foundation and Salary Incentive Aid of \$19,009 and other state sources of \$104,066 we partly offset by increases in Motor Vehicle Tax collections of \$81,850, increase in School Land Earnings of \$72,584, and increase in Flexible Benefit Allowance of \$149,357.

Federal revenues decreased \$3,005,443 primarily due to spending out of the CARES Act and ESSER II funding during the year ended June 30, 2024, the carryover of pandemic-related federal grant allocations, and timing of federal claim reimbursements.

Capital Asset and Debt Administration

Capital assets. The District's investment in capital assets for its governmental activities as of June 30, 2024, amounts to \$73,843,488 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, buses, vehicles, machinery and equipment, and construction in progress. The net increase in the District's capital assets for the current fiscal year was \$1,058,177.

The District's Capital Assets
(Net of Depreciation)

	Governmental Activities	
	June 30, 2024	June 30, 2023
Land	\$ 442,650	\$ 442,650
Land Improvements	4,694,039	4,608,835
Buildings	108,320,078	78,089,348
Buses and Vehicles	4,750,972	3,711,363
Machinery and Equipment	6,076,072	5,480,002
Construction in Progress	403,646	28,911,673
	<hr/>	<hr/>
Total Capital Assets	124,687,457	121,243,871
Accumulated Depreciation	(50,843,969)	(48,458,560)
	<hr/>	<hr/>
Net Capital Assets	\$ 73,843,488	\$ 72,785,311

Additional information on the District's capital assets can be found in Note IV on page 30 of this report.

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At year-end, the District had \$42,400,000 in long-term liabilities versus \$50,915,000 last year, as shown below:

	Governmental Activities	
	June 30, 2024	June 30, 2023
Capital Leases	\$ 26,435,000	\$ 34,235,000
General Obligation Debt	15,965,000	16,680,000
Total Governmental Activity Long-Term Liabilities	\$ 42,400,000	\$ 50,915,000

Additional information on the District's long-term obligations can be found in Note V to the financial statements.

Other Currently Known Facts, Decisions, or Conditions

On November 16, 2023, the Board of Education approved the sale of \$3,930,000 General Obligation Bonds; the proceeds were received by the District on January 4, 2024. The purpose of these bonds were to provide \$3,930,000 proceeds for the 2018 CCPFA lease payments due on September 1 2024 and September 1, 2025.

On April 18, 2023, the Board of Education approved the sale of \$6,225,000 General Obligation Bonds; the proceeds were received by the District on June 8, 2023. The purpose of these bonds were to provide the proceeds needed to fulfill the 2013 CCPFA lease balance. In August 2023, the District paid off the 2013 CCPFA lease obligation early, thereby saving the District approximately \$500,000 in interest expense.

In December 2023, the District received \$1,200,000 representing the balance of the \$4,000,000 grant commitment by a local charitable foundation to help construct the Performing Arts Center. Additionally, the same local charitable foundation donated \$350,000 in December 2023 to assist in the operational costs of the performing arts center for the year ending June 30, 2023. In March 2024, this local charitable foundation also donated \$300,000 to assist in funding the costs of bringing large plays to the performing arts center.

In November 2022, the District ordered two activity buses to be paid out of local funds; these activity buses were delivered in April 2024. In December 2023, the District ordered 3 buses to be paid out of ESSER III funding. One bus was delivered in October 2024; the two remaining buses have not been delivered as of the date of this report.

Under the American Rescue Plan Act of 2021, the District received an allocation of ESSER III funds in the amount of \$8,667,966 (amended) beginning July 1, 2021. These funds provide additional relief to school districts to help safely reopen and sustain the safe operation of schools and address the impact of the coronavirus pandemic on the nation's students. As of June 30, 2023, the District had \$5,159,779 remaining in ESSER III grant, which may be spent in the subsequent fiscal year. As of

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September 30, 2024 the school district had encumbered but unpaid the amount of \$2,418,210. These funds were paid by December 15, 2024 with the exception of \$356,210 which the district received a liquidation extension due to delays in deliver of two buses.

In July 2023, the District reorganized the elementary schools into grade centers. Charles Evans Elementary serves grades first and second. Lincoln Elementary serves grades third and fourth. Jefferson Elementary serves grades fifth and sixth. Ardmore Middle School now serves only seventh and eighth grades. The purpose of these changes was to at a minimum, consolidated resources by grade level, provide equitable class sizes, improve student behavior, and improve collaboration among teachers.

On March 14, 2024, the Board of Education approved an agreement with the CWA Group, PLLC for the professional architectural design services for Ardmore High School facility assessment and possible bond proposal in 2025.

On November 19, 2024, the Board of Education approved the sale of \$2,035,000 General Obligation Bonds; the proceeds were received by the District on January 1, 2025. The purpose of these bonds are to provide \$2,035,000 proceeds for the 2018 CCPFA lease payments due on January 1, 2027 and January 1, 2028.

On January 23, 2025, the Board of Education approved a resolution to authorize the calling and holding of a special election to be held in the School District to authorize the issuance of general obligation bonds in the total amount of \$144,880,000 for the purpose of building a new Ardmore High School facility. The election will be held on April 1, 2025.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the entity's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Ardmore School District No. I-19, Carter County, Oklahoma District, P.O. Box 1709, Ardmore, Oklahoma 73402.

BASIC FINANCIAL STATEMENTS

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Statement of Net Position – Regulatory Basis
June 30, 2024

	<u>Governmental Activities</u>
ASSETS	
Cash and Cash Investments	\$ 27,057,735
Restricted Cash	50,353
Investments	37,666
Capital Assets:	
Land and Construction in Progress	846,296
Other Capital Assets, net of depreciation	<u>72,997,192</u>
Total Assets	<u><u>\$ 100,989,242</u></u>
LIABILITIES AND NET POSITION	
Current Liabilities	
Warrants Payable	\$ 2,165,187
Reserve for Encumbrances	93,591
Long -term liabilities	
Due within one year	6,810,000
Due in more than one year	<u>35,590,000</u>
Total Liabilities	<u><u>\$ 44,658,778</u></u>
Net Position	
Net Investment in Capital Assets	\$ 36,567,798
Restricted for	
Building Services	4,516,573
Child Nutrition	202,672
Debt Service	5,795,804
Instructional Materials and Technology	1,835,075
Alternative Education	941,882
School Organizations	992,081
Scholarships	
Expendable	18,490
Nonexpendable	51,166
Unrestricted	<u>5,408,923</u>
Total Net Position	<u><u>\$ 56,330,464</u></u>

See Notes to Financial Statements

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Statement of Activities-- Regulatory Basis
For the Year Ended June 30, 2024

		Program Revenues			Net (Expense) Revenue and
		Charges for	Operating	Capital	Changes in Net Position
	Expenses	Services	Grants and Contributions	Grants and Contributions	Primary Government
					Governmental
					Activities
<i>Functions/Programs</i>					
Primary Government					
Governmental Activities					
Instruction	\$ 14,743,773	\$ 474,503	\$ 3,141,427	\$ -	\$ (11,127,843)
Support Services	19,188,004	266,069	4,751,342	408,374	(13,762,219)
Operation of Noninstructional Services	2,856,890	576,843	1,622,832	-	(657,215)
Facilities Acquisition and Construction Services	1,543	-	-	879,748	878,205
Scholarships, Awards and Other	7,850	-	3,200	-	(4,650)
Interest on Long-Term Debt	2,161,639	-	-	-	(2,161,639)
Other Expenses and Refunds	43,944	71,149	42,023	-	69,228
Total Governmental Activities	<u>\$ 39,003,643</u>	<u>\$ 1,388,564</u>	<u>\$ 9,560,824</u>	<u>\$ 1,288,122</u>	<u>\$ (26,766,133)</u>
General Revenues					
Taxes					
Property taxes, levied for general purposes					\$ 9,070,740
Property taxes, levied for building purposes					1,296,182
Property taxes, levied for sinking fund purposes					5,858,712
General Taxes					3,073,704
Investment Earnings					1,259,120
State Aid - Noncategorical					9,189,595
Gain or (Loss) on Disposal of Assets					13,022
Miscellaneous					427,158
Total General Revenues					<u>\$ 30,188,233</u>
Change in Net Position					<u>\$ 3,422,100</u>
Net Position - Beginning					52,908,364
Net Position - Ending					<u>\$ 56,330,464</u>

See Notes to Financial Statements

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Balance Sheet – Governmental Funds– Regulatory Basis
June 30, 2024

	General Fund	Building Fund	Sinking Fund	CCPFA 2013 Bond Fund 30	Bond Fund 31	Bond Fund 37	Other Governmental Funds	Total
Assets								
Cash and Cash Investments	\$ 7,158,648	\$ 4,650,832	\$ 5,795,804	\$ -	\$ 4,048,842	\$ 745,661	\$ 4,657,947	\$ 27,057,734
Restricted Cash	-	-	-	-	-	-	50,353	50,353
Investments	-	-	-	-	-	-	37,666	37,666
Total Assets	<u>\$ 7,158,648</u>	<u>\$ 4,650,832</u>	<u>\$ 5,795,804</u>	<u>\$ -</u>	<u>\$ 4,048,842</u>	<u>\$ 745,661</u>	<u>\$ 4,745,966</u>	<u>\$ 27,145,753</u>
Liabilities								
Warrants Outstanding	\$ 1,684,157	\$ 106,395	\$ -	\$ -	\$ -	\$ -	\$ 374,635	\$ 2,165,187
Reserve for Encumbrances	65,569	27,864	-	-	-	-	158	93,591
Total Liabilities	<u>\$ 1,749,726</u>	<u>\$ 134,259</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 374,793</u>	<u>\$ 2,258,778</u>
Fund Balances								
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,166	\$ 51,166
Restricted	758,526	4,306,995	5,795,804	-	3,947,244	639,106	3,144,719	18,592,394
Committed	-	-	-	-	-	-	992,080	992,080
Assigned	4,650,396	209,578	-	-	101,598	106,556	183,208	5,251,336
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balances	<u>\$ 5,408,922</u>	<u>\$ 4,516,573</u>	<u>\$ 5,795,804</u>	<u>\$ -</u>	<u>\$ 4,048,842</u>	<u>\$ 745,662</u>	<u>\$ 4,371,173</u>	<u>\$ 24,886,976</u>
Total Liabilities and Fund Balances	<u>\$ 7,158,648</u>	<u>\$ 4,650,832</u>	<u>\$ 5,795,804</u>	<u>\$ -</u>	<u>\$ 4,048,842</u>	<u>\$ 745,662</u>	<u>\$ 4,745,966</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the fund. The costs of assets is \$124,687,457 and the accumulated depreciation is \$50,843,969.

73,843,488

Long-term capital lease and bond payable obligations are not due and payable in the current period and accordingly are not reported as fund liabilities. Long-term liabilities at year-end consist of:

Bond Payable:	15,965,000	
Capital Lease Payable:	<u>26,435,000</u>	<u>(42,400,000)</u>

Net position of governmental activities.

\$ 56,330,464

See Notes to Financial Statements

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Statement of Revenues, Expenditures and Changes in Fund
Balances – Governmental Funds– Regulatory Basis
For the Year Ended June 30, 2024

	General Fund	Building Fund	Sinking Fund	CCPFA 2013 Bond Fund 30	Bond Fund 31	Bond Fund 37	Other Governmental Funds	Total
REVENUE								
Property Taxes	\$ 9,101,885	\$ 1,296,182	\$ 5,858,711	\$ -	\$ -	\$ -	\$ -	16,256,778
Interest	315,231	209,578	242,096	16,016	101,597	106,556	238,937	1,230,011
County Revenue	855,361	-	-	-	-	-	880,728	1,736,089
State Revenue	12,004,780	44,026	-	-	-	-	452,848	12,501,654
Federal Revenue	5,574,951	500	-	-	-	-	1,439,908	7,015,359
Other	820,907	1,250,000	3,134	7,677,706	-	-	3,059,426	12,811,173
Total Revenue	<u>\$ 28,673,115</u>	<u>\$ 2,800,286</u>	<u>\$ 6,103,941</u>	<u>\$ 7,693,722</u>	<u>\$ 101,597</u>	<u>\$ 106,556</u>	<u>\$ 6,071,847</u>	<u>\$ 51,551,064</u>
EXPENDITURES								
Current								
Instruction	\$ 14,081,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 641,078	\$ 14,722,078
Support Services	13,993,243	1,232,268	-	9,393	46,028	-	1,234,636	16,515,568
Non-instruction Services	246,432	-	-	-	-	-	2,421,548	2,667,980
Capital Outlay	922,285	1,529,358	-	7,677,706	1,576,050	7,677,706	2,950,318	22,333,423
Other Outlays	43,946	-	-	-	-	-	-	43,946
Debt Service								
Principal Payment	-	-	4,645,000	-	-	-	-	4,645,000
Interest Paid	-	-	735,108	-	-	-	-	735,108
Total Expenditures	<u>\$ 29,286,906</u>	<u>\$ 2,761,626</u>	<u>\$ 5,380,108</u>	<u>\$ 7,687,099</u>	<u>\$ 1,622,078</u>	<u>\$ 7,677,706</u>	<u>\$ 7,247,580</u>	<u>\$ 61,663,103</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (613,791)	\$ 38,660	\$ 723,833	\$ 6,623	\$ (1,520,481)	\$ (7,571,150)	\$ (1,175,733)	\$ (10,112,039)
Adjustments to Prior Year Encumbrances	<u>19,366</u>	<u>11,580</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,946</u>
Other Financing Sources								
Transfers In (Out)	\$ (631,090)	\$ 29,100	\$ -	\$ (32,100)	\$ -	\$ -	\$ 634,090	\$ -
Estopped Warrants	16	-	-	-	-	-	-	16
Proceeds of Bonds	-	-	-	-	3,930,000	-	-	3,930,000
Total Other Financing Sources	<u>\$ (631,074)</u>	<u>29,100</u>	<u>-</u>	<u>(32,100)</u>	<u>\$ 3,930,000</u>	<u>-</u>	<u>634,090</u>	<u>3,930,016</u>
Net Change in Fund Balances	\$ (1,225,499)	\$ 79,340	\$ 723,833	\$ (25,477)	\$ 2,409,519	\$ (7,571,150)	\$ (541,643)	\$ (6,151,077)
Fund Balances - Beginning	<u>6,634,421</u>	<u>4,437,233</u>	<u>5,071,971</u>	<u>25,477</u>	<u>1,639,323</u>	<u>8,316,812</u>	<u>4,912,816</u>	<u>31,038,053</u>
Fund Balances - Ending	<u>\$ 5,408,922</u>	<u>\$ 4,516,573</u>	<u>\$ 5,795,804</u>	<u>\$ -</u>	<u>\$ 4,048,842</u>	<u>\$ 745,662</u>	<u>\$ 4,371,173</u>	<u>\$ 24,886,976</u>

See Notes to Financial Statements

ARDMORE SCHOOL DISTRICT NO. I-19

Carter County, Oklahoma

Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds – Regulatory Basis to the Statement of Activities – Regulatory Basis For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds			\$ (6,151,077)
--	--	--	----------------

Governmental funds report capital outlays as expenditures. However, in the statement of activities the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.

Capital Outlay	\$ 3,856,605	
Depreciation Expense	<u>(2,772,242)</u>	1,084,363

The net effect of various miscellaneous transactions involving capital assets (I.e., sales, trade-ins, disposals and donations) is to decrease net position.		(26,186)
--	--	----------

Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. However, in the statement of net position issuing debt increases long term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position.

Debt repayments this year exceeds debt issued:

Debt Issued	(3,930,000)	
Debt Repayments	<u>4,645,000</u>	715,000

The repayment of the principal on capital leases consumes current financial resources of government funds. However this transaction does not have an effect on net position.

	<u>7,800,000</u>
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Change in net position of governmental activities		<u>\$ 3,422,100</u>
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See Notes to Financial Statements

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Ardmore School District No. I-19, Carter County, Oklahoma (the “District”) is a corporate body for public purposes created under Title 70 of the Oklahoma Statutes and accordingly is a separate entity for operating and financial reporting purposes. The District is part of the public school system of Oklahoma under the general direction and control of the State Board of Education and is financially dependent on the state of Oklahoma for support. The general operating authority for the public school system is the Oklahoma School Code contained in Title 70, Oklahoma Statutes.

The Reporting Entity

The governing body of the District is the Board of Education composed of elected members. The superintendent is the executive officer of the Board of Education and the administrative head of the District.

Financial Statement Presentation

The District prepares its financial statements in a presentation format that is, in substance, the format established by the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement-Management’s Discussion and Analysis-for State and Local Governments*. GASB Statement No. 34 established a financial reporting model for state and local governments that included the addition of management’s discussion and analysis, government-wide financial statements, required supplementary information and the elimination of the effects of internal service activities and the use of account groups to the already required fund financial statements and notes.

Government-Wide and Fund Financial Statements

The District’s basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Governmental activities include programs primarily supported by taxes, State aid, grants and other intergovernmental revenue. The District does not have any activities classified as business-type. The government-wide focus is more on the sustainability of the District as an entity and the change in the District’s net position resulting from current year’s activities.

Government-Wide Financial Statements: In the government-wide Statement of Net Position-regulatory basis, the District’s governmental activities are reported on cash receipts and disbursement basis modified as required by regulations of the Oklahoma Department of Education to include fixed assets, long-term debt and obligations. The District’s net position is reported in three parts: net investment in capital assets, restricted net position and unrestricted net position.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The government-wide Statement of Activities – regulatory basis reports both the gross and net cost of each of the District’s programs and functions. The functions are also supported by general government revenues. The Statement of Activities – regulatory basis reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. *Direct expenses* are those that are clearly identifiable with a specific function. *Program revenues* include 1) charges to students, faculty, individuals, or other school districts that purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes, interest, transfers and other items not properly included among program revenues are reported instead as *general revenues*.

All interfund transactions are eliminated in the government-wide statements.

Fund Financial Statements: Governmental fund financial statements are reported using the cash receipts and disbursements basis of accounting modified as required by the Oklahoma Department of Education to include investments and inventories on hand, encumbrances issued and warrants outstanding. The fund financial statements provide reports on the financial condition and results of operations of governmental fund categories.

The District reports the following major governmental funds:

General Fund is the primary operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Building Fund is used to account for resources restricted by statutes for ad valorem taxes designated for repair, maintenance, acquisition and construction of buildings.

Debt Service Fund – The District accounts for the accumulation of funds for the periodic payment of general long-term debt in this fund.

CCPFA 2013 Bond Fund 30 – is used to account for proceeds from long-term financing and revenues and expenditures related to authorized construction and other capital asset acquisitions.

Bond Fund 31 – is used to account for proceeds from long-term financing and revenues and expenditures related to authorized construction and other capital asset acquisitions.

Bond Fund 37 – is used to account for proceeds from long-term financing and revenues and expenditures related to authorized construction and other capital asset acquisitions.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Additionally, the District reports the following fund types included in the Other Governmental Funds column:

Special Revenue Funds – The District accounts for resources restricted or committed to specific purposes other than debt service or capital projects where the foundation for the fund is those resources or if the fund is legally mandated in special revenue funds.

Capital Project Funds -- The proceeds from long-term financing and revenues and expenditures related to authorized construction and other capital asset acquisitions are accounted for in a capital projects fund.

Permanent Fund – The District reports resources that are restricted to the extent that only earnings, and not principal, may be used to support the District's programs in this fund.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

As to the basis of accounting, the basic financial statements are essentially prepared on a basis of cash receipts and disbursements modified as required by the regulations of the Oklahoma Department of Education as follows:

- Encumbrances represented by purchase orders, contracts, and other commitments for the expenditure of monies and are recorded as expenditures when approved.
- Vendor obligations due and payable for goods and services received are recorded as a payable until paid.
- Warrants/Checks payable are recorded as liabilities when issued.
- Investments and inventories are recorded as assets when purchased and reduced when used.
- Capital assets in the government-wide statements are recorded when acquired and depreciated over their useful lives.
- Long-term debt reported in the government-wide statements is recorded when incurred.
- Accrued compensated absences are recorded as an expenditure and liability when the obligation is incurred.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

This regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, which would have required the government-wide financial statements as well as the fiduciary fund financial statements to be presented on the accrual basis of accounting. The fund financial statements under accounting principles generally accepted in the United States of America would have been presented on the modified accrual basis of accounting. These financial statements are presented on the basis of accounting described above.

Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Collateral in the form of obligations of the U.S. government or its agencies, municipalities or the State of Oklahoma is required for demand deposits and certificates of deposit for all amounts not covered by federal depository insurance.

Permissible investments include direct obligations of the United States government and agencies; certificates of deposit of savings and loan associations, and bank and trust companies; and savings accounts or savings certificates of savings and loan associations, banks and trust companies.

Investments for the District are reported at historical value. The investments held by the District as equity securities were donated.

Inventories

The value of consumable inventories at June 30, 2024 is not material to the financial statements. On the government-wide financial statements, United States Department of Agriculture (USDA) food commodities are recorded as revenue at fair value as of the date of receipt and as an expense when used. USDA food commodities are not reported in the governmental funds.

Capital Assets

Capital assets, which include land, land improvements, buildings, buses and vehicles, machinery and equipment, and construction in progress, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the District, is depreciated using the straight-line method over the following estimated useful lives.

<u>Assets</u>	<u>Years</u>
Land Improvements	15
Buildings	20 – 40
Buses & Vehicles	5 – 10
Machinery and Equipment	3 – 10

Net Position

When the District incurs an expense for which it may either use restricted or unrestricted net position, it uses restricted net position first unless unrestricted net position will have to be returned because they are not used.

Net assets on the Statement of Net Position – Regulatory Basis include the following:

Net Investment in Capital Assets, – The component of net position that reports the difference between capital assets less both accumulated depreciation and the outstanding balance of debt that is directly attributable to the acquisition, construction and improvement of these capital assets.

Restricted for Building Services – The component of net position that reports the excess of property taxes and other revenues collected in excess of expenses for operation of the District's buildings. This amount is restricted by Oklahoma Statutes.

Restricted for Child Nutrition – The component of net position that report the assets restricted for use by the Child Nutrition program.

Restricted for Debt Service – The component of net position that report the assets restricted for payment of principal and interest on general long-term debt.

Restricted for Instructional Materials and Technology – The component of net position that report the excess of sales tax restricted for technology and instructional materials by voters.

Restricted for Alternative Education – The component of net position that report the assets restricted for alternative education programs.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Restricted for School Organizations – The component of net position that report the assets restricted for use by student organizations and extracurricular activities. This amount is restricted by Oklahoma Statutes.

Restricted for Scholarships – The component of net position that report the assets restricted for scholarships.

Unrestricted – The difference between assets and liabilities that is not reported as restricted for any other purposes.

Fund Equity

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The District has classified the original funds donated in the Endowment Fund as being nonspendable as these amounts are legally required to be maintained intact.
- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District has classified amounts restricted by state statute, donors and external grantors in this classification.
- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The District has classified school organization activities as being committed because their use is governed by Board of Education action.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Assigned: This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the superintendent through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds. The District has assigned funds for interest earnings to the special revenue funds and capital project funds where earned by the budgetary process. The assigned classification includes the residual fund balance for the general fund which is for next year's appropriated budget for general operations.
- Unassigned: The unassigned classification includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

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

	General Fund	Building Fund	Sinking Fund	CCPFA 2013 Bond Fund 30	Bond Fund 31	Bond Fund 37	Other Governmental Funds
Nonexpendable							
Endowment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,166
Restricted							
Debt Service	-	-	5,795,804	-	-	-	-
Building Operation and Maintenance	-	4,306,995	-	-	-	-	-
Alternative Education	-	-	-	-	-	-	924,956
State and Private Grants	758,526	-	-	-	-	-	-
Child Nutrition	-	-	-	-	-	-	175,830
Instructional Materials and Technology	-	-	-	-	-	-	1,739,991
School Facilities	-	-	-	-	3,947,244	639,106	285,691
Scholarships	-	-	-	-	-	-	18,251
Student Transportation	-	-	-	-	-	-	-
Committed							
School Organizations	-	-	-	-	-	-	992,080
Assigned							
Building Operation and Maintenance	-	209,578	-	-	-	-	-
Alternative Education	-	-	-	-	-	-	16,926
Child Nutrition	-	-	-	-	-	-	26,842
Instructional Materials and Technology	-	-	-	-	-	-	95,084
School Facilities	-	-	-	-	101,598	106,556	44,117
Scholarships	-	-	-	-	-	-	239
Student Transportation	-	-	-	-	-	-	-
General operations	4,650,396	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
	<u>\$ 5,408,922</u>	<u>\$ 4,516,573</u>	<u>\$ 5,795,804</u>	<u>\$ -</u>	<u>\$ 4,048,842</u>	<u>\$ 745,662</u>	<u>\$ 4,371,173</u>

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources as appropriate opportunities arise, but reserves the right to selectively spend assigned and unassigned resources first to defer the use of these other classified funds.

Property Tax Revenues

The District is authorized by state law to levy property taxes which consist of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the county excise board, extends the tax levies on the tax roll for submission to the county treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The taxes are due one-half prior to January 1 and the balance prior to April 1. If the first payment is not made timely, the entire tax becomes due and payable on January 1. Second half taxes become delinquent on April 1 of the year following the year of assessment.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Tax Revenues (Continued)

If not paid by the following October 1, the property is offered for sale for the amount of taxes due. The owner has two years to redeem the property by paying the taxes and penalty owned. If at the end of the two years the owner has not done so, the purchaser is issued a deed to the property.

State Revenues

Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts. Approximately 24% of the District's revenue comes from state sources.

After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally, such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the program for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical programs.

III. BUDGETARY INFORMATION

The District is required by law to prepare an annual budget. No later than October 1, each Board of Education shall prepare a financial statement and estimate of needs to be filed with the applicable county clerk and the State Department of Education. Once the county excise board has approved the estimate of needs, the Board shall adopt a final budget within 45 days or the second regularly scheduled board meeting. No later than 15 days prior to adoption of a final budget, the Board must conduct a public hearing for purposes of taking public comments.

A final budget may be revised upon approval of the Board of Education in open meeting.

A budget is legally adopted for the General Fund, Building Fund, Child Nutrition Fund, Coop Fund and Sinking Fund that includes revenue and expenditures. Budgets generally assume the expenditure of all available resources. Therefore, when the legal budget is prepared, it is assumed these funds will not have a carryover balance to a subsequent year. Program revenue received but not spent is restricted and deferred to a subsequent fiscal year.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

III. DEPOSITS AND INVESTMENTS

Custodial Credit Risk - Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District's policy requires collateral for demand deposits and certificates of deposit for all amounts not covered by federal deposit insurance. As of June 30, 2024, cash deposits and investments were fully insured or collateralized by a pledging bank's agent in the District's name.

Investment - The District's investment of \$37,666 at June 30, 2024, represents equity securities valued at historical value that were donated to the District. These securities are uninsured and exposed to the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of the investment.

IV. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<i>Government Activities:</i>				
<i>Capital assets, not being depreciated</i>				
Land	\$ 442,650	\$ -	\$ -	\$ 442,650
Construction in progress	28,911,673	1,681,568	30,189,595	403,646
Total capital assets, not being depreciated	<u>\$ 29,354,323</u>	<u>\$ 1,681,568</u>	<u>\$ 30,189,595</u>	<u>\$ 846,296</u>
<i>Capital assets, being depreciated</i>				
Land Improvements	\$ 4,608,835	\$ 85,204	\$ -	\$ 4,694,039
Buildings	78,089,348	30,230,730	-	108,320,078
Buses and Vehicles	3,711,363	1,304,570	264,962	4,750,971
Machinery and Equipment	5,480,002	744,128	148,058	6,076,072
Total capital assets, being depreciated	<u>\$ 91,889,548</u>	<u>\$ 32,364,632</u>	<u>\$ 413,020</u>	<u>\$ 123,841,160</u>
Less Accumulated Depreciation	<u>48,458,560</u>	<u>2,772,242</u>	<u>386,834</u>	<u>50,843,968</u>
Total capital assets, being depreciated, net	<u>\$ 43,430,988</u>	<u>\$ 29,592,390</u>	<u>\$ 26,186</u>	<u>\$ 72,997,192</u>
Governmental activities capital assets, net	<u>72,785,311</u>	<u>31,273,958</u>	<u>30,215,781</u>	<u>73,843,488</u>
Total Primary Government	<u><u>\$ 72,785,311</u></u>	<u><u>\$ 31,273,958</u></u>	<u><u>\$ 30,215,781</u></u>	<u><u>\$ 73,843,488</u></u>

Depreciation expense was charged to functions/programs of the District as follows:

Government activities:	
Instruction	\$ 24,694
Support	2,713,259
Non-Instruction	<u>34,289</u>
Total depreciation expense - governmental activities	<u><u>\$2,772,242</u></u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

V. LONG-TERM DEBT

Long-term liability activity for the year ended June 30, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
Financed Leased Purchases (Direct Borrowing)	\$ 34,235,000	\$ -	\$ 7,800,000	\$ 26,435,000	\$ 645,000
General Obligation Debt (Direct Placement)	<u>16,680,000</u>	<u>3,930,000</u>	<u>4,645,000</u>	<u>15,965,000</u>	<u>6,165,000</u>
Total Governmental Activity Long-Term Liabilities	<u>\$ 50,915,000</u>	<u>\$ 3,930,000</u>	<u>\$ 12,445,000</u>	<u>\$ 42,400,000</u>	<u>\$ 6,810,000</u>

The District has entered financing arrangements with the Carter County Public Facilities Authority (see Note X). These financing arrangements are accounted for as financed leased purchases, since for accounting purposes the title transfers at the end of lease term. The leases contain a clause which gives the District the ability to terminate the lease agreements at the end of each fiscal year.

The schedule of future minimum lease payments under the financed lease purchase and the present value of the net minimum lease payments for years ending June 30th are as follows:

<u>Year Ended June 30,</u>	<u>Amount Due</u>
2025	\$ 1,890,700
2026	1,941,325
2027	1,992,575
2028	4,033,200
2029	4,041,450
Thereafter	20,261,588
Less: Interest	<u>(7,725,838)</u>
Total	<u>\$ 26,435,000</u>

Leased construction in progress, buildings and equipment under capital leases in capital assets at June 30, 2024, included the following:

<i>Capital assets, not being depreciated</i>	
Construction in Progress	\$ 5,521
<i>Capital assets, being depreciated</i>	
Buildings	28,897,414
Land Improvements	525,240
Machinery & Equipment	-
less Accumulated Depreciation	<u>(647,383)</u>
	<u>\$ 28,780,792</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

V. LONG-TERM DEBT (Continued)

Bonds Payable at June 30, 2024 is composed of the following individual general obligation bond issues:

	Amount Outstanding
Independent School District, I-19 General Obligation Building Bonds of 2024, original issue \$3,930,000, interest rates of 5.55% to 5.70%, due in annual installment of \$670,000 on 1/1/26 and final payment of \$3,260,000 on 1/1/27.	\$ 3,930,000
Independent School District, I-19 General Obligation Combined Purpose Bonds of 2022, original issue \$4,220,000, interest rates of 1.375%, due in annual installment of \$2,080,000 on 3/1/24 and final payment of \$2,140,000 on 3/1/25.	2,140,000
Independent School District, I-19 General Obligation Combined Purpose Bonds of 2023, original issue \$3,670,000, interest rates of 5.200% & 5.150%, due in annual installment of \$915,000 on 1/1/2025 and final payment of \$2,755,000 on 1/1/2026.	3,670,000
Independent School District, I-19 General Obligation Building Bonds of 2023, original issue \$6,225,000, interest rates of 5.450% & 5.000%, due in annual installment of \$3,110,000 on 6/1/2025 and final payment of \$3,115,000 on 6/1/2026.	6,225,000
	<u><u>\$ 15,965,000</u></u>

As of June 30, 2024, the annual requirements to amortize all bond debt outstanding, including interest payments, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 6,165,000	\$ 520,343	\$ 6,685,343
2026	6,540,000	672,701	7,212,701
2027	3,260,000	185,820	3,445,820
Total	<u><u>\$ 15,965,000</u></u>	<u><u>\$ 1,378,864</u></u>	<u><u>\$ 17,343,864</u></u>

State statute prohibits the District from becoming indebted in an amount exceeding the revenue to be received for any fiscal year without approval by the District's voters. Bond issues have been approved by the voters and issued by the District for various capital improvements. These bonds are required to be fully paid serially within 25 years from the date of issue. General obligation bonded debt of the District is limited by state law to 10% of the assessed valuation of the District. The legal debt limit at June 30, 2024 is approximately \$25,079,244.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

V. LONG-TERM DEBT (Continued)

Pledged Revenues

The District has pledged \$44,165,000 of future issuances of general obligation bonds to repay \$27,255,000 plus interest lease revenue bonds with Carter County Public Facilities Authority (CCPFA) lease revenue bonds of 2018. Proceeds from the lease revenue bonds are to be for the construction and placement of improvements on real property. The general obligation bonds will be issued prior to the payment due of the lease purchase payments to Carter County Public Facilities Authority. One hundred percent of the general obligation bonds will be used to pay the lease revenue bond payments and bond issuance costs. The annual payments started on September 1, 2019 and will continue with final payment due to CCPFA on September 1, 2033.

Property tax revenues collected by the District are pledged to repay the District's General Obligation Bonds. As of June 30, 2024, \$15,965,000 general obligations were outstanding and \$30,805,000 of general obligations bonds were authorized but not issued. Current year had collected \$5,858,711 of pledged revenues and paid \$5,380,108 of principal and interest expense toward obligations.

VI. EMPLOYEE RETIREMENT SYSTEM

Teachers' Retirement System of Oklahoma

Plan Description - The District contributes to the state-administered Oklahoma Teachers' Retirement System ("TRS"), a cost-sharing, multiple-employer public employee retirement system. The System is administered by a board of trustees. TRS provides retirement, disability and death benefits to plan members and beneficiaries. Oklahoma State Statute 70-17 assigns the authority to establish and amend benefit provisions to the TRS Board of Trustees. The System issues a publicly available report that includes financial statements and required supplementary information for TRS. That report may be obtained by contacting the Oklahoma Teachers' Retirement System.

Benefits Provided – The System provides defined retirement benefits based on members' final compensation, age, and term of service. In addition, the retirement program provides for benefits upon disability and to survivors upon the death of eligible members. Title 70 O.S. Sec. 17-105 defines all retirement benefits. The authority to establish and amend benefit provisions rests with the State Legislature.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

EMPLOYEE RETIREMENT SYSTEM (Continued)

Funding Policy – Under the System, contributions are made by the District, the State of Oklahoma, and participating employees. Participation is required for all teachers and other certified employees and is optional for all other regular employees of public educational institutions who work at least 20 hours per week.

Contributions – In accordance with *Oklahoma Statutes*, System members are required to contribute 7.00% of applicable compensation. For the year ended June 30, 2024, qualifying employee contributions were reduced by a retirement credit of \$109,994 provided by Enrolled House Bill 1873 and paid by the State of Oklahoma as on-behalf payments. For the year ended June 30, 2024, the District had a statutory contribution rate of 9.5% plus 8.40% as a match for salaries funded by federal programs. The federal match for summer school salaries was 4.20%. The contribution requirements of System members and the District are established and may be amended by the state legislature.

The District's contributions to TRS (net of retirement credit paid by the State of Oklahoma) for the year ended June 30, 2024 was \$2,044,004.

Pension plan fiduciary net position – Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

VII. OTHER POST EMPLOYMENT BENEFITS (OPEB)

In addition to the retirement plan described in Note VI, the District participates in the state-administered Supplemental Health Insurance Program (OPEB Plan) within Teachers' Retirement System of Oklahoma (the OPEB System), which is a cost-sharing multiple-employer defined benefit OPEB plan administered by the Teacher Retirement System (TRS).

Plan Description – The OPEB System pays a monthly health insurance premium supplement for each retired member who is enrolled in the health insurance plan provided by the State and Education Employees Group Health and Dental Insurance plan or in an insurance program provided by a participating education employer who provides health insurance coverage to former employees, provided the retired member had at least ten (10) years of Oklahoma service prior to retirement.

Benefits Provided – All retirees are eligible except for special retirees (as defined) and spouses and beneficiaries as long as they have at least 10 years of service. Retirees who elect such coverage receive the smaller of (i) a Medicare supplement benefit, if eligible, or (ii) an amount between \$100 and \$105 per month, depending on service and final average compensation. Payments are made on the retirees' behalf to the Employees Group Insurance Division of the Office of Management and Enterprise Services, if the member continues health coverage under

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

that Plan, or (ii) to the member's former employer, if the member retains health coverage under a plan maintained by the former employer.

Contributions – Employer and employee contributions are made based upon the TRS Plan provisions contained in State Statute Title 70, as amended. However, the statutes do not specify or identify any particular contribution source to pay the health insurance subsidy. Based on the contribution requirements of Title 70, employers and employees contribute a single amount based on a single contribution rate as described in Note VI; from this amount OTRS allocates a portion of the contributions to the supplemental health insurance program.

OPEB plan fiduciary net position – Detailed information about the OPEB plan's fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

VIII. COMMITMENTS AND CONTINGENCIES

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

The District is a defendant in lawsuits. Although the outcome of these lawsuits is not presently determinable, the District believes the resolution of these matters will not have a material adverse effect on the financial condition of the District. Should a judgment be awarded against the District, it would be levied through the District's sinking fund over a three-year period pursuant to state law.

The District entered into several construction-related contracts during the fiscal year, which include additions, new construction, and remodeling of school buildings. As of June 30, 2024, the District had outstanding construction-related commitments totaling \$249,763 that will be funded from the following sources: Building Fund of \$10,825 and other governmental funds of \$238,938.

Subsequent to June 30, 2024, the District entered into \$36,464 of construction-related projects to be financed from Building Fund.

IX. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft, damage and destruction of assets, errors and omission, injuries to employees, life and health of employees, and natural disasters for which the District purchases commercial insurance. There have been no significant reductions in coverage from prior year and settlements have not exceeded coverage in the past three years.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

X. LEASE REVENUE BOND AGREEMENTS

On September 1, 2013, the Board of Education entered into ground lease and sublease agreements with the Carter County Public Facilities Authority (CCPFA), a public trust, for the purpose of facilitating the issuance of the bonds, to provide security for payment of the bonds, and to enable the District to utilize the bond proceeds for the construction and placement of improvements on real property. On June 8, 2023, the District received \$6,225,000 proceeds of General Obligation Bonds for the purpose of fulfilling the lease obligation early. In August 2023, the District paid off the 2013 CCPFA lease obligation early, thereby saving the District approximately \$500,000 in interest expense. The capital assets acquired and constructed have been shown as capital assets on the District's statement of net position.

On August 1, 2018, the Board of Education entered into ground lease and sublease agreements with the Carter County Public Facilities Authority (CCPFA), a public trust, for the purpose of facilitating the issuance of the bonds, to provide security for payment of the bonds, and to enable the District to utilize the bond proceeds for the construction and placement of improvements on real property. The lease agreements will remain in effect to June 30, 2034. The Authority advanced \$27,255,000 in lease revenue bonds, series 2018, to the District for the acquisition and construction of buildings and improvements. The District will use money received from General Obligation Debt to repay the lease. The advanced funds are being held in a trust and District remits applications for payments. The capital assets acquired and constructed have been shown as capital assets on the District's statement of net position. The remaining balance of the advanced fund is reported as Restricted Cash in CCPFA 2018 Bond Fund 32 on Balance Sheet of Governmental Funds and on the Statement of Net Position.

XI. TAX ABATEMENT

The State of Oklahoma has authorized by the Oklahoma State Statutes Title 31 to offer homestead and Veterans exemptions to Ad Valorem property taxes. These exemptions reduce the ad valorem taxes remitted to the District.

For the year ended June 30, 2024, abated property taxes were \$291,575.

XIII. SUBSEQUENT EVENTS

On November 19, 2024, the Board of Education approved the sale of \$2,035,000 General Obligation Bonds; the proceeds were received by the District on January 1, 2025. The purpose of these bonds are to provide \$2,035,000 proceeds for the 2018 CCPFA lease payments due on January 1, 2027 and January 1, 2028.

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Financial Statements
June 30, 2024

XIII. SUBSEQUENT EVENTS (Continued)

On January 23, 2025, the Board of Education approved a resolution to authorize the calling and holding of a special election to be held in the School District to authorize the issuance of general obligation bonds in the total amount of \$144,880,000 for the purpose of building a new Ardmore High School facility. The election will be held on April 1, 2025.

The District has evaluated subsequent events through the date which the financial statements were available to be issued.

OTHER INFORMATION

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Budgetary Comparison Schedule –General Fund (Unaudited)
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final	Budgetary Basis	With Final Budget
REVENUE				
Property Taxes	\$ 8,168,994	\$ 8,168,994	\$ 9,101,885	\$ 932,891
Interest	238,913	238,913	315,231	76,318
County Revenue	880,003	880,003	855,361	(24,642)
State Revenue	12,313,688	12,313,688	12,004,780	(308,908)
Federal Revenue	8,580,394	8,580,394	5,574,951	(3,005,443)
Other	404,009	404,009	820,907	416,898
Total Revenue	<u>\$ 30,586,001</u>	<u>\$ 30,586,001</u>	<u>\$ 28,673,115</u>	<u>\$ (1,912,886)</u>
EXPENDITURES				
Current				
Instruction	\$ 14,100,000	\$ 14,100,000	14,081,000	\$ 19,000
Support Services	14,881,000	14,881,000	14,762,054	118,946
Non-instruction Services	280,001	280,001	277,840	2,161
Other Outlays	7,389,543	7,389,543	166,012	7,223,531
Total Expenditures	<u>\$ 36,650,544</u>	<u>\$ 36,650,544</u>	<u>\$ 29,286,906</u>	<u>\$ 7,363,638</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (6,064,543)	\$ (6,064,543)	\$ (613,791)	\$ 5,450,752
Adjustments to Prior Year Encumbrances	<u>-</u>	<u>-</u>	<u>19,366</u>	<u>19,366</u>
Other Financing Sources				
Transfers In (Out)	\$ (569,878)	\$ (569,878)	\$ (631,090)	\$ (61,212)
Estopped warrants	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>
Total Other Financing Sources	(569,878)	(569,878)	(631,074)	(61,196)
Net Change in Fund Balance	(6,634,421)	(6,634,421)	(1,225,499)	5,408,922
Fund Balance - Beginning	<u>6,634,421</u>	<u>6,634,421</u>	<u>6,634,421</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,408,922</u>	<u>\$ 5,408,922</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Budgetary Comparison Schedule –Building Fund (Unaudited)
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts	Variance
	Original	Final	Budgetary Basis	With Final Budget
REVENUE				
Property Taxes	\$ 1,167,325	\$ 1,167,325	\$ 1,296,182	\$ 128,857
Interest	160,653	160,653	209,578	48,925
State Revenue	-	-	44,026	44,026
Federal Revenue	-	-	500	500
Other	503,373	503,373	1,250,000	746,627
Total Revenue	<u>\$ 1,831,351</u>	<u>\$ 1,831,351</u>	<u>\$ 2,800,286</u>	<u>\$ 968,935</u>
EXPENDITURES				
Current				
Instruction	\$ -	\$ -	\$ -	\$ -
Support Services	1,700,000	1,700,000	1,232,268	467,732
Capital Outlay	1,095,000	1,095,000	1,529,358	(434,358)
Other Outlays	3,477,181	3,477,181	-	3,477,181
Total Expenditures	<u>\$ 6,272,181</u>	<u>\$ 6,272,181</u>	<u>\$ 2,761,626</u>	<u>\$ 3,510,555</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,440,830)	(4,440,830)	38,660	4,479,490
Adjustments to Prior Year Encumbrances	<u>-</u>	<u>-</u>	<u>11,580</u>	<u>11,580</u>
Other Financing Sources				
Transfers Out	<u>3,597</u>	<u>3,597</u>	<u>29,100</u>	<u>32,697</u>
Total Other Financing Sources	<u>3,597</u>	<u>3,597</u>	<u>29,100</u>	<u>32,697</u>
Net Change in Fund Balance	(4,437,233)	(4,437,233)	79,340	4,523,767
Fund Balance - Beginning	<u>4,437,233</u>	<u>4,437,233</u>	<u>4,437,233</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,516,573</u>	<u>\$ 4,523,767</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Budgetary Comparison Schedule – Sinking Fund (Unaudited)
For the Year Ended June 30, 2024

	Original and Final Budget	Actual Budgetary Amounts	Variance with Final Budget
REVENUE			
Property Taxes	\$ 5,540,924	\$ 5,858,711	\$ (317,787)
Interest	-	242,096	(242,096)
Other	-	3,134	(3,134)
Total Revenue	<u>\$ 5,540,924</u>	<u>\$ 6,103,941</u>	<u>\$ (563,017)</u>
EXPENDITURES			
Debt Service			
Interest Paid	\$ 741,101	\$ 735,108	\$ 5,993
Principal Retirement	5,130,000	4,645,000	485,000
Total Expenditures	<u>\$ 5,871,101</u>	<u>\$ 5,380,108</u>	<u>\$ 490,993</u>
Net Change in Fund Balance	(330,177)	723,833	1,054,010
Fund Balance - Beginning	330,177	5,071,971	4,741,794
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 5,795,804</u>	<u>\$ 5,795,804</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Combining Balance Sheet – Regulatory Basis – Other Governmental Funds
June 30, 2024

	Special Revenue Funds						Total Other	Permanent Fund	
	Coop	Child Nutrition	Sales	Gifts	Take II	Activity	Capital Project	Endowment	Total Other
	Fund	Fund	Tax Fund	Fund	Fund	Fund	Funds	Fund	Governmental Funds
Assets									
Cash and Cash Investments	\$ 850,524	\$ 348,069	\$ 1,919,284	\$ 5,390	\$ 129,790	\$ 1,048,976	\$ 329,314	\$ 26,600	\$ 4,657,947
Restricted Cash	-	-	-	-	-	-	50,353	-	50,353
Investments	-	-	-	-	-	-	-	37,666	37,666
Total Assets	<u>\$ 850,524</u>	<u>\$ 348,069</u>	<u>\$ 1,919,284</u>	<u>\$ 5,390</u>	<u>\$ 129,790</u>	<u>\$ 1,048,976</u>	<u>\$ 379,667</u>	<u>\$ 64,266</u>	<u>\$ 4,745,966</u>
Liabilities									
Warrants Payable	\$ 34,103	\$ 145,327	\$ 84,209	\$ -	\$ 4,241	\$ 56,896	\$ 49,859	\$ -	\$ 374,635
Reserve for Encumbrances	<u>88</u>	<u>70</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>158</u>
Total Liabilities	<u>\$ 34,191</u>	<u>\$ 145,397</u>	<u>\$ 84,209</u>	<u>\$ -</u>	<u>\$ 4,241</u>	<u>\$ 56,896</u>	<u>\$ 49,859</u>	<u>\$ -</u>	<u>\$ 374,793</u>
Fund Balances									
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,166	\$ 51,166
Restricted	799,407	175,830	1,739,991	5,151	125,549	-	285,691	13,100	3,144,719
Committed	-	-	-	-	-	992,080	-	-	992,080
Assigned	16,926	26,842	95,084	239	-	-	44,117	-	183,208
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>816,333</u>	<u>202,672</u>	<u>1,835,075</u>	<u>5,390</u>	<u>125,549</u>	<u>992,080</u>	<u>329,808</u>	<u>64,266</u>	<u>4,371,173</u>
Total Liabilities and Fund Balances	<u>\$ 850,524</u>	<u>\$ 348,069</u>	<u>\$ 1,919,284</u>	<u>\$ 5,390</u>	<u>\$ 129,790</u>	<u>\$ 1,048,976</u>	<u>\$ 379,667</u>	<u>\$ 64,266</u>	<u>\$ 4,745,966</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Combining Statement of Revenue, Expenditures and Changes in Fund Balance – Regulatory Basis
– Other Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds						Total Other	Permanent Fund	
	Coop	Child Nutrition	Sales Tax	Gifts	Take II	Activity	Capital Project	Endowment	Total Other
	Fund	Fund	Fund	Fund	Fund	Fund	Funds	Fund	Governmental Funds
REVENUE									
Interest	\$ 16,926	\$ 26,843	\$ 95,084	\$ 239	\$ -	\$ 36,091	\$ 58,098	\$ 5,656	\$ 238,937
County Revenue	-	-	880,728	-	-	-	-	-	880,728
State Revenue	248,785	204,063	-	-	-	-	-	-	452,848
Federal Revenue	-	1,439,908	-	-	-	-	-	-	1,439,908
Other	154,144	24,422	-	3,200	86,888	1,214,722	1,576,050	-	3,059,426
Total Revenue	<u>\$ 419,855</u>	<u>\$ 1,695,236</u>	<u>\$ 975,812</u>	<u>\$ 3,439</u>	<u>\$ 86,888</u>	<u>\$ 1,250,813</u>	<u>\$ 1,634,148</u>	<u>\$ 5,656</u>	<u>\$ 6,071,847</u>
EXPENDITURES									
Current									
Instruction	\$ 377,353	\$ -	\$ 80,758	\$ -	\$ 5,673	\$ 177,294	\$ -	\$ -	\$ 641,078
Support Services	300,592	-	550,015	2,800	17,730	326,704	31,745	5,050	1,234,636
Non-instruction Services	-	2,099,403	-	-	-	322,145	-	-	2,421,548
Capital Outlay	-	27,983	146,810	-	20,675	-	2,754,850	-	2,950,318
Other Outlays	-	-	-	-	-	-	-	-	-
Total Expenditures	<u>\$ 677,945</u>	<u>\$ 2,127,386</u>	<u>\$ 777,583</u>	<u>\$ 2,800</u>	<u>\$ 44,078</u>	<u>\$ 826,143</u>	<u>\$ 2,786,595</u>	<u>\$ 5,050</u>	<u>\$ 7,247,580</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(258,090)</u>	<u>(432,150)</u>	<u>198,229</u>	<u>639</u>	<u>42,810</u>	<u>424,670</u>	<u>(1,152,447)</u>	<u>606</u>	<u>(1,175,733)</u>
Other Financing Sources									
Transfers In (Out)	660,972	31,581	-	-	-	(61,463)	3,000	-	634,090
Estopped Warrants	-	-	-	-	-	-	-	-	-
Proceeds of Bonds	-	-	-	-	-	-	-	-	-
Total Other Financing Sources	<u>660,972</u>	<u>31,581</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(61,463)</u>	<u>3,000</u>	<u>-</u>	<u>634,090</u>
Net Change in Fund Balances	402,882	(400,569)	198,229	639	42,810	363,207	(1,149,447)	606	(541,643)
Fund Balances, Beginning	413,451	603,241	1,636,846	4,751	82,739	628,873	1,479,255	63,660	4,912,816
Fund Balances, Ending	<u>\$ 816,333</u>	<u>\$ 202,672</u>	<u>\$ 1,835,075</u>	<u>\$ 5,390</u>	<u>\$ 125,549</u>	<u>\$ 992,080</u>	<u>\$ 329,808</u>	<u>\$ 64,266</u>	<u>\$ 4,371,173</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Combining Balance Sheet – Regulatory Basis– Other Capital Project Funds
For the Year Ended June 30, 2024

	Capital Projects Funds			Total
	CCPFA 2018 Bond Fund 32	Bond Fund 38	Bond Fund 39	Other Capital Project Funds
Assets				
Cash and Cash Investments	\$ -	\$ -	\$ 329,314	\$ 329,314
Restricted Cash	<u>50,353</u>	<u>-</u>	<u>-</u>	<u>50,353</u>
 Total Assets	 <u>\$ 50,353</u>	 <u>\$ -</u>	 <u>\$ 329,314</u>	 <u>\$ 379,667</u>
Liabilities				
Warrants Payable	\$ -	\$ -	\$ 49,859	\$ 49,859
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 49,859</u>	<u>\$ 49,859</u>
Fund Balances				
Restricted	\$ 29,303	\$ -	\$ 256,388	\$ 285,691
Assigned	<u>21,050</u>	<u>-</u>	<u>23,067</u>	<u>44,117</u>
 Total Fund Balances	 <u>50,353</u>	 <u>-</u>	 <u>279,455</u>	 <u>329,808</u>
 Total Liabilities and Fund Balances	 <u>\$ 50,353</u>	 <u>\$ -</u>	 <u>\$ 329,314</u>	 <u>\$ 379,667</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Combining Statement of Revenue, Expenditures and Changes in Fund Balance – Regulatory Basis
– Other Capital Project Funds
For the Year Ended June 30, 2024

	Capital Project Funds			Total
	CCPFA 2018 Bond Fund 32	Bond Fund 38	Bond Fund 39	Other Capital Project Funds
REVENUE				
Interest	21,050	13,980	\$ 23,068	\$ 58,098
Other	<u>1,576,050</u>	<u>-</u>	<u>-</u>	<u>1,576,050</u>
Total Revenue	<u>\$ 1,597,100</u>	<u>\$ 13,980</u>	<u>\$ 23,068</u>	<u>\$ 1,634,148</u>
EXPENDITURES				
Current				
Support Services	31,745	\$ -	\$ -	\$ 31,745
Non-instruction Services	-	-	-	-
Capital Outlay	<u>1,554,346</u>	<u>611,696</u>	<u>588,808</u>	<u>2,754,850</u>
Total Expenditures	<u>\$ 1,586,091</u>	<u>\$ 611,696</u>	<u>\$ 588,808</u>	<u>\$ 2,786,595</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>11,009</u>	<u>(597,716)</u>	<u>(565,740)</u>	<u>(1,152,447)</u>
Other Financing Sources				
Transfers In	3,000	-	\$ -	3,000
Proceeds of Bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
Net Change in Fund Balances	14,009	(597,716)	(565,740)	(1,149,447)
Fund Balances, Beginning	<u>36,344</u>	<u>597,716</u>	<u>845,195</u>	<u>1,479,255</u>
Fund Balances, Ending	<u>\$ 50,353</u>	<u>\$ -</u>	<u>\$ 279,455</u>	<u>\$ 329,808</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Supplemental Schedule
Combining Statement of Assets and Fund Balances – Activity Fund
For the Year Ended June 30, 2024

	Balance 6/30/2023	Receipts	Adjusting Entries	Checks	Balance 6/30/2024
Unit - 050 ESC BUILDING					
888 SPIRIT OF THE TIGERS	19,676	5,400	-	8,360	16,716
894 ACS FITNESS ACCOUNT	410	-	-	-	410
895 ELEMENTARY MUSIC	10,889	11,092	-	16,233	5,748
896 HUGS	114,543	126,409	-	92,787	148,165
898 TRANSPORTATION	80	2,550	-	2,246	384
899 OPERATIONAL	36,822	39,525	-	11,569	64,778
901 UNITED WAY DONATION ACCOUNT	120	1,500	-	1,149	471
907 SPECIAL OLYMPICS	4,874	3,655	-	2,432	6,097
912 ACS IEC BOOSTER	3,538	2,700	-	1,483	4,755
913 ACS NATIVE AMERICAN CLUB	2,775	-	-	33	2,742
917 SUNSHINE WELFARE	412	41	-	410	43
939 PUBLIC RELATIONS	473	10,519	275	3,716	7,551
940 FELLOWSHIP OF CHRISTIAN ATHLETES	275	-	(275)	-	-
962 CHILD NUTRITION	-	44,336	-	44,336	-
Total Unit - 050 ESC BUILDING	194,885	247,727	-	184,754	257,859
803 CHARLES EVANS PTO	4,656	4,302	(2,038)	3,321	3,599
906 CLEARING ACCOUNT	-	168	-	168	-
911 CHARLES EVANS WELFARE	473	120	-	373	220
Total Unit - 110 Charles Evans Elementary	10,708	9,957	1,700	9,206	13,159
Unit - 120 Jefferson Elementary					
811 JEFFERSON	12,090	21,680	(3,401)	21,022	9,348
812 JEFFERSON LIBRARY	5	3,162	-	2,957	210
813 JEFFERSON PTO	120	1,961	2,499	2,757	1,823
818 JEFFERSON STAFF ACTIVITY	441	785	-	817	409
893 6th GRADE ENVIROMENTAL CAMP	2,664	2,297	-	2,094	2,867
906 CLEARING ACCOUNT	-	10	-	10	-
Total Unit - 120 Jefferson Elementary	15,320	29,894	(903)	29,655	14,656
Unit - 125 Lincoln Elementary					
808 LINCOLN SUNSHINE ACCOUNT	485	3,267	-	2,975	778
814 LINCOLN	8,251	7,883	(337)	5,085	10,712
815 LINCOLN LIBRARY	4,862	7,600	-	8,458	4,005
816 LINCOLN PTO	3,079	12,163	(460)	10,271	4,510
906 CLEARING ACCOUNT	-	111	-	111	-
Total Unit - 125 Lincoln Elementary	16,677	31,024	(797)	26,900	20,004
Unit - 135 Will Rogers Elementary					
804 WILL ROGERS ACTIVITY	29,962	19,416	-	10,458	38,920
805 WILL ROGERS LIBRARY	2,066	1,707	-	1,325	2,448
806 WILL ROGERS WELFARE	322	425	-	129	618
817 WILL ROGERS PTO	8,539	7,349	-	4,647	11,241
906 CLEARING ACCOUNT	-	106	-	106	-
Total Unit - 135 Will Rogers Elementary	40,889	29,002	-	16,664	53,227

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Supplemental Schedule
Combining Statement of Assets and Fund Balances – Activity Fund
For the Year Ended June 30, 2024

	Balance 6/30/2023	Receipts	Adjusting Entries	Checks	Balance 6/30/2024
Unit - 505 ARDMORE MIDDLE SCHOOL					
824 AMS COLLEGE READINESS	255	972	-	972	255
825 AMS ATHLETIC ACTIVITY	1,230	2,080	-	1,971	1,339
826 AMS VOCAL MUSIC	306	2,282	-	2,385	203
827 AMS POM SQUAD	8,125	24,399	-	25,598	6,926
828 AMS MISCELLANEOUS	8,982	56	-	3,149	5,889
829 AMS CHEERLEADERS	1,836	10,782	-	4,894	7,724
830 AMS SCIENCE EXPLORERS	4,396	-	-	359	4,037
831 AMS ART	616	-	-	316	299
832 AMS STUDENT COUNCIL	693	-	-	-	693
833 AMS FCCLA	-	2,017	-	1,138	879
834 AMS NJHS	8,526	-	-	1,293	7,234
835 AMS GIRLS ATHLETICS	71	6,730	-	1,750	5,051
884 AMS LIBRARY	1,980	1,414	-	2,225	1,170
906 CLEARING ACCOUNT	-	133	-	133	-
923 AMS DRAMA CLUB	2,205	5,828	-	5,357	2,676
926 AMS PTO	1,225	6,964	-	5,390	2,800
933 AMS STAFF ACTIVITY	491	115	-	607	-
Total Unit - 505 ARDMORE MIDDLE SCHOOL	40,936	63,772	-	57,537	48,094
Unit - 705 ARDMORE HIGH SCHOOL					
837 AHS ART	29	789	-	-	818
839 AHS BAND	20,766	10,133	-	21,293	9,606
841 AHS BAND BOOSTER CLUB	29,072	43,320	-	37,500	34,892
842 ARDMORE PIANO	469	208	-	-	677
843 AHS VOCAL MUSIC	750	9,213	-	8,276	1,687
844 AHS TEST FEES	6,214	640	-	559	6,295
845 AHS CLASS OF 2026	605	860	-	156	1,309
846 AHS CLASS OF 2025	1,176	6,960	-	2,753	5,383
848 AHS CLASS OF 2023	1,141	-	(1,141)	-	-
849 AHS CLASS OF 2024	3,891	3,675	1,141	6,657	2,049
850 AHS CLASS OF 2027	-	370	-	80	290
851 AHS FORENSIC BOOSTER CLUB	11	-	-	-	11
852 AHS CRITERION	11,391	2,036	-	366	13,061
854 YOUTH & GOVERNMENT	-	393	-	393	-
857 AHS FORENSICS	351	3,012	-	2,852	510
859 AHS FCCLA	2,353	6,301	-	6,847	1,807
861 AHS TECHNOLOGY CLUB	11	-	-	-	11
863 AHS LIBRARY	175	2,763	-	2,785	153
864 AHS MISCELLANEOUS	6,973	12,462	-	2,954	16,481
867 AHS SCIENCE CLUB	710	-	-	-	710
869 AHS INTERNATIONAL CLUB	663	-	-	-	663
870 ARDMORE MUSICAL THEATRE	-	28,542	-	15,074	13,468

ARDMORE SCHOOL DISTRICT NO. I-19
 Carter County, Oklahoma
 Supplemental Schedule
 Combining Statement of Assets and Fund Balances – Activity Fund
 For the Year Ended June 30, 2024

	Balance 6/30/2023	Receipts	Adjusting Entries	Checks	Balance 6/30/2024
871 AHS STRINGS/ORCHESTRA	6,517	12,781	-	16,055	3,244
872 AHS STUDENT COUNCIL	2,030	990	-	1,380	1,640
906 CLEARING ACCOUNT	-	196	-	196	-
938 AHS BENEVOLENCE	45	803	-	266	582
Total Unit - 705 ARDMORE HIGH SCHOOL	95,343	146,448	-	126,443	115,347
Unit - 708 ATHLETICS					
838 AHS ATHLETICS	71,155	156,350	-	167,519	59,985
855 AHS POM SQUAD	19,614	44,504	-	46,147	17,971
856 AHS DUGOUT CLUB	6,880	23,984	-	24,163	6,702
866 AHS QUARTERBACK CLUB	655	-	-	-	655
868 AHS eSPORTS	-	5,136	-	1,597	3,539
873 AHS TAKEDOWN CLUB	63	11,368	-	9,271	2,160
874 AHS TENNIS CLUB	2,017	11,596	-	11,182	2,431
875 ARDMORE POWERLIFTING	1,044	5,028	-	5,017	1,056
878 AHS VARSITY CHEERLEADERS	8,425	17,849	-	17,105	9,169
879 TIGER SOCCER BOOSTER CLUB	22,790	11,579	-	14,923	19,447
897 AHS TIGER TRACK MEET	109	5,100	-	4,305	904
918 AHS GIRLS FASTPITCH CLUB	8,359	4,191	-	7,719	4,830
919 AHS SOCCER	250	5,683	-	5,214	719
921 AHS STATE TRACK MEET	7,329	2,001	(4,000)	5,198	132
922 AHS HOLIDAY FESTIVAL	277	-	-	-	277
943 AHS FOOTBALL CAMP	19,017	20,784	-	21,652	18,149
944 TIGER BOYS BASKETBALL	1,488	3,465	-	3,446	1,507
945 AHS ADVERTISING REVENUE	19,826	4,787	-	12,675	11,938
947 AHS BOYS RUNNING	642	-	2,000	2,642	-
951 LADY TIGER BASKETBALL	1,749	3,856	-	5,605	-
953 AHS TIGER RUN ACCOUNT	8,567	6,642	2,000	9,129	8,080
964 AHS SPORTS MEDICINE	32	-	-	-	32
972 AHS GOLF	16,331	24,258	-	22,523	18,066
Total Unit - 708 ATHLETICS	216,617	368,160	-	397,029	187,748
Unit - 710 Westheimer Performing Arts Center					
858 WESTHEIMER PAC	-	354,228		71,319	282,908
Total Unit - 710 Westheimer Performing Arts Center	-	354,228	-	71,319	282,908
Total	631,373	1,280,211	-	919,503	992,080

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Supplemental Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

		Federal Assistance Number	Pass Through Grantor's Project Number	Balance 6/30/2023	Federal Grant Receipts	Federal Grant Cash Basis Expenditures	Balance 6/30/2024
<i>U.S. Department of Interior</i>							
<i>477 Cluster</i>							
<i>Direct Program</i>							
Johnson O'Malley Indian Education Assistance to Schools	FY24	15.130	563	\$ -	\$ -	\$ 31,290	\$ (31,290)
Johnson O'Malley Indian Education Assistance to Schools Supplemental	FY24	15.130	563	\$ -	\$ 1,797	\$ 1,797	-
Johnson O'Malley Indian Education Assistance to Schools	FY23	15.130	563	(36,227)	36,227	-	-
Total U.S. Department of Interior				\$ (36,227)	\$ 38,024	\$ 33,087	\$ (31,290)
477 Cluster				\$ (36,227)	\$ 38,024	\$ 33,087	\$ (31,290)
<i>U.S. Department of Education</i>							
<i>Direct Program</i>							
Title VII - Impact Aid	FY24	84.041	591, 592	\$ -	\$ 256,163	\$ 256,163	\$ -
Title VI - Indian Education Formula Grant	FY24	84.060A	561	-	178,202	178,202	-
				\$ -	\$ 434,365	\$ 434,365	\$ -
<i>Passed Through State Department of Education:</i>							
Title I, Part A	FY24	84.010	511, 515, 518	\$ -	\$ 907,247	\$ 1,204,105	\$ (296,858)
Title I, Part A	FY23	84.010	511, 515, 518	(551,539)	551,539	-	-
Title I				\$ (551,539)	\$ 1,458,786	\$ 1,204,105	\$ (296,858)
IDEA, Part B - Flow Through	FY24	84.027	613, 615, 621, 625	\$ -	\$ 467,876	\$ 619,074	\$ (151,198)
IDEA, Part B - Flow Through	FY23	84.027	613, 615; 621, 625	(160,676)	160,676	-	-
IDEA, Part B - Preschool, Ages 3-5	FY24	84.173	641/642	-	13,170	16,754	(3,584)
IDEA, Part B - Preschool, Ages 3-5	FY23	84.173	641/642	(3,518)	3,518	-	-
COVID-19 ARP IDEA Flow-through SEC TRNS SRVS	FY24	84.027X	618	-	1,651	1,651	-
COVID-19 ARP-IDEA B Flow Through	FY24	84.027X	628,629	-	33,676	33,676	-
COVID-19 ARP-IDEA B Flow Through	FY23	84.027X	628,629	(632)	632	-	-
COVID-19 ARP-IDEA B Preschool	FY23	84.027X	643,644	-	7,966	7,966	-
Special Education Cluster				\$ (164,826)	\$ 689,165	\$ 679,121	\$ (154,782)
State Professional Development Grant	FY24	84.323A	651	-	-	5,000	(5,000)
Title II, Part A - Improving Teacher and Principal Quality	FY24	84.367	541, 543	-	68,053	74,318	(6,265)
Title II, Part A - Improving Teacher and Principal Quality	FY23	84.367	541, 543	(70,778)	70,778	-	-
Title III, Part A - Limited English Proficiency	FY23	84.365	572	(1,717)	1,717	-	-
Title III, Part A - Limited English Proficiency	FY24	84.365	572	-	18,343	20,622	(2,279)
Title III - Immigrant Education Act	FY24	84.365	571	-	658	658	-
Title IV, Part A - Student Support & Academic Enrichment Program	FY24	84.424A	552	-	53,497	59,718	(6,221)
Title IV, Oklahoma School Climate Transformation	FY24	84.184F	712	-	-	-	-
Title IV, Oklahoma School Climate Transformation	FY23	84.184F	712	(604)	604	-	-
Title V, Part B Rural and Low-Income School Program	FY24	84.358B	587	-	82,554	109,440	(26,886)
Title V, Part B Rural and Low-Income School Program	FY23	84.358B	587	(13,089)	13,089	-	-
Title IX, Part A - McKinney-Vento Ed for Homeless Children	FY24	84.196	596	-	53,224	57,583	(4,359)
Title IX, Part A - McKinney-Vento Ed for Homeless Children	FY23	84.196	596	(3,837)	3,837	-	-

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Supplemental Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

		Federal Assistance Number	Pass Through Grantor's Project Number	Balance 6/30/2023	Federal Grant Receipts	Federal Grant Cash Basis Expenditures	Balance 6/30/2024
<i>U.S. Department of Education - continued</i>							
<i>Passed Through State Department of Education:</i>							
COVID-19 Education Stabilization Funds- ARP ESSER School Counselor Corp Grant	FY24	84.425U	722	-	45,872	53,049	(7,177)
COVID-19 Education Stabilization Funds- ARP ESSER School Counselor Corp Grant	FY23	84.425U	722	(7,747)	7,747	-	-
COVID-19 Education Stabilization Funds- ARP ESSER- Oklahoma Paid Student Teacher Stipend	FY24	84.425U	725	-	1,749	1,749	-
COVID-19 Education Stabilization Funds-- ARP ESSER- Science of Reading	FY24	84.425U	726		4,522	4,522	-
COVID-19 Education Stabilization Funds-- ARP ESSER- Homelss II	FY23	84.425U	797	(520)	520	-	-
COVID-19 Education Stabilization Funds-- ARP ESSER- Homelss II	FY24	84.425U	797	-	21,923	25,960	(4,037)
COVID-19 Education Stabilization Funds- American Rescue Plan-Elementary & Secondary School Emergency Relief Fund- (ARP-ESSER III)	FY24	84.425U	795	-	2,318,572	2,742,924	(424,352)
COVID-19 Education Stabilization Funds- American Rescue Plan-Elementary & Secondary School Emergency Relief Fund- (ARP-ESSER III)	FY23	84.425U	795	(83,073)	83,073	-	-
Total COVID-19 ESF-ESSER				<u>\$ (91,340)</u>	<u>\$ 2,483,978</u>	<u>\$ 2,828,204</u>	<u>\$ (435,566)</u>
<i>Passed Through Oklahoma Department of Rehabilitation Services:</i>							
Job Training	FY23	84.126	456	(615)	615	-	-
Total U.S. Department of Education				<u>\$ (898,345)</u>	<u>\$ 5,433,263</u>	<u>\$ 5,473,134</u>	<u>\$ (938,216)</u>
<i>U.S. Department of Agriculture</i>							
<i>Child Nutrition Cluster:</i>							
<i>Passed Through State Department of Education:</i>							
National School Lunch Program	FY24	10.555	763	\$ 526,100	\$ 1,008,920	\$ 1,480,511	\$ 54,509
School Breakfast Program	FY24	10.553	764	-	332,077	332,077	-
Commodity Credit Corporation (CCC) Supply Chain Assistance	FY24	10.555	759	-	65,184	65,184	-
Cash Assistance Subtotal:				<u>526,100</u>	<u>1,406,181</u>	<u>1,877,772</u>	<u>54,509</u>
<i>Passed Through the Oklahoma Department of Human Services</i>							
Lunch Program - Commodities	FY24	10.555	763	-	154,622	154,622	-
Non-Cash Assistance Subtotal:				<u>-</u>	<u>154,622</u>	<u>154,622</u>	<u>-</u>
Total Child Nutrition Cluster				<u>\$ 526,100</u>	<u>\$ 1,560,803</u>	<u>\$ 2,032,394</u>	<u>\$ 54,509</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Supplemental Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

		Federal Assistance Number	Pass Through Grantor's Project Number	Balance 6/30/2023	Federal Grant Receipts	Federal Grant Cash Basis Expenditures	Balance 6/30/2024
<i>U.S. Department of Agriculture – continued</i>							
<i>Passed Through State Department of Education:</i>							
CNP Equipment Assistance Grant	FY24	10.579	791	\$ -	\$ 27,983	\$ 27,983	\$ -
<i>Directly from U.S. Department of Agriculture</i>							
USDA Healthy Meals Incentive Program	FY24	10.579	773	\$ -	\$ 5,744	\$ 5,744	\$ -
Total U.S. Department of Agriculture				<u>\$ 526,100</u>	<u>\$ 1,594,530</u>	<u>\$ 2,066,121</u>	<u>\$ 54,509</u>
<i>U.S. Department of Health and Human Services</i>							
<i>Passed Through Centers for Medicare and Medicaid and Oklahoma Health Care Authority:</i>							
Medical Assistance Program (Medicaid)	FY23	93.778	698	\$ 391	\$ -	\$ 391	\$ -
Medical Assistance Program (Medicaid)	FY24	93.778	697/698	<u>-</u>	<u>101,249</u>	<u>101,249</u>	<u>-</u>
CCDF Cluster							
<i>Passed through the Chickasaw Nation</i>							
COVID-19- American Rescue Plan- Child Care and Development Block Grant	FY23	93.575	772	\$ 124,914	\$ -	\$ 124,914	\$ -
Total CCDF Cluster				<u>\$ 124,914</u>	<u>\$ -</u>	<u>\$ 124,914</u>	<u>\$ -</u>
Total U.S. Department of Health and Human Services				<u>\$ 125,305</u>	<u>\$ 101,249</u>	<u>\$ 226,554</u>	<u>\$ -</u>
<i>U.S. Department of Homeland Security</i>							
<i>Passed through the Oklahoma Department of Emergency Management</i>							
FEMA-Disaster Grants—Public Assistance - DR 4587 Severe Winter Storms	FY23	97.036	594	\$ -	\$ 500	\$ 500	\$ -
Total U.S. Department of Homeland Security				<u>\$ -</u>	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ -</u>
<i>Federal Communications Commission</i>							
<i>Passed through the Universal Service Administration Company:</i>							
COVID-19 Emergency Connectivity Fund	FY23	32.009	771	\$ (2,417)	\$ 2,417	\$ -	\$ -
Total Federal Communication Commission				<u>\$ (2,417)</u>	<u>\$ 2,417</u>	<u>\$ -</u>	<u>\$ -</u>
Total Expenditures of Federal Awards				<u>\$ (285,584)</u>	<u>\$ 7,169,983</u>	<u>\$ 7,799,396</u>	<u>\$ (914,997)</u>

ARDMORE SCHOOL DISTRICT NO. I-19
Carter County, Oklahoma
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Ardmore School District No. I-19 Carter County, Oklahoma under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Ardmore School District No. I-19 Carter County, Oklahoma, it is not intended to and does not present the basic financial statements as listed in the table of contents, of Ardmore School District No. I-19 Carter County, Oklahoma.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on using the cash basis of accounting. Encumbrances are included when paid rather than when incurred. Some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement. Nonmonetary assistance is reported in the schedule at the fair market value of commodities received.

Note C: Indirect Cost Rate

Ardmore School District No. I-19 Carter County, Oklahoma has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note D: Subrecipients

Ardmore School District No. I-19 Carter County, Oklahoma did not have any awards that have been passed through to subrecipients.

Note E: 97.036 FEMA Disaster Grants-Public Assistance

On May 12, 2022, the District entered into a State-Local Agreement with the Oklahoma Department of Emergency Management based upon damages resulting from severe winter storms that occurred February 8, 2021 through February 20, 2021. The United States President declared the DR 4587 Severe Winter Storms disaster on February 24, 2021. The District received \$500 from the Oklahoma Department of Emergency Management in FY24, based upon expenditures that occurred during the fiscal year ended June 30, 2021. Therefore \$500 of expenditures noted above were related to prior years, but not recorded on SEFA until revenues were received during FY24.



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 Education
Ardmore School District, No. I-19, Carter County, Oklahoma
Ardmore, Oklahoma

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 the *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ardmore School District No. I-19, Carter County, Oklahoma, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Ardmore School District No. I-19, Carter County, Oklahoma's basic financial statements and have issued our report thereon dated March 22, 2025. Our report included an adverse opinion on U.S. generally accepted accounting principles because the District prepares its financial statements on a prescribed regulatory basis of accounting.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ardmore School District No. I-19, Carter County, Oklahoma's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ardmore School District No. I-19, Carter County, Oklahoma's internal control. Accordingly, we do not express an opinion on the effectiveness of Ardmore School District No. I-19, Carter County, Oklahoma's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control

that might be material 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. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ardmore School District No. I-19, Carter County, Oklahoma'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 statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Mary E. Johnson & Associates PLLC

Norman, Oklahoma
March 22, 2025



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education
Ardmore School District, No. I-19, Carter County, Oklahoma
Ardmore, Oklahoma

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ardmore School District, No. I-19, Carter County, Oklahoma's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Ardmore School District, No. I-19, Carter County, Oklahoma's major federal programs for the year ended June 30, 2024. Ardmore School District, No. I-19, Carter County, Oklahoma'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, Ardmore School District, No. I-19, Carter County, Oklahoma complied, in all material respects, with the type of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States 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 Ardmore School District, No. I-19, Carter County, Oklahoma 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 Ardmore School District, No. I-19, Carter County, Oklahoma'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 Ardmore School District, No. I-19, Carter County, Oklahoma'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 Ardmore School District, No. I-19, Carter County, Oklahoma'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 generally accepted auditing standards, *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 Ardmore School District, No. I-19, Carter County, Oklahoma's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Ardmore School District, No. I-19, Carter County, Oklahoma'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 Ardmore School District, No. I-19, Carter County, Oklahoma'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 Ardmore School District, No. I-19, Carter County, Oklahoma'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.

Mary E Johnson & Associates PLLC

Norman, Oklahoma
March 22, 2025

ARDMORE SCHOOL DISTRICT I-19
Carter County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section I Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued

Unmodified Regulatory Basis
Adverse Opinion on U.S. Generally Accepted Accounting Principles

Internal control over financial reporting:

Material weakness(es) identified?

_____ Yes X No

Significant Deficiency(ies) identified?

_____ Yes X None Reported

Noncompliance material to financial statement

_____ Yes X No

Federal Awards:

Internal control over major program:

Material weakness(es) identified?

_____ Yes X No

Significant Deficiency(ies) identified ?

_____ Yes X None Reported

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

Unmodified

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

_____ Yes X No

Identification of Major Programs:

Assistance Number
84.027; 84.173; 84.027X
84.425U

Name of Federal Program or Cluster
Special Education Cluster (IDEA)
COVID-19 Education Stabilization Funds- COVID-19 Education
Stabilization Funds- American Rescue Plan-Elementary &
Secondary School Emergency Relief Fund- (ARP-ESSER III)

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

\$ 750,000

Auditee qualified as a low-risk auditee?

_____ Yes X No

ARDMORE SCHOOL DISTRICT I-19
Carter County, Oklahoma
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

ARDMORE SCHOOL DISTRICT I-19
Carter County, Oklahoma
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024

Financial Statement Findings

None

Federal Award Findings and Questioned Costs

None

Other Oklahoma Department of Education Requirements

ARDMORE SCHOOL DISTRICT I-19
Carter County, Oklahoma
Statement of Statutory Fidelity and Honesty Bonds (Unaudited)
For the Year Ended June 30, 2024

The District has a public official position bond with Western Surety Company. The bond number is 72465370. This bond covers the superintendent for \$100,000. The term is July 1, 2023 to June 30, 2024.

The District has a public official position bond with Western Surety Company. The bond number is 69537183. This bond covers the treasurer for \$100,000. The term is July 1, 2023 to June 30, 2024.

The District has a blanket bond with Western Surety Company, bond number 70784644 for various positions including the minutes clerk, encumbrance clerk and activity fund custodian, in the amount of \$100,000. The term is July 1, 2023 to June 30, 2024.

Ardmore School District No. I-19
Carter County, Oklahoma
Schedule of Accountant's Professional Liability Insurance (unaudited)
For the Year Ended June 30, 2024

State of Oklahoma)

County of Cleveland)

The undersigned auditing firm of lawful age, being first duly sworn on oath, says that said firm had in full force and effect Accountant's Professional Liability Insurance in accordance with the "Oklahoma Public School Audit Law" at the time of audit contract and during the entire audit engagement with Ardmore School District No. I-19 for the audit year 2023-2024.

MARY E. JOHNSON & ASSOCIATES, PLLC

Mary E. Johnson

BY: _____
Authorized Agent

Subscribed and sworn to before me on this 29th day of, October, 2024.

Jillian Luker

Notary Public

Commission Number: 17008742

My commission expires on: 9/20/2025

