THIS PRELIMINARY OFFICIAL STATEMENT IS DATED NOVEMBER 6, 2024

<u>**NEW ISSUE**</u> - BOOK-ENTRY-ONLY

RATING†1: S&P Global Ratings: AA-

In the opinion of Thrun Law Firm, P.C., Bond Counsel, under existing law (i) the Bonds and the interest thereon are exempt from all taxation in the State of Michigan, except inheritance and estate taxes and taxes on gains realized from the sale, payment or other disposition thereof, (ii) interest on the Bonds is excluded from gross income for federal income tax purposes to the extent and subject to the conditions described herein, and (iii) interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax to the extent and subject to the conditions described herein. See "TAX MATTERS" herein.

$5,030,000*
MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN
2024 ENERGY CONSERVATION IMPROVEMENT BONDS
(GENERAL OBLIGATION - LIMITED TAX)

DATE OF SALE: November 14, 2024

TIME: 10:00 A.M., E.T.

DATE AND TIME OF AWARD: November 14, 2024, 5:00 P.M., E.T.
BIDS WILL BE RECEIVED AT:
Municipal Advisory Council, Email: munibids@macmi.com

PURPOSE AND SECURITY: The 2024 Energy Conservation Improvement Bonds (the "Bonds") were authorized by the Board of Education of the Monroe County Intermediate School District, State of Michigan (the "School District") by resolutions adopted on October 15, 2024 and expected to be adopted on November 19, 2024 (collectively, the "Resolution"). The Bonds will be issued for school building and site purposes, including financing energy conservation improvements. The Bonds are issued under the provisions of Act 451, Public Acts of Michigan, 1976, as amended. The School District has pledged the limited tax full faith and credit of the School District for payment of principal and interest on the Bonds. The School District has further pledged to levy sufficient ad valorem taxes within its authorized millage rates annually as a first budget obligation, subordinate only to any first liens on said funds pledged for payment of state aid notes, lines of credit or tax anticipation notes heretofore or hereafter issued. The School District does not have the power to levy taxes for the payment of the Bonds in excess of its constitutional, statutory or charter tax rate limitations and, if tax collections are insufficient to pay the principal of or interest on the Bonds when due, the School District pledges to use any and all other resources legally available for the payment of the Bonds. The School District has reserved the right to issue additional bonds of equal standing.

TAX DESIGNATION: The Bonds have been designated as "qualified tax-exempt obligations" for the purposes of deduction of interest expense by financial institutions pursuant to the Internal Revenue Code of 1986, as amended. See "QUALIFIED TAX-EXMEPT OBLIGATIONS" herein.

BOOK-ENTRY-ONLY: The Bonds are issued only as fully registered bonds without coupons, and when issued, will be registered in the name of Cede & Co., as Bondholder and nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as a securities depository for the Bonds. Purchasers will not receive certificates representing their beneficial interest in Bonds purchased. So long as Cede & Co. is the Bondholder, as nominee of DTC, references herein to the Bondholders or registered owners shall mean Cede & Co., as aforesaid, and shall not mean the Beneficial Owners of the Bonds. See "THE BONDS - Book-Entry-Only System" herein.

PAYMENT OF BONDS: Interest on the Bonds will be payable semiannually on May 1 and November 1 each year, commencing on November 1, 2025, to the Bondholders of record as of the applicable record dates as stated in the Bonds. The principal and interest shall be payable at the corporate trust office of UMB Bank, N.A., Grand Rapids, Michigan (the "Paying Agent"). So long as DTC or its nominee, Cede & Co., is the Bondholder, such payments will be made directly to such Bondholder. Disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants and Indirect Participants, as more fully described herein. Interest shall be paid by check or draft mailed to the registered owner as shown on the registration books as of the fifteenth day of the month preceding the payment date for each interest payment.

<u>MATURITY SCHEDULE</u>
(Base CUSIP§: ______)

Dated: Date of Delivery

Principal Due: November 1, as shown below

Maturity Date	Amount*	Interest Rate	Yield	Maturity Date	Amount*	Interest Rate	Yield
11/01/25	$90,000	%	%	11/01/35	$250,000	%	%
11/01/26	185,000			11/01/36	260,000		
11/01/27	190,000			11/01/37	270,000		
11/01/28	195,000			11/01/38	280,000		
11/01/29	205,000			11/01/39	295,000		
11/01/30	210,000			11/01/40	310,000		
11/01/31	215,000			11/01/41	320,000		
11/01/32	225,000			11/01/42	335,000		
11/01/33	235,000			11/01/43	350,000		
11/01/34	245,000			11/01/44	365,000		

OPTIONAL REDEMPTION: The Bonds or portions of the Bonds in multiples of $5,000 maturing on or after November 1, 2034 are subject to redemption at the option of the School District by lot on any date occurring on or after May 1, 2034 at par plus accrued interest to the date fixed for redemption. See "THE BONDS - Optional Redemption" herein.

TERM BONDS: Term Bonds are permitted. See "THE BONDS – Term Bonds" herein.

ANTICIPATED DELIVERY DATE: The anticipated delivery date is December 3, 2024.

BOND COUNSEL: The Bonds will be offered when, as and if issued by the School District subject to the approving legal opinion of Thrun Law Firm, P.C., East Lansing, Michigan.

Additional information relative to this Bond Issue may be obtained from
Baker Tilly Municipal Advisors, LLC
2852 Eyde Parkway, Suite 150
East Lansing, Michigan 48823
517-321-0110

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire official statement and notice of sale to obtain information essential to the making of an informed investment decision.

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* Preliminary, subject to change

† For an explanation of the ratings, see "RATING" herein.

1 As of the date of delivery.

§ Copyright 2024 CUSIP Global Services. CUSIP data herein is provided by CUSIP Global Services, managed on behalf of the America Bankers Association by S&P Global Marketing Intelligence. All rights reserved. The School District shall not be responsible for the selection of CUSIP numbers, nor any representation made as to their correctness on the Bonds or as indicated above.

This Preliminary Official Statement and the information contained herein are subject to completion and amendment. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. As of this date, this Preliminary Official Statement has been deemed "final" by the School District for purposes of SEC Rule 15c2-12(b)(i) except for the omission of certain information permitted by SEC Rule 15c2-12(b)(i).

No dealer, broker, salesperson or other person has been authorized by the School District to give any information or to make any representation other than as contained in this Official Statement and, if given or made, such other information or representation must not be relied upon as having been authorized by the School District. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities described herein by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

The information set forth herein has been obtained from the School District and other sources which are believed to be reliable, but is not guaranteed as to accuracy or completeness. The information and expressions of opinion herein are subject to change without notice and neither the delivery of the Official Statement nor any sale of the securities described herein shall, under any circumstances, create any implication that there has been no change in the affairs of the School District since the date of the Official Statement. However, upon delivery of the securities, the School District will provide a certificate stating the information in the Official Statement, and any supplement to the Official Statement, relating to the Issuer and the Bonds is true and correct in all material respects, and the Official Statement does not contain any untrue statement of a material fact or omit to state a material fact which would make the statements therein misleading.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

1101 S. Raisinville Rd.
Monroe, Michigan 48161
Phone: (734) 242-5799

BOARD OF EDUCATION

Dale DeSloover, President
Renee Larzelere, Vice President
Russell Bless, Treasurer
Paul Miller, Secretary
Dr. Barry Martin, Trustee

ADMINISTRATION

Dr. Stephen McNew, Superintendent
Joshua P. Dyer, Assistant Superintendent for Business and Administrative Services

BOND COUNSEL

Thrun Law Firm, P.C.
East Lansing, Michigan

PAYING AGENT

UMB Bank, N.A.
Grand Rapids, Michigan

MUNICIPAL ADVISOR

Baker Tilly Municipal Advisors, LLC
East Lansing, Michigan

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MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

OFFICIAL STATEMENT

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN
$5,030,000*
2024 ENERGY CONSERVATION IMPROVEMENT BONDS
(General Obligation – Limited Tax)

SALE INFORMATION

DATE OF SALE:	Thursday, November 14, 2024
TIME OF SALE:	10:00 A.M., E.T.
DATE AND TIME OF AWARD:	Thursday, November 14, 2024, 5:00 P.M., E.T.
LOCATION OF SALE:	Municipal Advisory Council Phone: (313) 963-0420 Email: munibids@macmi.com

BIDS MAY BE SUBMITTED ELECTRONICALLY VIA BID COMP/PARITY OR EMAILED TO MAC

DATED:	Date of delivery	**MAXIMUM INTEREST RATE:** 6.00%
FIRST INTEREST:	November 1, 2025	**MINIMUM INTEREST RATE:** 1.00%

MULTIPLES:	1/8th or 1/100th of 1%, or both.
DENOMINATIONS:	$5,000 or any integral multiple thereof not exceeding for each maturity the principal amount of such maturity.
PURCHASE PRICE:	Not less than 99% nor greater than 118% of par.
PAYING AGENT:	UMB Bank, N.A., Grand Rapids, Michigan
GOOD FAITH DEPOSIT:	No Good Faith Deposit Required. *See "APPENDIX E – DRAFT OFFICIAL NOTICE OF SALE" for further information regarding this issue.*
PRINCIPAL DUE:	November 1st as shown on the inside cover.
MATURITY ADJUSTMENT:	The Issuer reserves the right to decrease the aggregate principal amount of the Bonds after receipt of bids and before final award. Such adjustment, if necessary, will be made in increments of $5,000.
ISSUE PRICE:	The winning bidder shall assist the School District in establishing the issue price of the Bonds, in accordance with the requirements set forth in APPENDIX G concerning the Certification Regarding Issue Price and the Draft Official Notice of Sale in APPENDIX E attached hereto, and shall deliver to the School District at closing an "Issue Price Certificate" prepared by Bond Counsel setting forth the reasonably expected issue price to the public and/or the sales prices of the Bonds. See APPENDICES E and G herein for additional information.

* Preliminary, subject to change.

INTRODUCTION

The purpose of this Official Statement, which includes the cover page and Appendices, is to set forth information concerning the Monroe County Intermediate School District, State of Michigan (the "School District"), and its 2024 Energy Conservation Improvement Bonds (General Obligation - Limited Tax) (the "Bonds"), in connection with the sale of the Bonds and for the information of those who may become holders of the Bonds.

PURPOSE

The Bonds were authorized by the Board of Education of the School District by resolutions adopted on October 15, 2024 and expected to be adopted on November 19, 2024 (collectively, the "Resolution"). The Bonds will be issued for school building and site purposes.

ESTIMATED SOURCES AND USES OF FUNDS

SOURCES[1]:

Par amount of Bonds
Reoffering Premium/Discount
Total Sources

USES[1]:

Deposit to Capital Projects Fund
Underwriter's Discount
Costs of Issuance
Total Uses

THE BONDS

Term Bonds

The Bonds are eligible for designation by the original purchaser as serial bonds or term bonds, or both. However, principal maturities designated as term bonds shall be subject to mandatory redemption, in part, by lot, at par and accrued interest on the date on which the Bonds are presently scheduled to mature. Each maturity of term bonds and serial bonds must carry the same interest rate. Any such designation must be made within one (1) hour from the time bids are submitted.

Optional Redemption

The Bonds or portions of the Bonds in multiples of $5,000 maturing on or after November 1, 2034 are subject to redemption at the option of the School District by lot on any date occurring on or after May 1, 2034 at par plus accrued interest to the date fixed for redemption.

Description of the Bonds

The Bonds will be issued in book-entry-only form as one fully registered Bond per maturity, without coupons, in the aggregate principal amount for each maturity set forth on the cover page of this Official Statement and may be purchased in denominations of $5,000 or any integral multiple thereof. The Bonds will be dated as of date of delivery and bear interest from their dated date. Interest on the Bonds shall be payable on November 1, 2025 and semiannually each May 1, and November 1 thereafter prior to maturity or prior redemption. Interest on the Bonds shall be computed using a 360-day year with twelve 30-day months, and the Bonds will mature on the dates and in the principal amounts and will bear interest at the rates as set forth on the cover of this Official Statement.

[1] Preliminary, subject to change

UMB Bank, N.A., Grand Rapids, Michigan, or its successor will serve as the paying agent (the "Paying Agent") and also as bond registrar and transfer agent if the Bonds cease to be held in book-entry form. Interest on the Bonds shall be payable when due by check or draft to the person or entity who or which is, as of the fifteenth (15th) day of the month preceding each interest payment date, the registered owner of record, at the registered owner's registered address. For a description of payment of principal and interest, transfers and exchanges and notice of redemption on the Bonds, see "Book-Entry-Only System," "Transfer Outside the Book-Entry-Only System," and "Notice of Redemption and Manner of Selection" below.

Book-Entry-Only System

The information in this section has been furnished by The Depository Trust Company, New York, New York ("DTC"). No representation is made by the School District or the Paying Agent as to the completeness or accuracy of such information or as to the absence of material adverse changes in such information subsequent to the date hereof. No attempt has been made by the School District, the Paying Agent, or the Underwriter to determine whether DTC is or will be financially or otherwise capable of fulfilling its obligations. Neither the School District nor the Paying Agent will have any responsibility or obligation to Direct Participants, Indirect Participants (both as defined below) 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.

DTC 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, each in the aggregate principal amount of such maturity and will be deposited with DTC.

DTC, the world's largest securities 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 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (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 is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. 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 from S&P Global Ratings of AA+. 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.

Purchases of 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 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 and their registration in the name of Cede & Co. or such other nominee do not affect 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. Beneficial Owners of Bonds may wish to take certain steps to augment transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of the notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

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 MMI 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).

Payments of principal and interest and redemption amounts, if any, 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 detailed information from the School District or Paying Agent, on the 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 nor its nominee, Paying Agent, or the School District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payments of principal, interest and redemption amounts, if any, to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) are the responsibility of the School District or Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC and disbursement of such payments to the Beneficial Owners will 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 Paying Agent. Under such circumstances, in 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.

Transfer Outside the Book-Entry-Only System

In the event that the book-entry-only system is discontinued, the following provisions would apply to the Bonds. The Paying Agent shall keep the registration books for the Bonds (the "Bond Register") at its corporate trust office. Subject to the further conditions contained in the Resolution, the Bonds may be transferred or exchanged for one or more Bonds in different authorized denominations upon surrender thereof at the corporate trust office of the Paying Agent by the registered owners or their duly authorized attorneys; upon surrender of any Bonds to be transferred or exchanged, the Paying Agent shall record the transfer or exchange in the Bond Register and shall authenticate replacement bonds in authorized denominations; during the fifteen (15) days immediately preceding the date of mailing of any notice of redemption or any time following the mailing of any notice of redemption, the Paying Agent shall not be required to effect or register any transfer or exchange of any bond which has been selected for such redemption, except the Bonds properly surrendered for partial redemption may be exchanged for new Bonds in authorized denominations equal in the aggregate to the unredeemed portion; the School District and the Paying Agent shall be entitled to treat the registered owners of the Bonds, as their names appear in the Bond Register as of the appropriate dates, as the owners of such Bonds for all purposes under the Resolution. No transfer or exchange made other than as described above and in the Resolution shall be valid or effective for any purposes under the Resolution.

Notice of Redemption and Manner of Selection

Notice of redemption of any Bond shall be given not less than 30 days and not more than 60 days prior to the date fixed for redemption by mail to the registered owner at the registered address shown on the registration books kept by the Paying Agent. The Bonds shall be called for redemption in multiples of $5,000 and Bonds of denominations of more than $5,000 shall be treated as representing the number of Bonds obtained by dividing the face amount of the Bond by $5,000 and such Bonds may be redeemed in part. The notice of redemption for Bonds redeemed in part shall state that upon surrender of the Bond to be redeemed a new Bond or Bonds in an aggregate face amount equal to the unredeemed portion of the Bond surrendered shall be issued to the registered owner of such Bond.

If less than all of the Bonds of any maturity shall be called for redemption prior to maturity, unless otherwise provided, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot by the Paying Agent, in the principal amounts designated by the School District. Any Bonds selected for redemption will cease to bear interest on the date fixed for redemption provided funds are on hand with the Paying Agent to redeem said Bonds. Upon presentation and surrender of such Bonds at the corporate trust office of the Paying Agent, such Bonds shall be paid and redeemed.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The Bonds have been designated as Qualified Tax-Exempt Obligations for purposes of deductions of interest expense by financial institutions under Section 265(b)(3)(B) of the Internal Revenue Code of 1986.

QUALIFIED BY THE MICHIGAN DEPARTMENT OF TREASURY

The School District has received a letter from the Michigan Department of Treasury stating that the School District is in material compliance with the criteria of the Revised Municipal Finance Act No. 34, Public Acts of Michigan, 2001 (“Act 34”) for a municipality to be granted “qualified status” to issue municipal securities without further approval by the Michigan Department of Treasury.

TAX MATTERS

State of Michigan

In the opinion of Thrun Law Firm, P.C., East Lansing, Michigan ("Bond Counsel"), based on its examination of the documents described in its opinion, under existing State of Michigan statutes, regulations and court decisions, the Bonds and the interest thereon are exempt from all taxation in the State of Michigan, except inheritance and estate taxes and taxes on gains realized from the sale, payment or other disposition thereof.

Federal

In the opinion of Bond Counsel based upon its examination of the documents described in its opinion, under existing statutes, regulations, rulings and court decisions, the interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, interest on the Bonds held by an “applicable corporation” (as defined in Section 59(k) of the Internal Revenue Code of 1986, as amended (the “Code”)) is included in annual “adjusted financial statement income” for purposes of calculating the alternative minimum tax imposed on an applicable corporation. The opinions set forth in the preceding sentence are subject to the condition that the School District comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excluded from gross income for federal income tax purposes. The School District has covenanted to comply with such requirements. Failure to comply with certain of such requirements may cause the inclusion of interest on the Bonds in gross income for federal income tax purposes to be retroactive to the date of issuance of the Bonds. Bond Counsel will express no opinion regarding other federal tax consequences arising with respect to the Bonds.

There are additional federal tax consequences relative to the Bonds and the interest thereon. The following is a general description of some of these consequences but is not intended to be complete or exhaustive and investors should consult with their tax advisors with respect to these matters. Prospective purchasers of the Bonds should be aware that (i) interest on the Bonds is included in the effectively connected earnings and profits of certain foreign corporations for purposes of calculating the branch profits tax imposed by Section 884 of the Code, (ii) interest on the Bonds may be subject to a tax on excess net passive income of certain S Corporations imposed by Section 1375 of the Code, (iii) interest on the Bonds is included in the calculation of modified adjusted gross income for purposes of determining the taxability of social security or railroad retirement benefits, (iv) the receipt of interest on the Bonds by life insurance companies may affect the federal tax liability of such companies, (v) in the case of property and casualty insurance companies, the amount of certain loss deductions otherwise allowed is reduced by a specific percentage of, among other things, interest on the Bonds, (vi) holders of the Bonds may not deduct interest on indebtedness incurred or continued to purchase or carry the Bonds, and (vii) commercial banks, thrift institutions and other financial institutions may deduct their costs of carrying certain obligations such as the Bonds.

Original Issue Premium[1]

For federal income tax purposes, the initial offering prices to the public (excluding bond houses and brokers) of certain Bonds, as set forth on the cover of this Official Statement, may be greater than the stated redemption prices at maturity (the "Premium Bonds") and constitutes for the original purchasers of the Premium Bonds an amortizable bond premium. Such amortizable bond premium is not deductible from gross income. The amount of amortizable bond premium allocable to each taxable year is generally determined on the basis of a taxpayer's yield to maturity determined by using the taxpayer's basis (for

[1] Preliminary, subject to change.

purposes of determining loss on sale or exchange) of such Premium Bonds and compounding at the close of each six-month accrual period. The amount of amortizable bond premium allocable to each taxable year is deducted from the taxpayer's adjusted basis of such Premium Bonds to determine taxable gain upon disposition (including sale, redemption or payment on maturity) of such Premium Bonds.

Original Issue Discount[1]

The initial public offering prices of certain Bonds, as set forth on the cover page of this Official Statement, may be less than the stated redemption prices at maturity (the "OID Bonds"), and, to the extent properly allocable to each owner of such OID Bond, such original issue discount is excludable from gross income for federal income tax purposes with respect to such owner. Original issue discount is the excess of the stated redemption price at maturity of an OID Bond over the initial offering price to the public (excluding bond houses and brokers) at which price a substantial amount of the OID Bonds were sold. Under Section 1288 of the Code, original issue discount on tax-exempt bonds accrues on a compound basis. For an owner who acquires an OID Bond in this offering, the amount of original issue discount that accrues during any accrual period generally equals (i) the issue price of such OID Bond plus the amount of original issue discount accrued in all prior accrual periods, multiplied by (ii) the yield to maturity on such OID Bond (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period), less (iii) any interest payable on such OID Bond during such accrual period. The amount of original issue discount so accrued in a particular accrual period will be considered to be received ratably on each day of the accrual period, will be excluded from gross income for federal income tax purposes, and will increase the owner's tax basis in such OID Bond. Any gain realized by an owner from a sale, exchange, payment or redemption of an OID Bond would be treated as gain from the sale or exchange of such OID Bond. Owners of OID Bonds should consult with their individual tax advisors to determine whether the application of the original issue discount federal regulations will require them to include, for state and local income tax purposes, an amount of interest on the OID Bonds as income even though no corresponding cash interest payment is actually received during the tax year.

Future Developments

No assurance can be given that any current or future legislation, if enacted into law, clarifications or amendments to the Code, or court decisions, will not cause the interest on the Bonds to be subject directly or indirectly to federal or State income taxation, adversely affect the market price or marketability of the Bonds, or otherwise prevent bondholders from realizing the full current benefit of the status of the interest thereon. The School District cannot predict the outcome of any such federal or State proposals as to passage, ultimate content or impact if passed, or timing of consideration or passage. Purchasers of the Bonds should reach their own conclusions regarding the impact of any such federal or State proposals and regulations.

It is to be understood that the rights of the holders of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and that their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

INVESTORS SHOULD CONSULT WITH THEIR TAX ADVISORS AS TO THE TAX CONSEQUENCES OF THEIR ACQUISITION, HOLDING OR DISPOSITION OF THE BONDS, INCLUDING THE TREATMENT OF ORIGINAL ISSUE DISCOUNT AND ORIGINAL ISSUE PREMIUM, IF ANY.

TAX PROCEDURES

Article IX, Section 3, of the Michigan Constitution provides that the proportion of true cash value at which property shall be assessed shall not exceed 50% of true cash value. The Michigan Legislature by statute has provided that property shall be assessed at 50% of its true cash value, except as described below.

The Michigan Legislature or the electorate may at some future time reduce the percentage below 50% of true cash value.

On March 15, 1994, the electors of the State approved an amendment to the Michigan Constitution permitting the Legislature to authorize ad valorem taxes on a non-uniform basis. The legislation implementing this constitutional amendment added a new measure of property value known as "Taxable Value." Beginning in 1995, taxable property has two valuations - State Equalized Valuation ("SEV") and Taxable Value. Property taxes are levied on Taxable Value. Generally, Taxable Value of property is the lesser of (a) the Taxable Value of the property in the immediately preceding year, adjusted for losses, and increased or reduced by the lesser of the inflation rate or 5%, plus additions, or (b) the property's current SEV. Under certain circumstances, therefore, the Taxable Value of property may be different from the same property's SEV.

When property is sold or transferred, Taxable Value is adjusted to the SEV, which under existing law is 50% of the current true cash value. The Taxable Value of new construction is equal to current SEV. Taxable Value and SEV of existing property are also adjusted annually for additions and losses.

Responsibility for assessing taxable property rests with the local assessing officer of each township and city. Any property owner may appeal the assessment to the local board of review, to the Michigan Tax Tribunal and, ultimately, to the Michigan appellate courts.

The Michigan Constitution also mandates a system of equalization of assessments. Although the assessors for each local unit of government within a county are responsible for actually assessing at 50% of true cash value, adjusted for Taxable Value purposes, the final SEV and Taxable Value are arrived at through several steps. Assessments are established initially by the municipal assessor. Municipal assessments are then equalized to the 50% levels as determined by the county's department of equalization. Thereafter, the State equalizes the various counties in relation to each other. SEV is important, aside from its use in determining Taxable Value, for the purpose of levying ad valorem property taxes, because of its role in the spreading of taxes between overlapping jurisdictions, the distribution of various State aid programs, State revenue sharing, and in the calculation of debt limits.

Property that is exempt from property taxes, e.g., churches, government property, public schools, is not included in the SEV and Taxable Value data in this Official Statement. Property granted tax abatements under Act 198, Public Acts of Michigan, 1974, amended, is recorded on separate tax rolls while subject to tax abatement. The valuation of tax-abated property is based upon SEV but is not included in either the SEV or Taxable Value data in the Official Statement except as noted. Under limited circumstances, other state laws permit the partial abatement of certain taxes for other types of property for periods of up to 12 years.

LEVY AND COLLECTION OF TAXES FOR PAYMENT OF THE BONDS AND BONDHOLDERS' REMEDIES

The School District has pledged its limited tax full faith and credit for the payment of the Bonds and the interest thereon. The Bonds are a general obligation of the School District and will be payable as a first budget obligation of the School District, and from ad valorem taxes which may be levied against all taxable property in the School District, subject to applicable constitutional and statutory limitations, subordinate only to any first liens on said funds pledged for the payment of state aid notes, lines of credit, and tax anticipation notes heretofore and hereafter issued. To the extent the School District pledges special education tax revenues and career and technical education tax revenues in relation to the Bonds, such pledges are only available to fund the statutorily authorized purposes of those respective millages in a ratio equal to the respective special education and the career and technical education allocation of the improved facilities.

Registered owners of the Bonds may attempt to obtain a money judgment against the School District for the principal amount of the Bonds or interest not paid when due and may periodically attempt to enforce the collection of the money judgment by requiring the tax assessing officers for the School District to place the amount of such judgment on the next tax rolls of the School District. The rights of the holders of the Bonds and the enforceability thereof are subject to bankruptcy, insolvency, fraudulent conveyance, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted and their enforcement also may be subject to the exercise of judicial discretion in appropriate cases.

MICHIGAN PROPERTY TAX REFORM

On November 5, 2013, March 28, 2014, April 1, 2014 and June 27, 2018, a package of bills amended and replaced legislation enacted in 2012 to phase-out most personal property taxes in Michigan. The bills were contingent on Michigan voters approving a ballot question authorizing a new municipal entity, the Local Community Stabilization Authority ("LCSA") to levy a local component of the statewide use tax and distribute that revenue to local units of government to offset their revenue losses resulting from the personal property tax reform. On August 5, 2014, voters approved that ballot question.

The bill package, together with the original 2012 legislation, created two new exemptions from the personal property tax. Under the "small taxpayer exemption", the commercial and industrial personal property of each owner with a combined true cash value in a local tax collecting unit of less than $80,000 is exempt from ad valorem taxes in that collecting unit beginning in 2014, with such threshold increased by the legislature to a combined true cash value in a local tax collecting unit of less than $180,000 beginning in 2023. For businesses that do not qualify for the "small taxpayer exemption", all "eligible manufacturing personal property" (personal property used more than 50% of the time in industrial processing or direct integrated support) purchased and placed into service before 2006 or during or after 2013 become exempt beginning in 2016. Taxation on "eligible manufacturing personal property" placed into service after 2006 but before 2013 will be phased out over time, with the exemption taking effect after the property has been in service for the immediately preceding 10 years. The legislation extends certain personal property tax exemptions and tax abatements for technology parks, industrial facilities and enterprise zones that were to expire after 2012, until the voter-approved personal property tax exemptions take effect.

Pursuant to voter approval in August 2014, the legislation also includes a formula to reimburse school districts for 100% of their lost operating millage revenue and lost sinking fund millage revenue. To provide the reimbursement, the legislation reduces the state share of the use tax and authorizes the LCSA to levy a local component of the use tax and distribute that revenue to qualifying local units. The reimbursement for the school district's operating millage will come from the State use tax component, which is deposited into the school state aid fund[1]. While the legislation provides reimbursement for prospective school operating losses, the reimbursement shall be for either (a) debt losses attributable to debt obligations that voters approved before January 1, 2015 or were incurred before January 1, 2015, or (b) debt millage calculated pursuant to a statutory formula.

Because the Bonds are limited tax obligations, the School District expects no specific reimbursement for debt service revenues related to the Bonds.

LITIGATION

To the knowledge of the appropriate officials of the School District, after due inquiry, no litigation, administrative action or proceeding is pending or threatened, restraining or enjoining, or seeking to restrain or enjoin, the issuance and delivery of the Bonds, or questioning or contesting the validity of the Bonds or the proceedings or authorities under which they are authorized to be issued, sold, executed and delivered. A certificate to such effect will be delivered to the original purchaser of the Bonds (the "Purchaser") at the time of the original delivery of the Bonds.

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[1] Because the reimbursement funds are deposited into the state school aid fund, the legislature may, in the future, change the funding formulas in the State School Aid Act of 1979 or appropriate funds therein for other purposes.

APPROVAL OF LEGAL PROCEEDINGS

Legal matters incident to the authorization, issuance and sale by the School District of the Bonds and with regard to the tax-exempt status of the Bonds are subject to the approving opinion of Thrun Law Firm, P.C., East Lansing, Michigan, Bond Counsel, and will be furnished without expense to the Purchaser, a copy of such opinion, the form of which is set forth in APPENDIX E, will be available at the time of the delivery of the Bonds.

Except to the extent necessary to issue its approving opinion as to the validity of the Bonds, Bond Counsel has made no inquiry as to any financial information, statements or materials contained in any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the Bonds, and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial information, statements or materials.

RATING

The School District has applied for a rating of the Bonds from S&P Global Ratings ("S&P"). No application was made to any other agency.

S&P will assign, as of the date of delivery of the Bonds, its underlying municipal bond rating of "AA-" to the Bonds.

The School District furnished to S&P certain materials and information in addition to that provided herein. Generally, rating agencies base their ratings on such information and materials, and on investigations, studies and assumptions. There is no assurance that such ratings will prevail for any given period of time or that they will not be revised downward or withdrawn entirely by S&P if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the Bonds. Any ratings assigned represent only the views of S&P. Further information is available upon request from S&P Global Ratings, 55 Water Street, New York, New York 10014, phone: (212) 438-1000.

UNDERWRITING

The Bonds are being purchased by ______________________________ (the "Underwriter") at a purchase price of $_____________, which is the par amount of the Bonds of $____________ less the underwriter's discount of $__________, plus the original issue premium of $____________, less the original issue discount of $____________. The Official Notice of Sale for the Bonds provides that all of the Bonds will be purchased by the Underwriter if any of such Bonds are purchased.

The Underwriter intends to offer the Bonds to the public at the offering prices set forth on the inside cover page of this Official Statement. The Underwriter may allow concessions to certain dealers (including dealers in a selling group of the Underwriter and other dealers depositing the Bonds into investment trusts), who may reallow concessions to other dealers. After the initial public offering, the public offering price may be varied from time to time by the Underwriter.

MUNICIPAL ADVISOR'S OBLIGATION

The School District has retained Baker Tilly Municipal Advisors, LLC as municipal advisor in connection with certain aspects of the issuance of Bonds (the "Municipal Advisor" or "BTMA"). BTMA is a registered municipal advisor and a wholly-owned subsidiary of Baker Tilly US, LLP ("BTUS"), an accounting firm and has been retained by the School District to provide certain financial advisory services including, among other things, preparation of the deemed "nearly final" Preliminary Official Statement and the Official Statement (the "Official Statements"). The information contained in the Official Statements has been compiled from records and other materials provided by School District officials and other sources deemed to be reliable. The Municipal Advisor has not and will not independently verify the completeness and accuracy of the information contained in the Official Statements.

The Municipal Advisor's duties, responsibilities and fees arise solely as Municipal Advisor to the School District and they have no secondary obligations or other responsibility. The Municipal Advisor's fees are expected to be paid from proceeds of the Bonds pursuant to the respective engagements.

Municipal Advisor Registration:

BTMA is a Municipal Advisor registered with the Securities and Exchange Commission and the Municipal Securities Rulemaking Board. As such, BTMA is providing certain specific municipal advisory services to the School District, but is neither a placement agent to the School District nor a broker/dealer and cannot participate in the underwriting of the Bonds.

The offer and sale of the Bonds shall be made by the School District, in the sole discretion of the School District, and under its control and supervision. The School District has agreed that BTMA does not undertake to sell or attempt to sell the Bonds, and will take no part in the sale thereof.

Other Financial Industry Activities and Affiliations:

BTUS is an advisory, tax and assurance firm headquartered in Chicago, Illinois. BTUS and its affiliated entities, have operations in North America, South America, Europe, Asia and Australia. BTUS is an independent member of Baker Tilly International, a worldwide network of independent accounting and business advisory firms in 47 territories, with 33,600 professionals.

Baker Tilly Investment Services, LLC ("BTIS"), a division of Baker Tilly Wealth Management, LLC, is registered as an investment adviser with the Securities and Exchange Commission ("SEC") under the Federal Investment Advisers Act of 1940. BTIS provides discretionary and non-discretionary investment management services to government and municipal entities. BTIS may provide advisory services to the clients of BTMA.

Baker Tilly Capital, LLC ("BTC"), a wholly owned subsidiary of BTUS, is a limited purpose broker/dealer registered with the SEC and member of the Financial Industry Regulatory Authority ("FINRA"). BTC provides merger & acquisition, capital sourcing and corporate finance advisory services. BTC may provide transaction advisory services to clients of BTMA.

Baker Tilly Financial, LLC ("BTF"), a wholly owned subsidiary of BTUS, is an investment adviser registered with the SEC. BTF provides both discretionary and non-discretionary portfolio management, consulting and retirement plan management services to individuals and retirement plans. BTF may provide advisory services to the clients of BTMA.

BTMA has no other activities or arrangements that are material to its advisory business or its clients with a related person who is a broker-dealer, investment company, other investment adviser or financial planner, bank, law firm or other financial entity.

CONTINUING DISCLOSURE

Prior to delivery of the Bonds, the School District will execute a Continuing Disclosure Agreement (the "Agreement") for the benefit of the holders of the Bonds and the Beneficial Owners (as hereinafter defined under this caption only) to send certain information annually and to provide notice of certain events to certain information repositories pursuant to the requirements of Rule 15c2-12(b)(5) (the "Rule") adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended. "Beneficial Owner" means, under this caption only, any person, who has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including any person holding

Bonds through nominees, depositories or any other intermediaries). The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and the other terms of the Agreement, are set forth in "APPENDIX F - FORM OF CONTINUING DISCLOSURE AGREEMENT." Additionally, the School District shall provide certain annual financial information and operating data generally consistent with the information contained within the tables under the headings "Enrollments - Enrollment History," "Labor Relations," "Retirement Plan - Contributions to MPSERS," "History of Valuations – State Equalized Valuation and Taxable Valuation," "Tax Levies and Collections," "State Aid Payments", "School District Tax Rates (Per $1,000 of Valuation)," "Largest Taxpayers, and "Direct Debt" in APPENDIX A and General Fund Budget Summaries in APPENDIX B.

A failure by the School District to comply with the Agreement will not constitute an event of default under the Resolution and holders of the Bonds or Beneficial Owners are limited to the remedies described in the Agreement. A failure by the School District to comply with the Agreement must be reported by the School District in accordance with the Rule 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.

Over the previous five years, the School District has not been subject to any continuing disclosure obligations under the Rule.

FURTHER INFORMATION

Further information concerning the Bonds may be secured from Baker Tilly Municipal Advisors, LLC, 2852 Eyde Parkway, East Lansing, Michigan 48823, phone: (517) 321-0110, Municipal Advisor to the School District, or from the School District's administration offices, 1101 S. Raisinville Rd, Monroe, Michigan 48161, Phone: (734) 242-5799.

OTHER MATTERS

All information contained in this Official Statement is subject, in all respects, to the complete body of information contained in the original sources of such information. In particular, no opinion or representation is rendered as to whether any projection will approximate actual results, and all opinions, estimates and assumptions, whether expressly identified as such, should not be considered statements of facts.

The School District certifies to the best of its knowledge and belief that this Official Statement, as of its date and as it relates to the School District and its economic and financial condition, (i) is complete and accurate; (ii) does not contain any untrue statement of a material fact; and (iii) does not omit any material facts or information which would make the statements contained herein misleading.

This Official Statement has been duly approved, executed and delivered by the School District.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
COUNTIES OF SAGINAW AND SHIAWASSEE
STATE OF MICHIGAN

By: ____
Its: Superintendent

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APPENDIX A[1]
General Financial, Economic and School Information

Location and Area

Monroe County Intermediate School District (the "School District" or "Monroe County ISD") includes portions of Lenawee and Wayne Counties. Its offices are located in the City of Monroe, in Monroe County, Michigan.

Population[2]

The U.S. Census reported populations for the County of Monroe are as follows:

Year	County of Monroe
2020	154,809
2010	152,021

Board of Education

The School District is governed by five elected Board of Education members who serve staggered six-year terms.

Programs and Constituent Entities

Monroe County ISD operates regional early childhood, special education and vocational education classrooms and programs as well as curriculum and instructional support services. Students within the Monroe County ISD service area attend 9 public school districts, 2 charter school academies and 10 nonpublic schools. The public school systems within the School District's geographic boundaries are:

Public School District	Grades Served	2023/24 Enrollment
Airport Community Schools	K-12	2,859.42
Bedford Public Schools	K-12	3,942.08
Dundee Community Schools	K-12	1,766.27
Ida Public Schools	K-12	1,443.42
Jefferson Public Schools	K-12	1,349.32
Mason Consolidated Schools	K-12	1,007.16
Monroe Public Schools	K-12	4,534.75
Summerfield Schools	K-12	564.00
Whiteford Agricultural Schools	K-12	818.23

Charter School Academies	Grades Served	2023/24 Enrollment
New Bedford Academy	K-8	80.25
Triumph Academy	K-12	768.40

[1] Unless otherwise noted, the information contained in Appendix A was provided by the School District.
[2] Source: U.S. Census of Population

Enrollment

Historical fall enrollment for the School District is as follows:

2023/24	607.43	2018/19	795.87
2022/23	631.25	2017/18	770.49
2021/22	649.64	2016/17	798.27
2020/21	759.36	2015/16	793.46
2019/20	787.81	2014/15	792.05

Projected enrollment for 2024/2025 is 610 as estimated by the School District.

Labor Relations

Class	Number	Affiliation	Contract Expires
Administration	31	Non-Affiliated	N/A
Central Office	5	Non-Affiliated	N/A
Supervisors	14	MCIFSA	6/30/2027
Teachers	78	MCIEA	9/30/2027
Certified Support Staff	140	MCIEA	9/30/2027
Secretaries	17	ESPA	6/30/2027
Paraprofessionals	130	ESPA	6/30/2027
Custodial	7	ESPA	6/30/2027
Other Hourly	149	Non-Affiliated	N/A
Bus Drivers & Aides	18	ESPA	6/30/2027
Other Hourly	23	Non-Affiliated	N/A
Total	612		

The percentage of employees represented by labor organization is 66%. The School District has not experienced a strike by any of its bargaining units within the past ten years.

Retirement Plan

For the period October 1 through September 30, the School District pays an amount equal to a percentage of its employees' wages to the Michigan Public School Employees Retirement System ("MPSERS"), which is a statewide retirement plan for employees of Michigan public schools administered by the State of Michigan. These contributions are established and required by law and are calculated by using the contribution rates as determined annually by the State.

Public Act 75 of 2010 ("Act 75") significantly modified MPSERS and among other provisions required all employees hired after July 1, 2010 to participate in a new Pension Plus Plan which provides a combined defined benefit and defined contribution benefit structure. Public Act 92 of 2017 ("Act 92") further modified MPSERS for all employees hired on or after February 1, 2018. Act 92 requires all employees hired on or after February 1, 2018 to elect to participate in a new 401(k) style defined contribution plan or a new hybrid plan with different assumptions and cost sharing.

Contributions to MPSERS

The School District's estimated contributions to MPSERS for 2024/2025 and the contributions for the previous five years are shown below.

Fiscal Year Ending June 30,	Total Contribution To MPSERS
2025[1]	$12,804,500
2024	11,753,281
2023	10,022,502
2022	9,389,712
2021	8,225,928

Note: GASB Statement 68 requires all reporting units in a multi-employer cost sharing pension plan to record a balance sheet liability for their proportionate share of the net pension liability of the plan. The School District implemented GASB 68 in their year ended June 30, 2015 audited financial statements. The District's proportion of the net pension liability was based on projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating reporting units, actuarially determined. Please refer to the audit for the pension liability.

Other Post-Employment Benefits

MPSERS is a cost-sharing, multi-employer, statewide plan. Pension benefits and retiree health benefits are established by law and funded through employer contributions. The cost of retiree benefits is funded annually on a pay-as-you-go basis, with retirees paying some of the costs. Current year liability for retiree health benefits is reflected in the figures provided above. Further information regarding MPSERS, including retiree health benefits, can be found at www.michigan.gov/orsschools.

GENERAL FINANCIAL INFORMATION

Assessed Valuations[2]

Taxable property in the School District is assessed by the respective municipal assessors and is subject to review by the County Equalization Departments. Tax levies on property in Michigan are applied against the taxable value of all property on the ad valorem tax roll as finally equalized by the State of Michigan.

In accordance with Act 539, Public Acts of Michigan, 1982, as amended, and Article IX, Section 3, of the 1963 Michigan Constitution, the ad valorem state equalized valuation ("SEV") represents 50 percent of true cash value. SEV does not include any value of tax-exempt property (e.g. churches, governmental property and public schools) or property granted tax abatements under Act 198, Public Acts of Michigan, 1974, as amended. The assessed values of Industrial Facilities Tax (IFT) properties are maintained on a separate tax roll. Beginning in 1994, ad valorem property taxes are levied on the basis of taxable value, which is subject, in the case of some property, to assessment caps.

[1] Estimate.
[2] See "MICHIGAN PROPERTY TAX REFORM" herein for information regarding changes to certain tax classifications effective in the 2014 and 2016 tax years.

The following tables show a history of assessed valuations for the School District and an analysis of the 2024 taxable value by class and use and by municipal unit.

History of Valuations – State Equalized Valuation and Taxable Value[1,2]

	State Equalized Valuation	Taxable Value
2024	$9,418,536,690	$7,310,234,316
2023	8,662,831,403	6,914,573,525
2022	7,981,744,847	6,537,495,026
2021	7,690,877,192	6,343,380,178
2020	7,463,894,435	6,227,829,512

2024 Taxable Value by Class and Use[1,3]

By Class:	Taxable Value	% of Total Taxable Value
Real Property	6,195,188,557	84.75%
Personal Property	1,115,045,759	15.25%
Total	$7,310,234,316	100.00%
By Use:		
Agricultural	$348,826,910	4.77%
Commercial	792,272,862	10.84%
Industrial	359,116,993	4.91%
Residential	4,694,971,792	64.22%
Personal	1,115,045,759	15,25%
Total	$7,310,234,316	100.00%

2024 Taxable Valuation by Municipal Unit[1.2.3]

Name of Unit	Total Taxable Valuation	% of Total Valuation
Monroe County	$7,261,276,526	99.33%
Lenawee County	8,961,002	.12%
Wayne County	39,996,788	.55%
Total	$7,310,234,316	100.00%

[1]Sources: County Equalization Departments.
[2] The School District's debt millage is levied on the taxable valuation plus the IFT equivalent taxable valuation.
[3]See "MICHIGAN PROPERTY TAX REFORM" herein for information regarding changes to certain tax classifications effective in the 2014 and 2016 tax years.

Industrial Facilities Tax (IFT) Valuation[1]

Under the provisions of Act 198 the Public Acts of Michigan, 1974, as amended ("Act 198"), plant rehabilitation districts and/or industrial development districts may be established. Businesses in these districts are offered certain property tax incentives to encourage restoration or replacement of obsolete facilities and to attract new facilities to the area. An industrial facilities tax ("IFT") is paid, at a lesser effective rate and in lieu of an ad valorem property taxes, on such facilities for a period up to 12 years. Qualifying facilities are issued abatement certificates for specific periods.

After expiration of the abatement certificate, the then-current SEV of the facility is returned to the ad valorem tax roll. The owner of such facility may obtain a new certificate, provided it has complied with the provisions of Act 198. The 2024 Taxable Value for the properties which have been granted IFT abatements within the School District's boundaries of Monroe County is $92,734,116 which is taxed at one-half rate of the total IFT valuations.

As part of the phase-out of Michigan's property tax on personal property, if a facility and personal property within that facility is subject to an industrial facilities tax until the expiration of said tax at which time the property tax exemption would remain intact until the "eligible personal property" is exempt under the new law. See "MICHIGAN PROPERTY TAX REFORM" herein.

Tax Increment Authorities[1]

Act 57 of the Public Acts of Michigan, 2018, as amended (the "Recodified Tax Increment Financing Act") and Act 381 of the Public Ace of Michigan, 1996, as amended (the "Brownfield Act") (together the "TIF Acts") authorize the designation of specific districts known as Tax Increment Finance Authority ("TIFA") Districts, Downtown Development Authority ("DDA") Districts. Local Development Finance Authority ("LDFA") Districts. Corridor Improvement Authority ("CIA") Districts or Brownfield Redevelopment Authority ("BRDA") Districts, which are authorized to formulate tax increment financing plans for public improvements, economic development, neighborhood revitalization, historic preservation and environmental cleanup within the district.

Tax increment financing permits the TIFA, DDA, LDFA, and BRDA to capture tax revenues attributable to increases in value of real and personal property located within an approved development area while any tax increment financing plans by an established TIF District are in place. These captured revenues are used by the TIF District and are not passed on to the local taxing jurisdictions. DDAs within Monroe County in the School District have a 2024 Taxable Value of $75,778,306 and a Final Captured Value of $49,750,515. BRDAs within Monroe County in the School District have a 2024 Taxable Value of $22,189,258 and a Final Captured Value of $15,954,028. By statute, intermediate school districts are reimbursed for any tax capture by a BRDA.

Tax Levies and Collections

The School District's fiscal year begins July 1. School District property taxes are levied on December 1 of each fiscal year and are payable without penalty or interest on or before the following February 14. On March 1, unpaid real property taxes are returned delinquent to the County Treasurers for collection with penalties and interest. On the first Tuesday in May in each year, a tax sale is held by the Counties at which lands delinquent for taxes assessed in the third year preceding the sale, or in a prior year, are sold for the total of the unpaid taxes of those years.

Monroe County, Lenawee County and Wayne County (the "Counties"), to date, have purchased and paid from their Delinquent Tax Revolving Fund the delinquent taxes on all real property of all taxing units in the Counties. The decision to make such payments is determined on an annual basis by the Counties. There is no guarantee that the payments will continue in future years. If the delinquent taxes which are due and payable to the Counties are not received by the Counties for any reason, the Counties have full rights of recourse against the School District to recover the amount of uncollected delinquent taxes, together with interest thereon, at the rate of one percent per month or fraction of a month until repaid to the Counties by the School District.

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[1]Sources: County Equalization Departments

A history of the operating tax levies and collections for the School District is as follows:

School Year	Special Education Tax Levy	Current collections To March 1, Each Year		Collections Plus Funding to June 30, Each Year	
2024/25*	$23,733,888	(In process of collection)		(In process of collection)	
2023/24	23,924,759	$22,666,407	94.74%	$23,880,866	99.82%
2022/23	22,633,556	21,156,790	93.48%	22,520,957	99.50%
2021/22	21,946,529	20,846,706	94.99%	21,885,193	99.72%
2020/21	21,354,081	20,114,033	94.19%	21,287,584	99.69%
2019/20	20,935,757	19,822,242	94.68%	20,813,543	99.42%

School Year	Operating Tax Levy	Current collections To March 1, Each Year		Collections Plus Funding to June 30, Each Year	
2024/25*	$2,143,627	(In process of collection)		(In process of collection)	
2023/24	1,992,927	$1,888,107	94.74%	$1,989,271	99.82%
2022/23	1,885,370	1,762,356	93.48%	1,875,991	99.50%
2021/22	1,828,141	1,736,526	94.99%	1,823,032	99.72%
2020/21	1,778,790	1,675,491	94.19%	1,773,251	99.69%
2019/20	1,743,944	1,651,189	94.68%	1,733,764	99.42%

State Aid Payments

The following table shows a five-year history of the School District's total state aid revenues, including the special education foundation allowance, categoricals and other amounts appropriated to the School District under the State School Aid Act of 1979, as amended. For a summary of state aid received by the School District on a monthly basis, see http://MDOE.state.mi.us/statusreports.

Year	Total State Aid Payments
2024/25 (est.)	$34,250,000
2023/24	33,909,066
2022/23	30,131,497
2021/22	21,700,324
2020/21	19,489,580

School District Tax Rates (Per $1,000 of Valuation)

	2024	2023	2022	2021	2020
General Ed.	0.2897	0.2897	0.2897	0.2897	0.2897
Special Education	3.4778	3.4778	3.4778	3.4778	3.4778
Enhancement[1]	0.9866	0.9866	0.9866	0.9866	0.9866
Total	4.7541	4.7541	4.7541	4.7541	4.7541

*Estimate.

[1] The Enhancement millage revenue is distributed amongst constituent entities, including the ISD itself, based on per pupil counts. The School District's Enhancement millage expires with the 2026 tax levy.

Constitutional Millage Rollback

Article IX, Section 31 of the Michigan Constitution (also referred to as the "Headlee Amendment") requires that if the total value of existing taxable property (State Equalized Valuation) in a local taxing unit, exclusive of new construction and improvements, increases faster than the U.S. Consumer Price Index from one year to the next, the maximum authorized tax rate for that local taxing unit must be reduced through a Millage Reduction fraction unless new millage is authorized by a vote of the electorate of the local taxing unit.

Other Tax Rates (Per $1,000 of Valuation)[1]

	2024	2023	2022	2021	2020
State Education Tax	6.0000	6.0000	6.0000	6.0000	6.0000
City of Monroe	20.1660	20.2921	20.5901	20.6016	18.2043
Lenawee County	6.4370	6.4370	6.4363	6.3383	6.3396
Monroe County	5.6755	5.6192	5.6002	5.4872	5.4722
Wayne County	7.7728	7.7728	7.7728	7.8031	7.8220
Monroe Community College	3.0294	3.0294	3.0294	3.0294	3.0294
Wayne Community College	3.2202	3.2202	3.2202	3.2378	3.2408
Belleville Area District Library	1.8382	1.8382	1.6349	2.0418	1.4284

Largest Taxpayers[1]

Shown below are the ten largest identifiable taxpayers in the School District based on their 2024 taxable valuations. The taxpayers listed below represent 15.94% of the School District's 2024 Total Valuation of $7,310,234,316.

Taxpayer	Product or Service	Taxable Value	Equivalent IFT*	Total Valuation Subject to Taxation
DTE Electric Company	Utility	$873,605,392		$873,605,392
International Transmission Co.	Utility	62,173,606		62,173,606
Consumers Energy	Utility	43,192,487		43,192,487
Michigan Gas Utilities	Utility	37,552,870		37,552,870
Monroe, MI (14727 LaPlaisance)	Mfg. packaging (Ford)	32,414,700	$7,752,350	40,167,050
Global Engine Asset Co., LLC	Mfg. automotive engines	29,046,260		29,046,260
Michigan Electric Transmission Co.	Utility	28,185,324		28,185,324
Meijer Inc.	Distribution center	23,987,414		23,987,414
Gerdau Macsteel, Inc	Steel fabricator	19,308,400	894,260	20,202,660
La-Z-Boy Incorporated	Corporate Headquarters	15,452,720		15,452,720
Total		$1,164,919,173	$8,646,610	$1,173,565,783

*The Equivalent IFT value is one-half the rate of the total IFT taxable valuations.

Debt History

The School District has no record of default on its obligations.

Future Financing

The School District does not anticipate issuing additional capital financing bonds in the next twelve months.

[1] Source: Monroe County Equalization Departments.

Direct Debt (as of November 6, 2024)[1]

	Outstanding Debt
2024 Energy Conservation Improvement Bonds (LTGO)	$5,030,000*
NET DIRECT DEBT	$5,030,000*

Overlapping Debt (as of November 6, 2024)[1]

Municipality	Amount Outstanding	Intermediate School District Share
Cities	$58,121,855	$58,121,855
Townships	66,712,840	64,540,551
Villages	5,055,192	5,055,192
School Districts	156,283,655	156,283,655
Counties	58,808,688	5,269,002
Libraries	10,060,000	198,182
Net overlapping debt in the School District		$289,468,437
NET DIRECT AND OVERLAPPING DEBT		$294,498,437*

Debt Ratios[1]

2024 State Equalized Valuation (SEV)	$9,418,536,690
2024 Taxable Valuation	$7,310,234,316
2020 Population	154,809
Direct Debt (Including New Issue)	$5,030,000*
Direct/Overlapping Debt	$294,498,437*
Direct Debt Per Capita	$32
Direct/Overlapping Debt Per Capita	$1,902
Per Capita 2024 SEV	$60,840
Ratio of Direct Debt to 2024 SEV	0.05%
Ratio of Direct/Overlapping Debt to 2024 SEV	3.13%
Per Capita 2024 Taxable Valuation	$47,221
Ratio of Direct Debt to 2024 Taxable Valuation	0.07%
Ratio of Direct/Overlapping Debt to 2024 Taxable Valuation	4.03%

*Preliminary, subject to change.

[1] Source: Municipal Advisory Council of Michigan.

Legal Debt Margin*

2024 State Equalized Valuation		$9,418,536,690
Times 1.00%		1.00%
Sub-total		94,185,367
Times 1/9th		0.11111
Legal Debt Limit		$10,463,994
Less non-voted bonds outstanding plus proposed[1]	(5,030,000)	
Legal Debt Margin Available		$5,433,994

*Preliminary, subject to change.

ECONOMIC PROFILE

The School District is located in the southeastern portion of Michigan's lower peninsula and covers the cities of Monroe, Luna Pier and Petersburg and the villages of Carleton, Dundee, Estral Beach, Maybee and South Rockwood, Michigan.

The School District is directly accessible to these cities with the following distances:

40 miles southwest of Detroit
51 miles southeast of Ann Arbor

Major Employers[2]

Company	Product or service	Approximate # of employees
Within Monroe County		
Mercy Memorial Hospital Cor.	Hospital	1,250
National Galvanizing, L.P.	Mfg. metal products	1,000
La-Z-Boy Inc.	Mfg. furniture	801
FCAUs Dundee Engine Plant	Mfg. motor vehicle parts	720
Monroe County	County government	700
Bedford Public Schools	Public education	700
Monroe County Intermediate School District	Education	612
Gerdau Macsteel, Inc.	Mfg. metal products	536
FCA US LLC	Mfg. motor vehicle parts	500
Guardian Industries, LLC	Mfg. Non-metallic mineral products	500
Airport Community School	Education	396

[1] Section 629(2) of Act 451, Public Acts of Michigan, 1976 as amended ("Act 451), provides that an intermediate school district shall not borrow money or issued non-voted bonds for a sum that together with the total outstanding indebtedness of the district, exceeds 1/9 of 1% of the state equalized valuation of the taxable property within the district. Bonds not included in the computation of the legal debt margin, according to Section 629(2) bonds authorized by vote of the school electors for special education facilities under part 30 of Act 451 and for area vocational-technical education facilities under sections 681 to 690 of Act 451 and bonds issued under section 11i of the State School Aid Act of 1979.
[2] Source: D&B Hoovers.

Unemployment[1]

The following table shows the historical annual average unemployment rates (not seasonally adjusted) for Monroe County and the State of Michigan.

	Monroe County	State of Michigan
2024, Aug.	5.5%	4.5%
2023	4.2%	3.9%
2022	4.7%	4.1%
2021	5.9%	5.7%
2020	9.2%	10.0%
2019	3.9%	4.1%

[1] Source: State of Michigan Office of Labor Market Information.

APPENDIX B

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

General Fund Budget Summaries[1]
Fiscal Year Ending June 30, 2024 and June 30, 2025

	Final 2023/24	Proposed 2024/25
REVENUES		
Local	$2,869,418	$2,973,508
Intermediate	138,749	120,500
State	14,170,113	12,353,253
Federal	6,210,364	4,998,659
Total Revenue	23,388,644	20,445,920
Interdistrict Revenues	3,866,055	3,656,455
Transfers In	2,089,175	2,588,204
Total Revenue, Income Transfers/Other	$29,343,874	$26,690,579
EXPENDITURES		
Instruction		
Basic Program	7,174,719	6,922,967
Added Needs	248,192	181,181
Support Services		
Pupil	2,458,808	2,962,589
Instructional Staff	4,104,540	3,603,261
General Administration	669,484	656,421
School Administration	488,039	508,364
Business	1,697,373	1,746,142
Operations & Maintenance	850,640	847,256
Transportation	199,075	143,047
Central	3,634,312	4,029,184
Other	5,054	5,954
Community Services	1,379,997	1,139,659
Total Expenditures	22,910,263	22,746,025
Interdistrict Payment	6,069,059	4,331,151
Other – Transfers Out	599,415	597,731
Total Appropriated	29,578,737	27,674,907
Other – Transfers Out		
Unreserved Beginning Fund Balance	10,842,207	10,607,344
Income to Receive	29,343,874	26,690,579
Total Income Available	40,186,081	37,297,923
Less: Expenditures	(29,578,737)	(29,674,907)
Estimated Fund Balance - June 30	$10,607,344	$9,623,016

[1] Source: Intermediate School District.

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APPENDIX C

Monroe County Intermediate School District

Year Ended
June 30, 2024

Financial Statements and Single Audit Act Compliance

Rehmann

The School District has not obtained the written consent of its auditor for the inclusion of the portions of the annual financial report contained in this Official Statement. Therefore, the auditor has not conducted a post-audit review of such information.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

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MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

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Rehmann

INDEPENDENT AUDITORS' REPORT

November 1, 2024

Board of Education
Monroe County Intermediate School District
Monroe, Michigan

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the ***Monroe County Intermediate School District*** (the "District"), as of and for the year ended 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.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2024, and the respective changes in financial position thereof and the respective budgetary comparisons for the general fund and the special education fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Independent Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Independent Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards,* we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relate 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 fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated November 1, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Rehmann Robson LLC

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

This section of the Monroe County Intermediate School District's (the "District") annual financial report presents our discussion and analysis of the District's financial performance during the year ended June 30, 2024. Please read it in conjunction with the District's financial statements, which immediately follow this section.

Financial Highlights

· Total net position	$ (27,204,001)
· Change in total net position	11,136,368
· Fund balances, governmental funds	44,513,363
· Change in fund balances, governmental funds	5,929,911
· Unassigned fund balance, general fund	11,996,678
· Change in fund balance, general fund	1,299,295

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of 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 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* presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the residual 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* presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues *(governmental activities).* The governmental activities of the District include instruction, supporting services, community services, food services, and interdistrict payments.

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds.

Management's Discussion and Analysis

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 near-term inflows and outflows of spendable resources, as well as on 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 funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains numerous individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund and the special education fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the District's own programs. The accounting used for fiduciary funds is the accrual basis of accounting.

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 following the fund financial statement section of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This is limited to this management's discussion and analysis and the schedules for the Michigan Public School Employees' Retirement System (MPSERS) pension and other postemployment benefit plan immediately following the notes to the financial statements. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

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, liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by $27.2 million at the close of the most recent fiscal year.

The District's investment in capital assets was $6.3 million at June 30, 2024. The District uses these capital assets to provide services to the students it serves; consequently, these assets are not available for future spending.

The District as a Whole

The statement of net position provides the perspective of the District as a whole. A summary of the District's net position as of the current and prior fiscal years ended June 30 is as follows:

	Net Position	
	2024	2023
Assets		
Current and other assets	$ 59,397,322	$ 50,945,228
Capital assets, net	6,280,559	5,268,617
Total assets	65,677,881	56,213,845
Deferred outflows of resources	34,071,723	41,676,803
Liabilities		
Long-term liabilities	92,198,639	111,796,011
Other liabilities	13,025,069	12,137,682
Total liabilities	105,223,708	123,933,693
Deferred inflows of resources	21,729,897	12,297,324
Net position		
Investment in capital assets	6,280,559	5,268,617
Restricted	33,591,597	27,033,607
Unrestricted (deficit)	(67,076,157)	(70,642,593)
Total net position	$ (27,204,001)	$ (38,340,369)

The District is required to report its proportionate share of the MPSERS net pension liability and net other postemployment benefit asset on the statement of net position. This change has resulted in a negative total net position of governmental activities of $27.2 million. Of this amount, $(67.1 million) is unrestricted net position (deficit) and $33.6 million represents resources that are subject to external restrictions on how they may be used. The operating results of the general fund will have a significant impact on the change in unrestricted net position from year to year.

The results of this year's operations for the District as a whole are reported in the statement of activities, which shows the changes in net position for the fiscal year 2024.

	Change in Net Position	
	2024	2023
Program revenues		
Charges for services	$ 24,753	$ 46,776
Operating grants and contributions	52,374,346	51,119,563
General revenues		
Property taxes	32,928,705	31,096,723
Unrestricted state aid	1,883,314	1,793,632
Unrestricted investment earnings	604,371	489,952
Total revenues	87,815,489	84,546,646
Function/program expenses		
Instruction	20,521,200	21,243,129
Supporting services	34,423,197	33,515,851
Community services	1,347,182	1,442,341
Food services	222,906	214,747
Interdistrict payments	20,164,636	18,140,153
Total expenses	76,679,121	74,556,221
Change in net position	11,136,368	9,990,425
Net position, beginning of year	(38,340,369)	(48,330,794)
Net position, end of year	$ (27,204,001)	$ (38,340,369)

Change in Net Position

As reported in the statement of activities, the cost of all of the District's governmental activities this year was $76.7 million. Certain activities were partially funded from those who benefited from the programs which totaled approximately $25,000. Activities funded by other governments and organizations that subsidized certain programs with grants and contributions totaled $52.4 million. The District paid for the remaining "public benefit" portion of governmental activities with $32.9 million in taxes, $1.9 million in unrestricted state aid, and with other revenues, (i.e., interest and general entitlements). The District experienced an increase in net position of $11.1 million during the current year. The increase in net position was primarily due to a decrease in the pension and OPEB expenses, along with an increase in the local tax revenue collected.

As discussed above, the net cost shows the financial burden that was placed on the State and the District's taxpayers by each of these functions. Since property taxes for operations, state aid, and federal grants constitute the vast majority of District operating revenue sources, the Board of Education and administration must annually evaluate the needs of the District and balance those needs with state-prescribed available resources.

Governmental Funds

The focus of the District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of $44.5 million, an increase of $5.9 million from the prior year. Approximately 27% of this total amount constitutes *unassigned fund balance,* which is available for spending at the District's discretion. The remainder of fund balance is nonspendable ($0.1 million), restricted ($31.7 million), committed ($0.6 million), or assigned (approximately $38,000).

General Fund. The general fund is the chief operating fund of the District, and represents the District's unassigned fund balance. At the end of the current fiscal year, unassigned fund balance of the general fund was $12.0 million. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents approximately 50% of total general fund expenditures.

During the current fiscal year, the fund balance in the District's general fund increased by $1.3 million, as compared with the increase during the 2022-23 school year of $1.4 million. This was primarily the result of increased property tax collections, conservative budgeting, and underspending of some contingency areas.

Special Education Fund. During the current fiscal year, fund balance in the District's special education fund increased by $4.9 million, and the ending fund balance was $31.7 million. Fund balance increased due to several staff positions being vacant due to a lack of available staffing, timing of the Special Education funding cycle, and larger than anticipated increases in local tax collections.

General Fund Budgetary Highlights

The original budget was modified during the year as additional information was known. Over the course of the year, the District revises its budget as it attempts to deal with unexpected changes in revenues and expenditures. State law requires that the budget be amended to ensure that expenditures do not exceed appropriations. The final amendment to the budget was actually adopted just before year end. A statement showing the District's original and final budget amounts compared with amounts actually earned and incurred is provided in the statement of revenues, expenditures, and changes in fund balance – budget and actual.

The change between the original and final amended budget for revenues was an increase of $5.3 million. State sources increased by $3.4 million due to the original budget being adopted by the Board of Education when the State's budget had not been finalized, along with carryover allocation increases. Several new categories of funding were added by the State, including a one-time pass through to the retirement system. Federal sources increased by $1,270,979 due to final allocation adjustments for the carryover of Head Start and GSRP Coronavirus State and Local Fiscal Recovery Funds.

The change between the original and final amended budget for expenditures was an increase of $4.1 million. Instruction expenditures increased by $0.4 million due to added instructional expenses from State GSRP grant increases and carryover. Supporting services increased by $1.3 million due to increases in the State's UAAL funding requirements and GSRP expansion. Community services increased by $0.3 million due to higher needs in new State grants and 32P allocations. Interdistrict payments increased by $2.0 million due to GSRP expansion and added subrecipient levels in various grants.

Actual revenue was below final budgeted amounts by approximately $3.3 million due primarily to the District budgeting for grant allocations to be fully spent, but the grant periods not aligning with the District's fiscal year-end. Actual expenditures were less than final budgeted amounts by approximately $4.8 million due to conservative budgeting practices by the District and unspent grant funds that will be carried over to the next year.

Capital Assets and Debt Administration

Capital Assets. The District's investment in capital assets for its governmental activities as of June 30, 2024, totaled $6.3 million (net of accumulated depreciation), as compared to prior year's investment of $5.3 million. This investment in capital assets includes land, buildings and improvements, buses and other vehicles, and furniture and equipment.

The major capital asset acquisitions during the current fiscal year were the following:

- Holiday Camp Patio and Roof Replacements $ 608,205
- AV System Upgrades for Conference Rooms 177,878
- Building Security enhancements 96,793
- District Laptops 154,566
- District iPads 388,381
- IT Server and Switch Upgrades 52,279
- 2024 Transit Van for Transition Center 60,084
- 2024 Box Truck Buildings and Grounds 91,034

	District's Capital Assets (net of depreciation) 2024	2023
Land	$ 150,882	$ 150,882
Buildings and improvements	4,900,680	4,138,916
Buses and other vehicles	490,451	420,412
Furniture and equipment	738,546	558,407
Total	$ 6,280,559	$ 5,268,617

Additional information on the District's capital assets can be found in the notes to the financial statements.

Long-term Debt. Obligations include accrued vacation pay and sick leave. The District presents more detailed information about our long-term debt in the notes to the financial statements.

Economic Factors and Next Year's Budget and Rates

Our Board of Education and administration consider many factors when setting the District's 2024-2025 fiscal year budgets. The 2024-2025 budget was adopted in June 2024.

The District relies heavily upon property taxes as a funding source, receiving approximately 37% of its revenue from property taxes. Slower growth and changes in taxable values across Monroe County will have a direct impact on District revenues. The District continues to monitor potential implications of valuation cases and fluctuations.

Since the District's revenue is dependent on State categorical funding and the health of the State's School Aid Fund, the actual revenue received depends on the State's ability to collect revenues to fund its appropriation to school districts. The State's funding to Intermediate School Districts has increased slower in recent years with many of the larger items for revenue increases tied to legislation that forced restricted spending in many areas.

The overall financial position of the District at June 30, 2024 remains sound; however, the District will have to continue to evaluate the use of fund balance in balancing the budget. In the future, the fund balance of both the general fund and the special education fund may be reduced because of decreased state and/or federal appropriations, changes in property tax values, and increases in operational costs.

Contacting the District's Management

This financial report is intended to provide our taxpayers, parents, and investors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information, we welcome you to contact the Business Office at 1101 S. Raisinville Road, Monroe, MI 48161.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Net Position
June 30, 2024

	Governmental Activities
Assets	
Cash and investments	$ 46,813,185
Receivables, net	10,873,816
Prepaid items and other assets	114,847
Net other postemployment benefit asset	1,595,474
Capital assets not being depreciated	150,882
Capital assets being depreciated, net	6,129,677
Total assets	65,677,881
Deferred outflows of resources	
Deferred pension amounts	27,840,050
Deferred other postemployment benefit amounts	6,231,673
Total deferred outflows of resources	34,071,723
Liabilities	
Accounts payable and accrued liabilities	7,317,831
Unearned revenue	5,707,238
Long-term debt:	
Due within one year	187,079
Due in more than one year	1,683,708
Net pension liability (due in more than one year)	90,327,852
Total liabilities	105,223,708
Deferred inflows of resources	
Deferred pension amounts	9,124,448
Deferred other postemployment benefit amounts	12,605,449
Total deferred inflows of resources	21,729,897
Net position	
Investment in capital assets	6,280,559
Restricted for:	
Other postemployment benefits	1,595,474
Special education	31,906,465
Food service	13,154
Technology	76,504
Unrestricted (deficit)	(67,076,157)
Total net position	$ (27,204,001)

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Activities

For the Year Ended June 30, 2024

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue
Governmental activities				
Instruction	$ 20,521,200	$ 6,227	$ 42,505,039	$ 21,990,066
Supporting services	34,423,197	-	4,769,602	(29,653,595)
Community services	1,347,182	-	1,331,259	(15,923)
Food services	222,906	18,526	148,537	(55,843)
Interdistrict payments	20,164,636	-	3,619,909	(16,544,727)
Total	$ 76,679,121	$ 24,753	$ 52,374,346	(24,280,022)
General revenues				
Property taxes				32,928,705
Unrestricted state aid				1,883,314
Unrestricted investment earnings				604,371
Total general revenues				35,416,390
Change in net position				11,136,368
Net position, beginning of year				(38,340,369)
Net position, end of year				$ (27,204,001)

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

FUND FINANCIAL STATEMENTS

Balance Sheet

Governmental Funds
June 30, 2024

	General Fund	Special Education Fund	Nonmajor Governmental Funds	Totals
Assets				
Cash and investments	$ 13,967,638	$ 32,218,298	$ 627,412	$ 46,813,348
Accounts receivable	5,388,552	5,194,134	23,469	10,606,155
Taxes receivable, net	12,562	178,246	76,853	267,661
Inventory	-	1,765	2,513	4,278
Prepaid items	106,392	4,177	-	110,569
Total assets	$ 19,475,144	$ 37,596,620	$ 730,247	$ 57,802,011
Liabilities				
Negative equity in cash and investments	$ -	$ -	$ 163	$ 163
Accounts payable	1,245,903	1,211,939	12,448	2,470,290
Accrued payroll and other liabilities	1,094,517	3,753,024	-	4,847,541
Unearned revenue	4,980,919	725,192	1,127	5,707,238
Total liabilities	7,321,339	5,690,155	13,738	13,025,232
Deferred inflows of resources				
Unavailable revenue - taxes receivable	12,303	175,140	75,973	263,416
Fund balances				
Nonspendable:				
Inventory	-	1,765	2,513	4,278
Prepaid items	106,392	4,177	-	110,569
Restricted for:				
Special education	-	31,725,383	-	31,725,383
Food service	-	-	10,641	10,641
Technology	-	-	531	531
Committed for:				
Student/school activities	-	-	54,337	54,337
Capital projects	-	-	572,514	572,514
Assigned for -				
Monroe County Middle College	38,432	-	-	38,432
Unassigned	11,996,678	-	-	11,996,678
Total fund balances	12,141,502	31,731,325	640,536	44,513,363
Total liabilities, deferred inflows of resources, and fund balances	$ 19,475,144	$ 37,596,620	$ 730,247	$ 57,802,011

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

Reconciliation

Fund Balances of Governmental Funds
to Net Position of Governmental Activities
June 30, 2024

Fund balances - total governmental funds	$ 44,513,363
Amounts reported for *governmental activities* in the statement of net position are different because:	
Long-term receivables are reported as an asset and revenue when earned on the statement of net position and the statement of activities while the governmental funds report these balances as an asset and deferred inflows of resources until the availability criterion for revenue recognition is met.	
Deferred inflows of resources for taxes receivables	263,416
Capital assets used in governmental activities are not financial resources and and therefore not reported in the funds.	
Capital assets not being depreciated	150,882
Capital assets being depreciated, net	6,129,677
Certain liabilities, such as compensated absences, are not due and payable in the current period and therefore are not reported in the funds.	
Compensated absences	(1,870,787)
Certain pension and other postemployment benefit-related amounts, such as the net pension liability, the net other postemployment benefit asset, and deferred amounts are not due and payable in the current period or do not represent current financial resources and therefore are not reported in the funds.	
Net pension liability	(90,327,852)
Deferred outflows or resources related to the net pension liability	27,840,050
Deferred inflows or resources related to the net pension liability	(9,124,448)
Net other postemployment benefit asset	1,595,474
Deferred outflows or resources related to the net other postemployment benefit asset	6,231,673
Deferred inflows or resources related to the net other postemployment benefit asset	(12,605,449)
Net position of governmental activities	$ (27,204,001)

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds
For the Year Ended June 30, 2024

	General Fund	Special Education Fund	Nonmajor Governmental Funds	Totals
Revenues				
Local sources	$ 2,851,894	$ 27,689,317	$ 6,902,377	$ 37,443,588
State sources	12,336,404	21,678,239	219,826	34,234,469
Federal sources	5,215,192	7,169,450	93,559	12,478,201
Interdistrict sources	3,591,882	28,027	-	3,619,909
Total revenues	23,995,372	56,565,033	7,215,762	87,776,167
Expenditures				
Education:				
Instruction	6,586,022	15,577,516	-	22,163,538
Supporting services	11,967,486	24,731,723	55,428	36,754,637
Community services	1,103,784	338,269	-	1,442,053
Food services	-	-	214,356	214,356
Capital outlay	238,135	9,030	859,871	1,107,036
Interdistrict payments	4,339,476	9,006,324	6,818,836	20,164,636
Total expenditures	24,234,903	49,662,862	7,948,491	81,846,256
Revenues over (under) expenditures	(239,531)	6,902,171	(732,729)	5,929,911
Other financing sources (uses)				
Transfers in	2,087,557	469,510	613,612	3,170,679
Transfers out	(548,731)	(2,436,861)	(185,087)	(3,170,679)
Total other financing sources (uses)	1,538,826	(1,967,351)	428,525	-
Net change in fund balances	1,299,295	4,934,820	(304,204)	5,929,911
Fund balances, beginning of year	10,842,207	26,796,505	944,740	38,583,452
Fund balances, end of year	$ 12,141,502	$ 31,731,325	$ 640,536	$ 44,513,363

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Reconciliation

Net Changes in Fund Balances of Governmental Funds
to Change in Net Position of Governmental Activities
For the Year Ended June 30, 2024

Net change in fund balances - total governmental funds	$ 5,929,911
Amounts reported for *governmental activities* in the statement of activities are different because:	
Long-term receivables are reported as revenue when earned on the statement of activities while the governmental funds report these balances as revenue when the availability criterion for revenue recognition is met.	
Net change in deferred inflows of resources for taxes receivables	39,322
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital assets purchased/constructed	1,357,336
Depreciation expense	(345,394)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.	
Change in the net pension liability and related deferred amounts	(547,414)
Change in the net other postemployment benefit asset/liability and related deferred amounts	4,795,563
Change in the accrual for compensated absences	(92,956)
Change in net position of governmental activities	$ 11,136,368

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Local sources	$ 2,463,390	$ 3,008,167	$ 2,851,894	$ (156,273)
State sources	10,778,110	14,170,115	12,336,404	(1,833,711)
Federal sources	4,939,385	6,210,364	5,215,192	(995,172)
Interdistrict sources	3,763,604	3,866,055	3,591,882	(274,173)
Total revenues	21,944,489	27,254,701	23,995,372	(3,259,329)
Expenditures				
Education:				
Instruction:				
Basic programs	6,786,939	7,174,746	6,352,416	(822,330)
Added needs	174,187	248,191	233,606	(14,585)
Total instruction	6,961,126	7,422,937	6,586,022	(836,915)
Supporting services:				
Pupil services	2,245,632	2,458,808	2,243,395	(215,413)
Instructional support	3,413,216	4,104,541	3,528,160	(576,381)
General administration	627,192	669,484	627,565	(41,919)
School administration	473,741	488,039	464,953	(23,086)
Business services	1,768,635	1,697,374	1,533,083	(164,291)
Operations and maintenance	725,846	767,641	573,617	(194,024)
Central support	3,149,812	3,429,366	2,837,854	(591,512)
Transportation	143,765	199,075	158,859	(40,216)
Total supporting services	12,547,839	13,814,328	11,967,486	(1,846,842)
Community services	1,041,375	1,380,000	1,103,784	(276,216)
Capital outlay	279,000	341,965	238,135	(103,830)
Interdistrict payments	4,061,003	6,070,779	4,339,476	(1,731,303)
Total expenditures	24,890,343	29,030,009	24,234,903	(4,795,106)
Revenues under expenditures	(2,945,854)	(1,775,308)	(239,531)	1,535,777
Other financing sources (uses)				
Transfers in	2,038,624	2,089,175	2,087,557	(1,618)
Transfers out	(548,731)	(548,731)	(548,731)	-
Total other financing sources (uses)	1,489,893	1,540,444	1,538,826	(1,618)
Net change in fund balance	(1,455,961)	(234,864)	1,299,295	1,534,159
Fund balance, beginning of year	10,842,207	10,842,207	10,842,207	-
Fund balance, end of year	$ 9,386,246	$ 10,607,343	$ 12,141,502	$ 1,534,159

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Special Education Fund
For the Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Actual Over (Under) Final Budget
Revenues				
Local sources	$ 26,397,108	$ 27,532,400	$ 27,689,317	$ 156,917
State sources	17,680,096	21,519,780	21,678,239	158,459
Federal sources	7,063,891	7,144,130	7,169,450	25,320
Interdistrict sources	18,560	32,379	28,027	(4,352)
Total revenues	51,159,655	56,228,689	56,565,033	336,344
Expenditures				
Education:				
Instruction -				
Added needs	18,301,121	18,637,840	15,577,516	(3,060,324)
Supporting services:				
Pupil services	19,817,554	21,146,775	18,730,818	(2,415,957)
Instructional support	2,956,680	2,836,099	2,680,541	(155,558)
General administration	86,100	95,831	61,519	(34,312)
School administration	471,074	481,512	441,066	(40,446)
Business services	262,720	250,015	110,246	(139,769)
Operations and maintenance	1,271,429	1,340,120	1,060,746	(279,374)
Central support	396,345	438,947	365,381	(73,566)
Transportation	1,379,064	1,548,852	1,281,406	(267,446)
Total supporting services	26,640,966	28,138,151	24,731,723	(3,406,428)
Community services	337,476	366,984	338,269	(28,715)
Capital outlay	162,500	93,300	9,030	(84,270)
Interdistrict payments	7,557,000	9,003,178	9,006,324	3,146
Total expenditures	52,999,063	56,239,453	49,662,862	(6,576,591)
Revenues over (under) expenditures	(1,839,408)	(10,764)	6,902,171	6,912,935
Other financing sources (uses)				
Transfers in	465,731	469,352	469,510	158
Transfers out	(2,425,691)	(2,473,266)	(2,436,861)	36,405
Total other financing sources (uses)	(1,959,960)	(2,003,914)	(1,967,351)	36,563
Net change in fund balance	(3,799,368)	(2,014,678)	4,934,820	6,949,498
Fund balance, beginning of year	26,796,505	26,796,505	26,796,505	-
Fund balance, end of year	$ 22,997,137	$ 24,781,827	$ 31,731,325	$ 6,949,498

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Fiduciary Net Position

Fiduciary Fund
June 30, 2024

	Custodial Fund
Assets	
Cash and investments	$ 39,155
Liabilities	
Accounts payable	387
Net position	
Restricted for other groups	$ 38,768

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

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Statement of Changes in Fiduciary Net Position

Fiduciary Fund
For the Year Ended June 30, 2024

	Custodial Fund
Additions	
Private donations and contributions	$ 15,578
Deductions	
Payments to other groups	6,085
Change in net position	9,493
Net position, beginning of year	29,275
Net position, end of year	$ 38,768

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

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NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Monroe County Intermediate School District (the "District") has followed the guidelines of the Governmental Accounting Standards Board and has determined that no entities should be consolidated into its basic financial statements as component units. Therefore, the reporting entity consists of the primary government financial statements only. The criteria for including a component unit include significant operational or financial relationships with the District.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities,* which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities,* which rely to a significant extent on fees and charges for support. The District had no business-type activities during the year.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues.*

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting* as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting.* Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, or one year for reimbursement-based grants. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures related to compensated absences are recorded only when payment is due.

Property taxes received and grant and interest revenue earned within the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The District reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those accounted for and reported in another fund.

The s*pecial education special revenue fund* accounts for special education initiatives carried out by the District, which are primarily financed through restricted state aid and property taxes.

Additionally, the District reports the following fund types:

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

The c*apital projects fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

The *custodial fund* is used to account for assets held for other groups and organizations and are custodial in nature.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Equity

Deposits and Investments

The District's cash and investments 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.

Investments are reported at fair value.

Receivables and Payables

The District follows the practice of recording revenues that have been earned but not yet received as receivables. All trade and property tax receivables are shown net of an allowance for uncollectible accounts. The District's allowance for doubtful accounts is related to delinquent property taxes receivable. Accounts payable and other payables reflected in the financial statements are based on when the liability is incurred.

Inventories and Prepaids

Inventory is valued at the lower of cost (first in, first out) or market. Inventory in the special education fund and food service fund consists of expendable supplies held for consumption. The cost is recorded as an expenditure when consumed rather than when purchased. Reported inventories are equally offset by nonspendable fund balance which indicates that they do not constitute "available spendable resources" even though they are a component of fund balance.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets, which include property and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District 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 acquisition cost at the date of donation.

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. Capital assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

	Years
Buildings and improvements	20-50
Buses and other vehicles	8-10
Furniture and equipment	5-20

Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District reports deferred outflows of resources related to the net pension liability and the net other postemployment benefit asset. A portion of these costs represent contributions to the plan subsequent to the plan measurement date.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Notes to Financial Statements

Salaries Payable and Accrued Employee Benefits

A liability is recorded at June 30 for those amounts owed to teachers and other employees of the District who do not work during the summer when school is not in session but have elected to have their salaries paid over an entire year. This has the effect of properly charging their salaries to expenditures in the fiscal year in which their services are received, even though they are not paid until July and August of the following fiscal year.

The liability for accrued retirement and the employer share of FICA related to the salaries payable has been recorded as has the liability for employee health insurances for the months of July and August. The District pays these insurances for this period as a part of the compensation for services rendered in the preceding school year.

Compensated Absences

The liability for compensated absences reported in the government-wide financial statements consists of earned but unused accumulated vacation and sick leave benefits. A liability for these amounts is reported in governmental funds as it comes due for payment, such as for employee retirements or resignations. The liability has been calculated for employees who currently are eligible to receive termination payments using the vesting method.

Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to one or more future periods and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues, which arise only under a modified accrual basis of accounting that are reported as deferred inflows of resources. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The District also reports deferred inflows of resources related to the net pension liability and the net other postemployment benefit asset in the government-wide statement of net position.

Fund Balance

Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Restricted fund balance is reported when externally imposed constraints are placed on the use of the resources by grantors, contributors, or laws or regulations of other governments. Committed fund balance is reported for amounts that can be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority, the Board of Education. A formal resolution of the Board of Education is required to establish, modify or rescind a fund balance commitment. The District reports assigned fund balance for amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. The Board of Education has delegated the authority to assign fund balance to the Assistant Superintendent for Business and Administrative Services. Unassigned fund balance is the residual classification for the general fund.

When the District incurs an expenditure for purposes for which various fund balance classifications can be used, it is the District's policy to use restricted fund balance first, then committed fund balance, assigned fund balance, and finally unassigned fund balance.

Pensions and Other Postemployment Benefits

For purposes of measuring the net pension liability and the net other postemployment benefit asset, deferred outflows of resources, and deferred inflows of resources related to pension and other postemployment benefits, and pension and other postemployment benefit expense, information about the fiduciary net position of the plan and additions to/deductions from the plan fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

The District utilizes various investment instruments which are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near-term and that such changes could materially affect the amounts reported in the financial statements.

2. BUDGETARY INFORMATION

The general and special revenue funds are under formal budgetary control. Budgets shown in the financial statements are adopted on a basis consistent with GAAP, and are not significantly different from the modified accrual basis used to reflect actual results, and consist only of those amounts contained in the formal budget as originally adopted or as amended by the Board of Education. All annual appropriations lapse at fiscal year end. The budgets for the general and special revenue funds are adopted on a functional basis.

During the year ended June 30, 2024, the District incurred expenditures which were in excess of the amounts appropriated, as follows:

	Final Budget	Actual Expenditures	Over Budget
Special Education Fund			
Interdistrict payments	$ 9,003,178	$ 9,006,324	$ 3,146

3. DEPOSITS AND INVESTMENTS

A reconciliation of cash and investments as shown on the Statement of Net Position and Statement of Fiduciary Net Position follows:

Statement of net position	
Cash and investments	$ 46,813,185
Statement of fiduciary net position	
Cash and investments	39,155
	$ 46,852,340
Bank deposits (checking and savings accounts)	$ 38,260,102
Investments	8,592,238
	$ 46,852,340

Statutory Authority

State statutes authorize the District to deposit and invest in:

- Bonds, bills, or notes of the United States; obligations, the principal and interest of which are fully guaranteed by the United States; or obligations of the State. In a primary or fourth class school district, the bonds, bills, or notes shall be payable at the option of the holder upon not more than 90 days notice or, if not so payable, shall have maturity dates not more than five years after the purchase dates.
- Certificates of deposit insured by a State or national bank, savings accounts of a state or federal savings and loan association, or certificates of deposit or share certificates of a state or federal credit union organized and authorized to operate in this State.
- Commercial paper rated prime at the time of purchase and maturing not more than 270 days after the date of purchase.
- Securities issued or guaranteed by agencies or instrumentalities of the United States government or federal agency obligation repurchase agreements, and bankers' acceptance issued by a bank that is a member of the federal deposit insurance corporation.
- Mutual funds composed entirely of investment vehicles that are legal for direct investment by a school district.
- Investment pools, as authorized by the surplus funds investment pool act, composed entirely of instruments that are legal for direct investment by a school district.

The District's investment policy allows for all of these types of investments.

The District chooses to disclose its investments by specifically identifying each. At June 30, 2024, the District had the following investments:

Investment	Maturity	Fair Value
Fifth Third Securities:		
Money market fund	n/a	$ 29,926
Commercial paper	< 1 year	1,814,193
U.S. agencies:		
	< 1 year	2,144,143
	1-5 years	268,177
U.S. treasuries:		
	< 1 year	3,438,574
	1-5 years	897,225
		$ 8,592,238

Investment and Deposit Risk

Interest Rate Risk. State law limits the allowable investments and the maturities of some of the allowable investments as identified in the list of authorized investments above. The District's investment policy does not have specific limits in excess of state law on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturity dates for the investments held at year end are identified in the table above.

Credit Risk. State law limits investments to specific government securities, certificates of deposits, and bank accounts with qualified financial institutions, commercial paper with specific maximum maturities and ratings when purchased, bankers acceptances of specific financial institutions, qualified mutual funds and qualified external investment pools as identified in the list of authorized investments above. The District's investment policy does not have specific limits in excess of state law on investment credit risk. As of June 30, 2024, the District's investments were rated by Standard & Poor's as follows:

	Rating
AAA	$ 248,750
AA+	7,322,330
AA-	498,748
A+	247,816
A	244,668
AAm	29,926
	$ 8,592,238

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Notes to Financial Statements

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. State law does not require and the District does not have a policy for deposit custodial credit risk. As of year end, $38,139,287 of the District's bank balance of $38,389,287 was exposed to custodial credit risk because it was uninsured and uncollateralized.

Custodial Credit Risk – Investments. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State law does not require and the District does not have a policy for investment custodial credit risk. None of the District's investments are subject to custodial credit risk because their existence is not evidenced by securities in physical or book form.

Concentration of Credit Risk. State law limits allowable investments but does not limit concentration of credit risk as identified in the list of authorized investments above. The District's investment policy does not have specific limits in excess of state law on concentration of credit risk. All investments held at year end are reported above.

Fair Value

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; level 2 inputs are significant other observable inputs; level 3 inputs are significant unobservable inputs.

The District's recurring fair value measurement as of June 30, 2024 for its investments in commercial paper, U.S. agencies, and U.S. treasuries are valued using significant other observable inputs of the underlying securities and bonds (Level 2 inputs).

4. RECEIVABLES

Receivables as of year end for the District's individual major funds and nonmajor funds in the aggregate, are as follows:

	General Fund	Special Education Fund	Nonmajor Governmental Funds	Totals
Accounts receivable	$ 5,388,552	$ 5,194,134	$ 23,469	$ 10,606,155
Property taxes	39,587	543,190	155,399	738,176
Less: allowance for uncollectible accounts	(27,025)	(364,944)	(78,546)	(470,515)
	$ 5,401,114	$ 5,372,380	$ 100,322	$ 10,873,816

The District has estimated that $263,416 is not expected to be collected within one year.

Notes to Financial Statements

5. CAPITAL ASSETS

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

	Beginning Balance	Additions	Disposals	Ending Balance
Capital assets not being depreciated -				
Land	$ 150,882	$ -	$ -	$ 150,882
Capital assets being depreciated:				
Buildings and improvements	9,502,082	926,884	-	10,428,966
Buses and other vehicles	1,547,657	151,118	-	1,698,775
Furniture and equipment	1,402,974	279,334	(13,026)	1,669,282
	12,452,713	1,357,336	(13,026)	13,797,023
Less accumulated depreciation for:				
Buildings and improvements	(5,363,166)	(165,120)	-	(5,528,286)
Buses and other vehicles	(1,127,245)	(81,079)	-	(1,208,324)
Furniture and equipment	(844,567)	(99,195)	13,026	(930,736)
	(7,334,978)	(345,394)	13,026	(7,667,346)
Total capital assets being depreciated, net	5,117,735	1,011,942	-	6,129,677
Capital assets, net	$ 5,268,617	$ 1,011,942	$ -	$ 6,280,559

Depreciation expense of $336,844 and $8,550 was reported on the statement of activities as “supporting services” and “food services”, respectively.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities as of year end for the District’s individual major and nonmajor funds are as follows:

	General Fund	Special Education Fund	Nonmajor Governmental Funds	Totals
Accounts payable	$ 1,245,903	$ 1,211,939	$ 12,448	$ 2,470,290
Accrued payroll and other liabilities	1,094,517	3,753,024	-	4,847,541
	$ 2,340,420	$ 4,964,963	$ 12,448	$ 7,317,831

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Notes to Financial Statements

7. INTERFUND TRANSFERS

For the year ended June 30, 2024, interfund transfers consisted of the following:

	Transfers in	Transfers out
General fund	$ 2,087,557	$ 548,731
Special education fund	469,510	2,436,861
Nonmajor governmental funds	613,612	185,087
	$ 3,170,679	$ 3,170,679

Transfers are used to: (1) move revenues from the fund that is required to collect them to the fund that is required or allowed to expend them; and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the year ended June 30, 2024, the District transferred funds to provide resources for the special education fund, the food service fund, the capital projects fund, and the general fund primarily for operating purposes and to charge grant related indirect costs.

8. LONG-TERM LIABILITIES

Long-term debt and other obligations of the District at June 30, 2024, are summarized as follows:

	Beginning Balance	Additions	Retirements	Ending Balance	Amount Due Within One Year
Compensated absences	$ 1,777,831	$ 219,150	$ (126,194)	$ 1,870,787	$ 187,079

Compensated absences are generally liquidated by the general and special education funds.

9. RISK MANAGEMENT

The District is exposed to various risks of loss related to property loss, torts, errors, and omissions, employee injuries (workers’ compensation), as well as medical benefits provided to employees. The District has purchased commercial insurance for medical claims and participates in the MASB/SET-SEG (risk pool) for claims relating to employee injuries/workers’ compensation, general liability, and property casualty. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

The shared-risk pool program in which the District participates operates as a common risk-sharing management program for school districts in Michigan; member premiums are used to purchase commercial excess insurance coverage and to pay member claims in excess of deductible amounts.

10. PROPERTY TAXES

Property taxes are assessed as of December 31 and attach as an enforceable lien on property as of July 1 of the following year. Taxes are levied on whose boundaries include property within the District and are due on September 15.

11. TAX ABATEMENTS

The District received reduced property tax revenues during 2024 as a result of industrial facilities tax exemptions (IFT's) and brownfield redevelopment agreements entered into by cities, villages, townships, and authorities within the District boundaries.

The IFT's were entered into based upon the Plant Rehabilitation and Industrial Developments Districts Act (known as the Industrial Facilities Exemption), PA 198 of 1974, as amended. IFT's provide a tax incentive to manufacturers to enable renovation and expansion of aging facilities, assist in the building of new facilities, and to promote the establishment of high-tech facilities. Properties qualifying for IFT status are taxed at 50% of the millage rate applicable to other real and personal property within the District boundaries. The abatements amounted to $138,564 in reduced District tax revenues for 2024.

12. PENSION AND OTHER POSTEMPLOYMENT BENEFITS PLANS

Plan Description

The Michigan Public School Employees' Retirement System (the "System" or MPSERS) is a cost-sharing, multiple employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (the "State") originally created under Public Act 136 of 1945, recodified and currently operating under the provisions of Public Act 300 of 1980, as amended. Section 25 of this act establishes the board's authority to promulgate or amend the provisions of the System. The board consists of twelve members - eleven appointed by the Governor and the State Superintendent of Instruction, who serves as an ex-officio member.

The System’s pension plan was established by the State to provide retirement, survivor and disability benefits to public school employees. In addition, the System’s health plan provides all retirees with the option of receiving health, prescription drug, dental and vision coverage under the Michigan Public School Employees’ Retirement Act (1980 PA 300 as amended).

The System is administered by the Office of Retirement Services (ORS) within the Michigan Department of Technology, Management & Budget. The Department Director appoints the Office Director, with whom the general oversight of the System resides. The State Treasurer serves as the investment officer and custodian for the System.

The System’s financial statements are available at the ORS website at www.michigan.gov/orsschools.

Pension Benefits Provided

Benefit provisions of the defined benefit pension plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions for the defined benefit (DB) pension plan. Depending on the plan option selected, member retirement benefits are determined by final average compensation, years of service, and a pension factor ranging from 1.25% to 1.50%. DB members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides disability and survivor benefits to DB plan members.

A DB member plan member who leaves Michigan public school employment may request a refund of his or her member contributions to the retirement system account if applicable. A refund cancels a former member’s rights to future benefits. However, returning members who previously received a refund of their contributions may reinstate their service through repayment of the refund upon satisfaction of certain requirements.

Participants in the defined contribution plan consist of one of the following: (1) members who worked for a Michigan public school on or after September 4, 2012 and elected to be enrolled in the defined contribution plan; (2) members who elected to transfer from the defined benefit plan to the defined contribution plan under the reform (P.A. 300) of 2012; or (3) members who worked for a Michigan public school on or after February 1, 2018 and did not elect participation in the Pension Plus 2 plan. Members who worked for a Michigan public school on or after September 4, 2012 and elected to be enrolled in the defined contribution plan receive a 100% match of the member contribution rate up to a maximum of 3% based on the member’s gross earnings. Additionally, there is a mandatory employer contribution of 4% of the member’s gross earnings for MPSERS members who elected to convert from a Basic or MIP benefit plan to the defined contribution benefit plan. Members electing the Pension Plus or Pension Plus 2 benefit plan receive a 50% match of the member’s contribution percent up to a maximum of 1% based on the member’s gross earnings. Effective October 1, 2017, there is a mandatory employer contribution of 4% of the member’s gross earnings for members who elect the Defined Contribution benefit plan. The employer must match 100% of the employee contribution for any member who elected the Personal Healthcare Fund up to a maximum of 2% of the member’s gross earnings. For all members with a Personal Health Care Fund (PHF), the first 2% of DC contributions must go into the PHF and must be matched 100% by the employer.

Other Postemployment Benefits Provided

Benefit provisions of the postemployment healthcare plan are established by State statute, which may be amended. Public Act 300 of 1980, as amended, establishes eligibility and benefit provisions. Retirees have the option of health coverage, which, through 2012, was funded on a cash disbursement basis. Beginning fiscal year 2013, it is funded on a prefunded basis. The System has contracted to provide the comprehensive group medical, prescription drug, dental and vision coverage for retirees and beneficiaries. A subsidized portion of the premium is paid by the System with the balance deducted from the monthly pension of each retiree healthcare recipient. For members who first worked before July 1, 2008, (Basic, MIP-Fixed, and MIP Graded plan members) the subsidy is the maximum allowed by statute. To limit future liabilities of Other Postemployment Benefits, members who first worked on or after July 1, 2008 (MIP-Plus plan members) have a graded premium subsidy based on career length where they accrue credit towards their insurance premiums in retirement, not to exceed the maximum allowable by statute. Public Act 300 of 2012 sets the maximum subsidy at 80% beginning January 1, 2013; 90% for those Medicare eligible and enrolled in the insurances as of that date. Dependents are eligible for healthcare coverage if they meet the dependency requirements set forth in Public Act 300 of 1980, as amended.

Public Act 300 of 2012 granted all active members of the Michigan Public School Employees Retirement System, who earned service credit in the 12 months ending September 3, 2012 or were on an approved professional services or military leave of absence on September 3, 2012, a voluntary election regarding their retirement healthcare. Any changes to a member's healthcare benefit are effective as of the member's transition date, which is defined as the first day of the pay period that begins on or after February 1, 2013.

Under Public Act 300 of 2012, members were given the choice between continuing the 3% contribution to retiree healthcare and keeping the premium subsidy benefit described above, or choosing not to pay the 3% contribution and instead opting out of the subsidy benefit and becoming a participant in the Personal Healthcare Fund (PHF), a portable, tax-deferred fund that can be used to pay healthcare expenses in retirement. Participants in the PHF are automatically enrolled in a 2% employee contribution into their 457 account as of their transition date, earning them a 2% employer match into a 401(k) account. Members who selected this option stop paying the 3% contribution to retiree healthcare as of the day before their transition date, and their prior contributions were deposited into their 401(k) account.

Contributions

Employers are required by Public Act 300 of 1980, as amended, to contribute amounts necessary to finance the coverage of active and retired members. Contribution provisions are specified by State statute and may be amended only by action of the State Legislature.

Employer contributions to the System are determined on an actuarial basis using the entry age normal actuarial cost method. Under this method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated on a level basis over the service of the individual between entry age and assumed exit age. The portion of this cost allocated to the current valuation year is called the normal cost. The remainder is called the actuarial accrued liability. Normal cost is funded on a current basis. The unfunded (overfunded) actuarial accrued liability as of the September 30, 2022 valuation will be amortized over a 16-year period beginning October 1, 2022 and ending September 30, 2038.

The table below summarizes pension contribution rates in effect for fiscal year 2024:

Benefit Structure	Member Rates	Employer Rates
Basic	0.00% - 4.00%	20.16% - 23.03%
Member Investment Plan (MIP)	3.00% - 7.00%	20.16% - 23.03%
Pension Plus	3.00% - 6.40%	17.24% - 19.17%
Pension Plus 2	6.20%	19.95% - 20.10%
Defined Contribution	0.00%	13.75% - 13.90%

For the year ended June 30, 2024, required and actual contributions from the District to the pension plan were $11,753,281, which included $5,638,335, the amount received from the State and remitted to the System to fund the MPSERS unfunded actuarial accrued liability ("UAAL") stabilization rate.

The table below summarizes OPEB contribution rates in effect for fiscal year 2024:

Benefit Structure	Member Rates	Employer Rates
Premium Subsidy	3.00%	8.07% - 8.31%
Personal Healthcare Fund (PHF)	0.00%	7.06% - 7.21%

For the year ended June 30, 2024, required and actual contributions from the District to the OPEB plan were $2,301,608.

The table below summarizes defined contribution rates in effect for fiscal year 2024:

Benefit Structure	Member Rates	Employer Rates
Defined Contribution	0.00% - 3.00%	0.00% - 7.00%
Personal Healthcare Fund (PHF)	0.00% - 2.00%	0.00% - 2.00%

For the year ended June 30, 2024, required and actual contributions from the District for those members with a defined contribution benefit were $787,678.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2024, the District reported a liability of $90,327,852 for its proportionate share of the MPSERS net pension liability. The net pension liability was measured as of September 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation rolled forward from September 2022. The District's proportion of the net pension liability was determined by dividing each employer's statutorily required pension contributions to the system during the measurement period by the percent of pension contributions required from all applicable employers during the measurement period. At September 30, 2023, the District's proportion was 0.27908%, which was an increase of 0.00202% from its proportion measured as of September 30, 2022.

For the year ended June 30, 2024, the District recognized pension expense of $12,287,849. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Differences between expected and actual experience	$ 2,851,375	$ 138,368	$ 2,713,007
Changes in assumptions	12,239,835	7,057,211	5,182,624
Net difference between projected and actual earnings on pension plan investments	-	1,848,400	(1,848,400)
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,556,102	80,469	1,475,633
	16,647,312	9,124,448	7,522,864
District contributions subsequent to the measurement date	11,192,738	-	11,192,738
Total	$ 27,840,050	$ 9,124,448	$ 18,715,602

The amount reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Amount
2025	$ 2,793,090
2026	1,849,717
2027	4,134,594
2028	(1,254,537)
Total	$ 7,522,864

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Notes to Financial Statements

OPEB Assets/Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2024, the District reported an asset of $1,595,474 for its proportionate share of the MPSERS net OPEB asset. The net OPEB asset was measured as of September 30, 2023, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation rolled forward from September 2022. The District's proportion of the net OPEB asset was determined by dividing each employer's statutorily required OPEB contributions to the system during the measurement period by the percent of OPEB contributions required from all applicable employers during the measurement period. At September 30, 2023, the District's proportion was 0.28204% which was an increase of 0.00733% from its proportion measured as of September 30, 2022.

For the year ended June 30, 2024, the District recognized OPEB benefit of $2,499,706. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferred Outflows (Inflows) of Resources
Differences between expected and actual experience	$ -	$ 12,056,221	$ (12,056,221)
Changes in assumptions	3,551,803	427,704	3,124,099
Net difference between projected and actual earnings on OPEB plan investments	4,865	-	4,865
Changes in proportion and differences between employer contributions and proportionate share of contributions	614,578	121,524	493,054
	4,171,246	12,605,449	(8,434,203)
District contributions subsequent to the measurement date	2,060,427	-	2,060,427
Total	$ 6,231,673	$ 12,605,449	$ (6,373,776)

The amount reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as an adjustment to the net OPEB asset/liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	Amount
2025	$ (2,756,009)
2026	(2,531,881)
2027	(1,030,174)
2028	(989,937)
2029	(746,773)
Thereafter	(379,429)
Total	$ (8,434,203)

Actuarial Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The total pension and OPEB liabilities in the September 30, 2022 actuarial valuation were determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial cost method	Entry age, normal
Wage inflation rate	2.75%
Investment rate of return:	
MIP and Basic plans (non-hybrid)	6.00%
Pension Plus plan (hybrid)	6.00%
Pension Plus 2 plan (hybrid)	6.00%
OPEB plans	6.00%
Projected salary increases	2.75% - 11.55%, including wage inflation at 2.75%
Cost of living adjustments	3% annual non-compounded for MIP members
Healthcare cost trend rate	Pre-65: 7.50% Year 1 graded to 3.5% Year 15 Post-65: 6.25% Year 1 graded to 3.5% Year 15
Mortality	Retirees: PubT-2010 Male and Female Retiree Mortality Tables scaled by 116% for males and 116% for females and adjusted for mortality improvements using projection scale MP-2021 from 2010. Active: PubT-2010 Male and Female Employee Mortality Tables scaled 100% and adjusted for mortality improvements using projection scale MP-2021 from 2010.

Other OPEB assumptions:	
Opt-out assumptions	21% of eligible participants hired before July 1, 2008 and 30% of those hired after June 30, 2008 are assumed to opt-out of the retiree health plan.
Survivor coverage	80% of male retirees and 67% of female retirees are assumed to have coverages continuing after the retiree's death.
Coverage election at retirement	75% of male and 60% of female future retirees are assumed to elect coverage for 1 or more dependents.

Assumption changes as a result of an experience study for the period 2012 through 2017 and 2017 through 2022 have been adopted by the System for use in the annual pension and OPEB valuations beginning with the September 30, 2018 and September 30, 2023 valuations, respectively. The total pension and OPEB liabilities as of September 30, 2023, are based on the results of an actuarial valuation date of September 30, 2022, and rolled forward using generally accepted actuarial procedures, including the experience study. The recognition period for pension liabilities is 4.4406 years which is the average of the expected remaining service lives of all employees. The recognition period for OPEB liabilities is 6.5099 years which is the average of the expected remaining service lives of all employees. The recognition period for assets is 5 years.

Changes in assumptions. The payroll growth assumption for amortization purposes used in determining the fiscal year 2025 and 2026 employer contributions decreased from 2.00% to 1.50% and 1.50% to 0.75%, respectively. In addition, the PubT-2010 mortality tables were used in the September 2022 valuation compared to the RP-2014 mortality tables used in the September 2021 valuation. Finally, healthcare cost trend rates for pre-65 decreased from 7.75% to 7.50% and post-65 increased from 5.25% to 6.25%.

Long-term Expected Return on Pension and OPEB Plan Assets

The long-term expected rate of return on pension and OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension/OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension and OPEB plans' target asset allocation as of September 30, 2023, are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return	Expected Money-Weighted Rate of Return
Domestic equity pools	25.00%	5.43%	1.36%
Private equity pools	16.00%	8.99%	1.44%
International equity pools	15.00%	6.37%	0.95%
Fixed income pools	13.00%	1.22%	0.16%
Real estate and infrastructure pools	10.00%	5.99%	0.60%
Absolute return pools	9.00%	4.49%	0.40%
Real return/opportunistic pools	10.00%	6.83%	0.68%
Short-term investment pools	2.00%	0.28%	0.01%
	100.00%		5.60%
Inflation			2.70%
Risk adjustment			-2.30%
Investment rate of return			6.00%

Rate of Return

For the fiscal year ended September 30, 2023, the annual money-weighted rate of return on pension and OPEB plan investments, net of pension and OPEB plan investment expense, was 8.29% and 7.94%, respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

A discount rate of 6.00% was used to measure the total pension and OPEB liabilities. This discount rate was based on the long-term expected rate of return on pension and OPEB plan investments of 6.00%. The projection of cash flows used to determine these discount rates assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension and OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension and OPEB plan investments was applied to all periods of projected benefit payments to determine the total pension and OPEB liabilities.

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.00%, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
District's proportionate share of the net pension liability	$ 122,032,664	$ 90,327,852	$ 63,932,450

Sensitivity of the District’s Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate

The following presents the District's proportionate share of the net OPEB (asset) liability calculated using the discount rate of 6.00%, as well as what the District’s proportionate share of the net OPEB (asset) liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
District's proportionate share of the net OPEB (asset) liability	$ 1,654,028	$ (1,595,474)	$ (4,388,102)

Sensitivity of the District’s Proportionate Share of the Net OPEB Asset to Healthcare Cost Trend Rate

The following presents the District's proportionate share of the net OPEB (asset) liability calculated using the assumed trend rates, as well as what the District’s proportionate share of the net OPEB (asset) liability would be if it were calculated using a trend rate that is 1 percentage point lower or 1 percentage point higher:

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
District's proportionate share of the net OPEB (asset) liability	$ (4,395,065)	$ (1,595,474)	$ 1,434,601

Pension and OPEB Plans Fiduciary Net Position

Detailed information about the pension and OPEB plan's fiduciary net position is available in the separately issued MPSERS financial statements available on the State of Michigan Office of Retirement Services website at www.michigan.gov/orsschools.

Payable to the Pension Plan

At June 30, 2024, the District reported a payable of $1,816,586 for the outstanding amount of pension contributions to the Plan required for the year ended June 30, 2024.

Payable to the OPEB Plan

At June 30, 2024, the District reported a payable of $242,478 for the outstanding amount of OPEB contributions to the Plan required for the year ended June 30, 2024.

13. CONTINGENCIES

Fermi Settlement. During fiscal year 2021, DTE Energy filed a tax appeal to lower its taxable value related to the Fermi 2 power plant. Under the Satisfaction Agreement entered into during fiscal year 2022, there is no reduction or refund from any local unit for the 2018 through 2021 tax years. Instead, the Satisfaction Agreement designated multi-year, gradual taxable value reductions for the plant between tax years 2022 and 2028. Based on the difference between estimates of baseline projected taxable value and the taxable values designated under the Satisfaction Agreement, the District will see a decrease of approximately $560,000 in property tax revenues against the expected baseline during that period. These reductions as negotiated represent a reduction in future tax values and not an established contingent loss from any current or prior period; and, as such, no contingent liability has been recognized as the result of this Satisfaction Agreement by the District.

14. SUBSEQUENT EVENT

On October 15, 2024, the Board of Education approve the issuance of bond (General Obligation-Limited Tax) in the principal amount not to exceed $5,250,000 for the purpose of remodeling, equipping and re-equipping, furnishing and refurnishing school buildings, including for energy conservation improvements. The bond shall be designated as 2024 School Building and Site Bonds or 2024 Energy Conservation Improvement Bonds.

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REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information

MPSERS Cost-Sharing Multiple Employer Plan

Schedule of the District's Proportionate Share of the Net Pension Liability

	Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportionate share of the net pension liability	$ 90,327,852	$ 104,199,556	$ 65,079,800	$ 92,354,861	$ 87,552,221	$ 78,855,692	$ 65,962,754	$ 60,749,883	$ 59,663,450	$ 51,491,103
District's proportion of the net pension liability	0.27908%	0.27706%	0.27488%	0.26886%	0.26438%	0.26231%	0.25454%	0.24349%	0.24427%	0.23377%
District's covered payroll	$ 28,528,217	$ 26,986,300	$ 25,251,511	$ 24,616,734	$ 23,223,554	$ 22,882,333	$ 21,839,968	$ 20,663,408	$ 20,586,664	$ 20,024,985
District's proportionate share of the net pension liability as a percentage of its covered payroll	316.63%	386.12%	257.73%	375.17%	377.00%	344.61%	302.03%	294.00%	289.82%	257.13%
Plan fiduciary net position as a percentage of the total pension liability	65.91%	60.77%	72.60%	59.72%	60.31%	62.36%	64.21%	63.27%	63.17%	66.20%

See notes to required supplementary information.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Required Supplementary Information
MPSERS Cost-Sharing Multiple Employer Plan
Schedule of the District's Pension Contributions

	Year Ended June 30,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	$ 11,753,281	$ 10,022,502	$ 9,389,712	$ 8,225,928	$ 7,371,239	$ 7,012,396	$ 7,149,995	$ 5,942,369	$ 5,678,208	$ 4,588,921
Contributions in relation to the statutorily required contribution	(11,753,281)	(10,022,502)	(9,389,712)	(8,225,928)	(7,371,239)	(3,294,801)	(7,149,995)	(5,942,369)	(5,678,208)	(4,588,921)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 30,263,856	$ 28,423,142	$ 26,803,858	$ 25,138,864	$ 24,542,244	$ 23,197,933	$ 22,745,058	$ 21,863,050	$ 21,226,163	$ 20,592,704
Contributions as a percentage of covered payroll	38.84%	35.26%	35.03%	32.72%	30.03%	30.23%	31.44%	27.18%	26.75%	22.28%

See notes to required supplementary information.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Required Supplementary Information
MPSERS Cost-Sharing Multiple Employer Plan
Schedule of the District's Proportionate Share of the Net Other Postemployment Benefit (Asset) Liability

	Year Ended June 30,						
	2024	2023	2022	2021	2020	2019	2018
District's proportionate share of the net OPEB (asset) liability	$ (1,595,474)	$ 5,818,624	$ 4,218,607	$ 14,783,043	$ 19,004,211	$ 21,310,806	$ 22,530,437
District's proportion of the net OPEB asset/liability	0.28204%	0.27471%	0.27638%	0.27594%	0.26477%	0.26810%	0.25442%
District's covered payroll	$ 28,528,217	$ 26,986,300	$ 25,251,511	$ 24,616,734	$ 23,223,554	$ 22,882,333	$ 21,839,968
District's proportionate share of the net OPEB (asset) liability as a percentage of its covered payroll	-5.59%	21.56%	16.71%	60.05%	81.83%	93.13%	103.36%
Plan fiduciary net position as a percentage of the total OPEB liability	105.04%	83.09%	87.33%	59.44%	48.46%	42.95%	36.39%

See notes to required supplementary information.

Required Supplementary Information

MPSERS Cost-Sharing Multiple Employer Plan

Schedule of the District's Other Postemployment Benefit Contributions

	Year Ended June 30,						
	2024	2023	2022	2021	2020	2019	2018
Statutorily required contribution	$ 2,301,608	$ 2,181,165	$ 2,088,362	$ 2,039,612	$ 1,943,219	$ 1,806,936	$ 1,686,045
Contributions in relation to the statutorily required contribution	(2,301,608)	(2,181,165)	(2,088,362)	(2,039,612)	(1,943,219)	(1,806,936)	(1,686,045)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -
District's covered payroll	$ 30,263,856	$ 28,423,142	$ 26,803,858	$ 25,138,864	$ 24,542,244	$ 23,197,933	$ 22,745,058
Contributions as a percentage of covered payroll	7.61%	7.67%	7.79%	8.11%	7.92%	7.79%	7.41%

See notes to required supplementary information.

Notes to Required Supplementary Information

Pension Information

The amounts presented in the schedule of the District's Proportionate Share of the Net Pension Liability were determined as of September 30 of the preceding year (the plan year).

The significant changes in assumptions for each of the fiscal years ended June 30 were as follows:

- 2024 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2025 and 2026 employer contributions decreased from 2.00% to 1.50% and 1.50% to 0.75%, respectively. In addition, the PubT-2010 mortality tables were used in the September 2022 valuation compared to the RP-2014 mortality tables used in the September 2021 valuation.
- 2023 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2024 employer contributions decreased from 2.5% to 2.0%. Additionally, the discount rate used in the September 30, 2021 actuarial valuation decreased to 6.00% for the MIP and Basic plans, and 6.00% for the Pension Plus Plan.
- 2022 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2023 employer contributions decreased from 3.0% to 2.5%.
- 2021 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2022 employer contributions decreased from 3.5% to 3.0%.
- 2020 - The discount rate used in the September 30, 2018 actuarial valuation decreased to 6.80% for the MIP and Basic plans, 6.80% for the Pension Plus Plan, and 6.00% for the Pension Plus 2 Plan.
- 2019 - The discount rate used in the September 30, 2017 actuarial valuation decreased to 7.05% for the MIP and Basic plans, 7.00% for the Pension Plus plan, and 6.00% for the Pension Plus 2 plan.
- 2018 - The discount rate used in the September 30, 2016 actuarial valuation decreased to 7.50% for the MIP and Basic plans and 7.00% for the Pension Plus plan.

Notes to Required Supplementary Information

OPEB Information

GASB 75 was implemented in fiscal year 2018. The OPEB plan schedules are being built prospectively. Ultimately, 10 years of data will be presented.

The amounts presented in the schedule of the District's Proportionate Share of the Net OPEB (Asset) Liability were determined as of September 30 of the preceding year (the plan year).

The significant changes in assumptions for each of the fiscal years ended June 30 were as follows:

- 2024 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2025 and 2026 employer contributions decreased from 2.00% to 1.50% and 1.50% to 0.75%, respectively. In addition, the PubT-2010 mortality tables were used in the September 2022 valuation compared to the RP-2014 mortality tables used in the September 2021 valuation. Finally, healthcare cost trend rates for pre-65 decreased from 7.75% to 7.50% and post-65 increased from 5.25% to 6.25%.
- 2023 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2024 employer contributions decreased from 2.5% to 2.0%. Additionally, the discount rate used in the September 30, 2021 actuarial valuation decreased to 6.00%.
- 2022 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2023 employer contributions decreased from 3.0% to 2.5%. The healthcare cost trend rate used in the September 30, 2020 actuarial valuation increased to 7.75%.
- 2021 - The payroll growth assumption for amortization purposes used in determining the fiscal year 2022 employer contributions decreased from 3.5% to 3.0%. The healthcare cost trend rate used in the September 30, 2019 actuarial valuation decreased to 7.0%.
- 2020 - The discount rate used in the September 30, 2018 actuarial valuation decreased to 6.95%.
- 2019 - The discount rate used in the September 30, 2017 actuarial valuation decreased to 7.15%.

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COMBINING FUND FINANCIAL STATEMENTS

Combining Balance Sheet

Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds				
	Food Service Fund	Technology Enhancement Fund	Student/School Activity Fund	Capital Projects Fund	Totals
Assets					
Cash and investments	$ 270	$ -	$ 54,538	$ 572,604	$ 627,412
Accounts receivable	23,469	-	-	-	23,469
Taxes receivable, net	-	76,853	-	-	76,853
Inventory	2,513	-	-	-	2,513
Total assets	$ 26,252	$ 76,853	$ 54,538	$ 572,604	$ 730,247
Liabilities					
Negative equity in cash and investments	$ -	$ 163	$ -	$ -	$ 163
Accounts payable	11,971	186	201	90	12,448
Unearned revenue	1,127	-	-	-	1,127
Total liabilities	13,098	349	201	90	13,738
Deferred inflows of resources					
Unavailable revenue - taxes receivable	-	75,973	-	-	75,973
Fund balances					
Nonspendable	2,513	-	-	-	2,513
Restricted	10,641	531	-	-	11,172
Committed	-	-	54,337	572,514	626,851
Total fund balances	13,154	531	54,337	572,514	640,536
Total liabilities, deferred inflows of resources, and fund balances	$ 26,252	$ 76,853	$ 54,538	$ 572,604	$ 730,247

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds				
	Food Service Fund	Technology Enhancement Fund	Student/School Activity Fund	Capital Projects Fund	Totals
Revenues					
Local sources	$ 19,554	$ 6,829,838	$ 43,646	$ 9,339	$ 6,902,377
State sources	53,950	165,876	-	-	219,826
Federal sources	93,559	-	-	-	93,559
Total revenues	167,063	6,995,714	43,646	9,339	7,215,762
Expenditures					
Education:					
Supporting services	-	4,546	50,882	-	55,428
Food services	214,356	-	-	-	214,356
Capital outlay	14,154	-	-	845,717	859,871
Interdistrict payments	-	6,818,836	-	-	6,818,836
Total expenditures	228,510	6,823,382	50,882	845,717	7,948,491
Revenues over (under) expenditures	(61,447)	172,332	(7,236)	(836,378)	(732,729)
Other financing sources (uses)					
Transfers in	63,612	-	-	550,000	613,612
Transfers out	-	(185,087)	-	-	(185,087)
Other financing sources (uses)	63,612	(185,087)	-	550,000	428,525
Net change in fund balances	2,165	(12,755)	(7,236)	(286,378)	(304,204)
Fund balances, beginning of year	10,989	13,286	61,573	858,892	944,740
Fund balances, end of year	$ 13,154	$ 531	$ 54,337	$ 572,514	$ 640,536

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SINGLE AUDIT ACT COMPLIANCE

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Rehmann

INDEPENDENT AUDITORS' REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

November 1, 2024

Board of Education
Monroe County Intermediate School District
Monroe, Michigan

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the ***Monroe County Intermediate School District*** (the "District") as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 1, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is 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 other 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 schedule of expenditure of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Rehmann Robson LLC

HLB THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

1249 Griswold Street, Suite 201, Detroit, MI 48226 313.202.7400

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MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2024

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through/ Grantor Number	Approved Award/Grant Amount	Accrued (Unearned) Revenue July 1, 2023	Current Year Cash Received	Expenditures (Memo Only) Prior Year	Expenditures Year Ended June 30, 2024	Accrued (Unearned) Revenue June 30, 2024	Total Subawards
U.S. Department of Agriculture										
Child Nutrition Cluster:										
School Breakfast Program	10.553	MDE	231970	$ 27,525	$ 5,642	$ 8,324	$ 24,843	$ 2,682	$ -	$ -
School Breakfast Program	10.553	MDE	241970	25,280	-	19,744	-	25,280	5,536	-
					5,642	28,068	24,843	27,962	5,536	-
Entitlement Commodities (non-cash)	10.555	MDE	n/a	9,184	-	9,184	-	9,184	-	-
Entitlement Commodities Bonus (non-cash)	10.555	MDE	n/a	23	-	23	-	23	-	-
National School Lunch Program	10.555	MDE	231960	51,896	10,543	14,776	47,663	4,233	-	-
National School Lunch Program	10.555	MDE	241960	41,345	-	32,539	-	41,345	8,806	-
Supply Chain Assistance	10.555	MDE	240910	10,812	-	10,812	-	10,812	-	-
					10,543	67,334	47,663	65,597	8,806	-
Total Child Nutrition Cluster					16,185	95,402	72,506	93,559	14,342	-
Child and Adult Care Food Program - Meals	10.558	MDE	231920	217,084	37,617	58,660	196,041	21,043	-	-
Child and Adult Care Food Program - Meals	10.558	MDE	241920	195,765	-	160,107	-	195,765	35,658	-
Child and Adult Care Food Program - Cash in Lieu	10.558	MDE	232010	8,390	1,476	2,252	7,614	776	-	-
Child and Adult Care Food Program - Cash in Lieu	10.558	MDE	242010	7,185	-	5,855	-	7,185	1,330	-
					39,093	226,874	203,655	224,769	36,988	-
Total U.S. Department of Agriculture					55,278	322,276	276,161	318,328	51,330	-
U.S. Department of Labor										
WIOA Cluster -										
WIOA Youth Activities:										
2022 - 2023	17.259	SEMCA	08-MCISD-0006	222,686	34,940	34,940	222,686	-	-	-
2023 - 2024	17.259	SEMCA	08-MCISD-0006	241,474	-	207,058	-	241,474	34,416	-
Total U.S. Department of Labor					34,940	241,998	222,686	241,474	34,416	-
U.S. Department of Treasury										
COVID-19 - Coronavirus State and Local										
Fiscal Recovery Funds:										
2022-2023 GSRP	21.027	MDE	232390-GSRP2223	94,124	9,783	18,822	85,085	9,039	-	-
2022-2023 GSRPC	21.027	MDE	232390-GSRP2223C	132,675	-	38,551	-	38,551	-	-
Total U.S. Department of Treasury					9,783	57,373	85,085	47,590	-	-

continued...

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through/ Grantor Number	Approved Award/Grant Amount	Accrued (Unearned) Revenue July 1, 2023	Current Year Cash Received	Expenditures (Memo Only) Prior Year	Expenditures Year Ended June 30, 2024	Accrued (Unearned) Revenue June 30, 2024	Total Subawards
U.S. Department of Education										
Title I Grants to Local Educational Agencies:										
Program for Neglected and Delinquent Children and Youth - Part D:										
2022 - 2023	84.010	MDE	231700-2223	$ 74,047	$ 5,443	$ 18,067	$ 61,423	$ 12,624	$ -	$ -
2023 - 2024	84.010	MDE	241700-2324	81,026	-	77,938	-	81,026	3,088	-
Technical Assistance Grant (TAG):										
2022 - 2023	84.010	CISD	231580	33,899	32,385	33,899	32,385	1,514	-	-
2023 - 2024	84.010A	MDE	241570	166,994	-	133,679	-	166,994	33,315	-
					37,828	263,583	93,808	262,158	36,403	-
Special Education Cluster (IDEA):										
2021-2022 Special Education Flowthrough	84.027	MDE	220450-21-22	5,909,415	195,471	195,471	5,909,415	-	-	-
2022-2023 Special Education Flowthrough	84.027	MDE	230450-22-23	5,953,400	1,175,151	1,215,232	5,913,319	40,081	-	-
2023-2024 Special Education Flowthrough	84.027	MDE	240450-23-24	6,301,949	-	5,153,215	-	6,301,949	1,148,734	-
2022-2023 Special Education General Supervision	84.027	MDE	230493-22-23	167,000	24,635	24,635	167,000	-	-	-
2023-2024 Special Education General Supervision	84.027	MDE	240493-23-24	183,700	-	167,155	-	183,700	16,545	-
COVID-19 - 2021-2022 Special Education ARP - Flowthrough	84.027X	MDE	221280-21-22	1,152,235	219,389	219,389	1,152,235	-	-	-
					1,614,646	6,975,097	13,141,969	6,525,730	1,165,279	-
2022-2023 Preschool Flowthrough Special Education	84.173A	MDE	230460-22-23	194,297	43,896	43,896	194,297	-	-	-
2023-2024 Preschool Flowthrough Special Education	84.173A	MDE	240460-23-24	199,005	-	168,614	-	199,005	30,391	-
COVID-19 - 2021-2022 ARP Preschool Flowthrough	84.173X	MDE	221285-21-22	89,827	7,274	7,274	89,827	-	-	-
					51,170	219,784	284,124	199,005	30,391	-
Total Special Education Cluster (IDEA)					1,665,816	7,194,881	13,426,093	6,724,735	1,195,670	-
Career and Technical Education - Basic Grants to States:										
Perkins 2022-2023	84.048A	MDE	233520-231226	249,856	37,747	37,747	249,856	-	-	-
Perkins 2023-2024	84.048A	MDE	243520-241226	324,765	-	272,739	-	324,765	52,026	-
					37,747	310,486	249,856	324,765	52,026	-
Special Education - Grants for Infants and Families:										
2022 - 2023	84.181	MDE	231340-22-23	190,743	18,610	18,610	190,743	-	-	-
2023 - 2024	84.181	MDE	241340-23-24	180,305	-	165,983	-	180,305	14,322	-
COVID-19 - ARP Infant and Toddler Formula Grant - EOARP	84.181X	MDE	221283-EOARP	78,633	7,289	7,289	78,633	-	-	-
					25,899	191,882	269,376	180,305	14,322	-
Education for Homeless Children and Youth:										
2022 - 2023	84.196	MDE	232320-2223	40,093	8,455	21,980	26,568	13,525	-	13,526
2023 - 2024	84.196	MDE	242320-2324	41,682	-	28,166	-	41,682	13,516	41,682
					8,455	50,146	26,568	55,207	13,516	55,208

continued...

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

Federal Agency / Cluster / Program Title	Assistance Listing Number	Passed Through	Pass-through/ Grantor Number	Approved Award/Grant Amount	Accrued (Unearned) Revenue July 1, 2023	Current Year Cash Received	Expenditures (Memo Only) Prior Year	Expenditures Year Ended June 30, 2024	Accrued (Unearned) Revenue June 30, 2024	Total Subawards
U.S. Department of Education (Concluded)										
English Language Acquisition State Grants -										
Title III, Part A -										
2023 - 2024	84.365	MPS	240580-2324	$ 1,227	$ -	$ 1,227	$ -	$ 1,227	$ -	$ -
Education for Homeless Children and Youth:										
COVID-19 - American Rescue Plan - Homeless II	84.425W	MDE	211012-2122	9,749	-	9,042	-	9,749	707	9,749
COVID-19 - American Rescue Plan - Homeless II	84.425W	MDE	211013-2223	4,720	-	2,819	-	4,720	1,901	4,721
					-	11,861	-	14,469	2,608	14,470
Total U.S. Department of Education					1,775,745	8,024,066	14,065,701	7,562,866	1,314,545	69,678
U.S. Department of Health and Human Services										
Every Student Succeeds Act/Preschool Development Grants:										
PDG B-5 Education Development Center First 10										
Pilot Grant (Activity #5)	93.434	MDE	223972	225,600	10,750	77,791	158,559	67,041	-	-
Birth to Five Literacy Support Network Hubs Grant	93.434	JCISD	223962	19,146	-	4,256	14,890	4,256	-	-
					10,750	82,047	173,449	71,297	-	-
Head Start Cluster:										
Head Start:										
2022 - 2023	93.600	Direct	05CH01225501	3,187,669	1,108,841	1,112,322	3,184,188	3,481	-	-
2022 - 2023	93.600	Direct	05HE00023601C6	180,678	40,362	40,362	180,678	-	-	-
2022 - 2023	93.600	Direct	05CH010567-04-00	97,008	97,008	97,008	97,008	-	-	-
2023 - 2024	93.600	Direct	05CH012255-01-00	3,532,425	-	2,362,451	-	3,532,425	1,169,974	-
Early Head Start:										
2022 - 2023	93.600	Direct	05CH01225501	398,859	117,893	117,893	398,859	-	-	-
2023 - 2024	93.600	Direct	05CH012255-01-00	437,557	-	310,309	-	437,557	127,248	-
					1,364,104	4,040,345	3,860,733	3,973,463	1,297,222	-
Medicaid Cluster -										
Medical Assistance Program -										
Medicaid Administrative Outreach 23-24	93.778	MDHHS	n/a	289,954	-	181,073	108,881	181,073	-	83,146
Block Grants for Prevention and										
Treatment of Substance Abuse:										
Prevention 2022 - 2023	93.959	CMHPSM	n/a	103,325	6,014	27,116	82,223	21,102	-	-
Prevention 2023 - 2024	93.959	CMHPSM	n/a	61,008	-	57,151	-	61,008	3,857	-
					6,014	84,267	82,223	82,110	3,857	-
Total U.S. Department of Health and Human Services					1,380,868	4,387,732	4,225,286	4,307,943	1,301,079	83,146
Total Federal Financial Assistance					$ 3,256,614	$ 13,033,445	$ 18,874,919	$ 12,478,201	$ 2,701,370	$ 152,824

concluded

See notes to schedule of expenditures of federal awards.

Schedule of Expenditures of Federal Awards Provided to Subrecipients

For the Year Ended June 30, 2024

Federal Grantor / Pass-Through Grantor / Program Title	Assistance Listing Number	Current Year Cash Transferred to Subrecipient
U.S. Department of Education		
Education for Homeless Children and Youth:		
2022 - 2023	84.196	
Airport Community Schools		$ 500
Bedford Public Schools		5,349
Jefferson Schools		1,556
Monroe Public Schools		4,787
Monroe ISD		1,334
		13,526
2023 - 2024	84.196	
Bedford Public Schools		17,826
Ida Public Schools		250
Jefferson Schools		3,227
Monroe Public Schools		16,200
Monroe ISD		3,070
Summerfield Schools		299
Whiteford Agricultural Schools		810
		41,682
Education for Homeless Children and Youth:		
2021 - 2022	84.425W	
Monroe ISD		9,338
Summerfield Schools		411
		9,749
2022 - 2023	84.425W	
Airport Community Schools		216
Bedford Public Schools		40
Dundee Community Schools		25
Monroe Public Schools		4,247
Monroe ISD		193
		4,721
Total U.S. Department of Education		69,678

continued...

Schedule of Expenditures of Federal Awards Provided to Subrecipients

For the Year Ended June 30, 2024

Federal Grantor / Pass-Through Grantor / Program Title	Assistance Listing Number	Current Year Cash Transferred to Subrecipient
U.S. Department of Health and Human Services		
Medicaid Cluster -		
Medical Assistance Program -		
Medicaid Administrative Outreach 22-23	93.778	
Airport Community Schools		$ 13,053
Bedford Public Schools		18,811
Dundee Community Schools		7,621
Ida Public Schools		6,749
Jefferson Schools		6,774
Mason Consolidated Schools		4,204
Monroe Public Schools		19,935
Summerfield Schools		3,206
Whiteford Agricultural Schools		2,793
		83,146
Total subawards		$ 152,824

concluded

Notes to Schedule of Expenditures of Federal Awards

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the Monroe County Intermediate School District (the "District") 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 the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the District's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

Cash received is recorded on the cash basis; expenditures are recorded on the modified accrual basis of accounting. Revenues are recognized when the qualifying expenditures have been incurred and all grant requirements have been met.

The Schedule has been arranged to provide information on both actual cash received and the revenue recognized. Accordingly, the effects of accruals of accounts receivable, unearned revenue and accounts payable items at both the beginning and end of the fiscal year have been reported.

Expenditures are in agreement with amounts reported in the financial statements. The amounts reported on the Grant Auditor Report reconcile with this Schedule.

2. 10% DE MINIMIS COST RATE

For purposes of charging indirect costs to federal awards, the District has not elected to use the 10% de minimis cost rate as permitted by §200.414 of the Uniform Guidance.

Notes to Schedule of Expenditures of Federal Awards

3. PASS-THROUGH AGENCIES

The District receives certain federal grant as subawards from non-federal entities. Pass-through entities, where applicable, have been identified in the Schedule with an abbreviation, defined as follows:

Pass-through Agency Abbreviation	Pass-through Agency Name
MDE	Michigan Department of Education
SEMCA	Southeast Michigan Community Alliance
CISD	Calhoun Intermediate School District
MPS	Monroe Public Schools
JCISD	Jackson County Intermediate School District
MDHHS	Michigan Department of Health and Human Services
CMHPSM	Community Mental Health Partnership of Southeast Michigan

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Rehmann

INDEPENDENT AUDITORS' 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*

November 1, 2024

Board of Education
Monroe County Intermediate School District
Monroe, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the ***Monroe County Intermediate School District*** (the "District"), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 1, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

HLB THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

1249 Griswold Street, Suite 201, Detroit, MI 48226 313.202.7400

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of 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 District'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.

Rehmann Robson LLC

Rehmann

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

November 1, 2024

Board of Education
Monroe County Intermediate School District
Monroe, Michigan

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited the compliance of the ***Monroe County Intermediate School District*** (the "District") with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended June 30, 2024. The District's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2024.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; 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 Independent Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

HLB THE GLOBAL ADVISORY AND ACCOUNTING NETWORK

1249 Griswold Street, Suite 201, Detroit, MI 48226 313.202.7400

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Independent Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards,* and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 Independent Auditors' 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.

Purpose of this Report

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.

Rehmann Robson LLC

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Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	____ yes	X no
Significant deficiency(ies) identified?	____ yes	X none reported
Noncompliance material to financial statements noted?	____ yes	X no

Federal Awards

Internal control over each major program:

Material weakness(es) identified?	____ yes	X no
Significant deficiency(ies) identified?	____ yes	X none reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ yes	X no

Identification of major programs:

Assistance Listing Number	Name of Federal Program or Cluster	Type of Report
84.027 & 84.173	Special Education Cluster	Unmodified

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

Auditee qualified as low-risk auditee?	X yes	____ no

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

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Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2024

None reported.

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THRUN
LAW FIRM, P.C.

U.S. Mail Address
P.O. Box 2575, East Lansing, MI 48826-2575
Phone: (517) 484-8000 Fax: (517) 484-0041

All Other Shipping
2900 West Road, Suite 400
East Lansing, MI 48823-6386

Jeffrey J. Soles
Roy H. Henley
Michael D. Gresens
Christopher J. Iamarino
Raymond M. Davis
Michele R. Eaddy
Kirk C. Herald
Robert A. Dietzel
Katherine Wolf Broaddus
Daniel R. Martin
Jennifer K. Starlin
Timothy T. Gardner, Jr.
Ian F. Koffler
Fredric G. Heidemann
Ryan J. Nicholson
Cristina T. Patzelt
Philip G. Clark
Piotr M. Matusiak
Jessica E. McNamara
Ryan J. Murray
Erin H. Walz
Mackenzie D. Flynn
Kathryn R. Church
MaryJo D. Banasik
Cathleen M. Dooley
Austin M. DeLano
Kelly S. Bowman
Gordon W. VanWieren, Jr. (Of Counsel)
Lisa L. Swem (Of Counsel)

DRAFT LEGAL OPINION

Monroe County Intermediate School District
State of Michigan

We have acted as bond counsel in connection with the issuance by Monroe County Intermediate School District, State of Michigan (the "Issuer"), of its bonds in the aggregate principal amount of $5,030,000 designated 2024 Energy Conservation Improvement Bonds (General Obligation - Limited Tax) (the "Bonds"). The Bonds are in fully registered form and issued without coupons, are dated ______________, 2024, are of $5,000 denomination or any integral multiple thereof, are subject to redemption prior to maturity at the option of the Issuer in the manner and at the times as set forth in the Bonds, mature on November 1 of each year, and bear interest payable on November 1, 2025, and semiannually thereafter on May 1 and November 1 of each year in the amounts and at the rates as follows:

Year	Amount	Rate	Year	Amount	Rate

The Bonds maturing on November 1, 20__, are term Bonds subject to mandatory redemption in part, by lot, on the redemption dates and at the redemption price equal to the principal amount thereof as provided in the Bonds.

We have examined the documents which we deem authentic and pertinent to the validity of the Bonds, including the certified record evidencing the authorization of the Bonds by the board of education of the Issuer, a copy of the approval of the Department of Treasury of the State of Michigan to issue the Bonds, and a specimen of the Bond certificate of said issue.

Based upon the foregoing, we are of the opinion that under existing law:

(1) the Bonds have been lawfully authorized and issued and are enforceable obligations of the Issuer in accordance with their terms;

(2) the Bonds are the limited tax general obligation of the Issuer for which its full faith, credit and resources have been irrevocably pledged;

(3) the Issuer has the power, has pledged, and is obligated to levy taxes, within its authorized millage rate, on all taxable property now situated within the corporate boundaries of the Issuer in an amount sufficient to pay the principal of and interest on the Bonds, taking into

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account other available funds, but the Issuer does not have the power to levy taxes for the payment of the Bonds in excess of its constitutional and statutory tax rate limitations;

(4) if tax collections are insufficient to pay the principal of and interest on the Bonds when due, the Issuer has pledged and is obligated to use any and all other resources available for payment of the Bonds;

(5) the Issuer has designated the Bonds as "qualified tax-exempt obligations" within the meaning of the Internal Revenue Code of 1986, as amended (the "Code");

(6) the Bonds and the interest thereon are exempt from all taxation in the State of Michigan, except inheritance and estate taxes and taxes on gains realized from the sale, payment or other disposition thereof; and

(7) the interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals; however, interest on the Bonds held by an "applicable corporation" as defined in Section 59(k) of the Code is included in annual "adjusted financial statement income" for purposes of calculating the alternative minimum tax imposed on an applicable corporation. The opinions set forth in the preceding sentence are subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excluded from gross income for federal income tax purposes. The Issuer has covenanted to comply with such requirements. Failure to comply with certain of such requirements may cause the inclusion of interest on the Bonds in gross income for federal income tax purposes to be retroactive to the date of issuance of the Bonds. We express no opinion regarding other federal tax consequences arising with respect to the Bonds.

The rights of the owners of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and that their enforcement of such rights may also be subject to the exercise of judicial discretion in appropriate cases.

THRUN LAW FIRM, P.C.

TLF/FGH

OPTIONAL DTC BOOK-ENTRY-ONLY

OFFICIAL NOTICE OF SALE
$5,030,000
MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN
2024 ENERGY CONSERVATION IMPROVEMENT BONDS
(GENERAL OBLIGATION - LIMITED TAX)

BIDS for the purchase of the above 2024 Energy Conservation Improvement Bonds (the "Bond" or "Bonds") will be received electronically on behalf of Monroe County Intermediate School District, Michigan (the "Issuer"), on Thursday, the 14th day of November, 2024, until 10:00 a.m., prevailing Eastern Time, by the Municipal Advisory Council of Michigan (the "MAC") via email at munibids@macmi.com. The bids will be opened and read at the MAC at that time. Award of the bid will be made on behalf of the Issuer by an authorized officer of the Issuer by 5:00 p.m., prevailing Eastern Time, on that date.

ELECTRONIC BIDS: Bidders submitting signed bids electronically must ensure their bids are received prior to the time and date fixed for receipt of bids. Bidders submitting bids electronically bear the full risk of failed or untimely transmission of their bids, and bidders are encouraged to confirm the timely receipt of their full and complete bids by telephoning the MAC at (313) 963-0420.

***PARITY*:** Bids may be presented via *PARITY* on the date and at the time shown above. To the extent any instructions or directions set forth in *PARITY* conflict with this Notice, the terms of this Notice shall control. For further information about *PARITY*, potential bidders may contact Baker Tilly Municipal Advisors, LLC, at (517) 321-0110 or *PARITY* at (212) 849-5021.

OPTIONAL DTC BOOK-ENTRY-ONLY: Unless otherwise requested by the winning bidder (the "Purchaser"), the Bonds will be initially offered as registered in the name of Cede & Co., as registered owner and nominee for The Depository Trust Company, New York, New York ("DTC") under DTC's Book-Entry-Only system of registration. Purchasers of interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of bond certificates, and ownership by the Beneficial Owners of the Bonds will be evidenced by book-entry-only. As long as Cede & Co. is the registered owner of the Bonds as nominee of DTC, payments of principal and interest payments will be made directly to such registered owner which will in turn remit such payments to the DTC participants for subsequent disbursement to the Beneficial Owners.

BOND DETAILS: Said Bonds will be fully registered Bonds, of the denomination of $5,000 each or multiples thereof up to the amount of a single maturity, shall be dated the date of delivery, numbered in order of issue from 1 upwards and will bear interest from their dated date payable on November 1, 2025, and semiannually thereafter.

The Bonds will mature on November 1 as follows:

Year	Amount	Year	Amount
2025	$90,000	2035	$250,000
2026	185,000	2036	260,000
2027	190,000	2037	270,000
2028	195,000	2038	280,000
2029	205,000	2039	295,000
2030	210,000	2040	310,000
2031	215,000	2041	320,000
2032	225,000	2042	335,000
2033	235,000	2043	350,000
2034	245,000	2044	365,000

MATURITY ADJUSTMENT: The Issuer reserves the right to increase or decrease the aggregate principal amount of the Bonds after receipt of the bids and prior to final award. Such adjustment, if necessary, will be made in increments of $5,000 and may be made in any maturity.

ADJUSTMENT TO PURCHASE PRICE: In the event of a maturity adjustment, the purchase price of the Bonds will be adjusted proportionately to the adjustment in principal amount of the Bonds and in such manner as to maintain as comparable an underwriter spread as possible to the winning bid.

TERM BOND OPTION: Bidders shall have the option of designating bonds maturing in any year as serial bonds or term bonds, or both. The bidder must designate whether each of the principal amounts shown above represent a serial maturity or a mandatory redemption requirement for a term bond maturity. There may be more than one term bond maturity. In any event, the above principal amount schedule shall be represented by either serial bond maturities or mandatory redemption requirements, or a combination of both. Any such designation must be made within one (1) hour after the Bond sale.

PAYING AGENT: Principal and interest shall be payable at a bank or trust company qualified to act as a paying agent in Michigan (the "Paying Agent"), or such other Paying Agent as the Issuer may hereafter designate by notice mailed to the registered owner not less than sixty (60) days prior to any change in Paying Agent. In the event the Bonds cease to be held in book entry form only, the Paying Agent will serve as bond registrar and transfer agent, interest shall be paid by check mailed to the owner as shown by the registration books of the Issuer as of the close of business on the 15th day of the month preceding any interest payment date and the Bonds will be transferable only upon the registration books of the Issuer kept by the Paying Agent. See "Optional DTC Book-Entry-Only" above.

PRIOR REDEMPTION:

A. Mandatory Redemption - Term Bonds.

Principal designated by the Purchaser of the Bonds as a term maturity shall be subject to mandatory redemption, in part, by lot, at par and accrued interest on the redemption dates corresponding to the maturities hereinbefore scheduled. When term Bonds are purchased by the Issuer and delivered to the Paying Agent for cancellation or are redeemed in a manner other than by mandatory redemption, the principal amount of the term Bonds affected shall be reduced by the principal amount of the Bonds so redeemed or purchased in the order determined by the Issuer.

B. Optional Redemption.

The Bonds or portions of Bonds maturing on or after November 1, 2034, are subject to redemption prior to maturity at the option of the Issuer in multiples of $5,000 in such order as the Issuer may determine, by lot within any maturity, on any date occurring on or after May 1, 2034, at par and accrued interest to the date fixed for redemption.

Notice of redemption of any Bond shall be given not less than thirty (30) days and not more than sixty (60) days prior to the date fixed for redemption by mail to the Registered Owner at the registered address shown on the registration books kept by the Paying Agent. Bonds shall be called for redemption in multiples of $5,000 and Bonds of denominations of more than $5,000 shall be treated as representing the number of Bonds obtained by dividing the denomination of the Bond by $5,000 and such Bonds may be redeemed in part. The notice of redemption for Bonds redeemed in part shall state that upon surrender of the Bond to be redeemed a new Bond or Bonds in an aggregate principal amount equal to the unredeemed portion of the Bond surrendered shall be issued to the Registered Owner thereof. No further interest payment on the Bonds or portions of Bonds called for redemption shall accrue after the date fixed for redemption, whether presented for redemption, provided funds are on hand with the Paying Agent to redeem the same.

If less than all of the Bonds of any maturity shall be called for redemption prior to maturity, unless otherwise provided, the particular Bonds or portions of Bonds to be redeemed shall be selected by the Paying Agent, in such manner as the Paying Agent in its discretion may deem proper, in the principal amounts designated by the Issuer. Upon presentation and surrender of such Bonds at the corporate trust office of the Paying Agent, such Bonds shall be paid and redeemed.

INTEREST RATE AND BIDDING DETAILS: The Bonds shall bear interest at a rate or rates, not less than one percent (1%) per annum and not exceeding six percent (6%) per annum, to be fixed by the bids therefor, expressed in multiples of 1/8 or 1/100 of 1%, or both. The interest on any one Bond shall be at one rate only. All Bonds maturing in any one year must carry the same interest rate. No proposal for the purchase of less than all of the Bonds or at a price less than 99% or greater than 118% of the par value will be considered.

PURPOSE AND SECURITY: The Bonds are issued for the purpose of remodeling, equipping and re-equipping, and furnishing and refurnishing school buildings, including for energy conservation improvements. The Bonds are issued under the provisions of Act 451, Public Acts of Michigan, 1976, as amended. The Issuer has pledged the limited tax full faith and credit of the Issuer for the payment of principal and interest on the Bonds. The Issuer has further pledged to levy sufficient ad valorem taxes within its authorized millage rate annually as a first budget obligation, subordinate only to any first liens on said funds pledged for the payment of state aid notes, lines of credit or tax anticipation notes heretofore or hereafter issued. The Issuer does not have the power to levy taxes for the payment of the Bonds in excess of its constitutional or statutory tax rate limitations and, if tax collections are insufficient to pay the principal of or interest on the Bonds when due, the Issuer pledges to use any and all other resources available for the payment of the Bonds, including state school aid, if available. The Issuer has reserved the right to issue additional bonds of equal standing.

AWARD OF BONDS: The Bonds will be awarded to the bidder whose bid produces the lowest true interest cost which is the rate that will discount all future cash payments so that the sum of the present value of all cash flows will equal the Bond proceeds computed from December 3, 2024 (the anticipated date of delivery).

LEGAL OPINION: Bids shall be conditioned upon the unqualified approving opinion of Thrun Law Firm, P.C., East Lansing, Michigan, bond counsel, the original of which will be furnished without expense to the Purchaser of the Bonds at the delivery thereof. The fees of Thrun Law Firm, P.C. for services rendered in connection with such approving opinion are expected to be paid from Bond proceeds. Except to the extent necessary to issue its approving opinion as to the validity of the above Bonds, Thrun Law Firm, P.C. has not been requested to examine or review, and has not examined or reviewed, any financial documents, statements or other materials that have been or may be furnished in connection with the authorization, marketing or issuance of the Bonds and, therefor, has not expressed and will not express an opinion with respect to the accuracy or completeness of any such financial documents, statements or materials.

TAX MATTERS: In the opinion of bond counsel, assuming continued compliance by the Issuer with certain requirements of the Internal Revenue Code of 1986, as amended (the "Code"), interest on the Bonds is excluded from gross income for federal income tax purposes, as described in the opinion, and the Bonds and interest thereon are exempt from all taxation in the State of Michigan, except inheritance and estate taxes and taxes on gains realized from the sale, payment or other disposition thereof. The Issuer has designated the Bonds as **"QUALIFIED TAX-EXEMPT OBLIGATIONS"** within the meaning of the Code, and has covenanted to comply with those requirements of the Code necessary to continue the exclusion of interest on the Bonds from gross income for federal income tax purposes.

OFFICIAL STATEMENT: Upon the sale of the Bonds, the Issuer will publish an Official Statement in substantially the same form as the Preliminary Official Statement, subject to minor additions, deletions and revisions as required to complete the Preliminary Official Statement. Promptly after the sales date, but in no event later than seven (7) business days after such date, the Issuer will provide the Purchaser with either a reasonable number of final Official Statements or a reasonably available electronic version of the same. The Issuer will determine which format will be provided. The Purchaser agrees to supply to the Issuer all necessary pricing information and any underwriter identification necessary to complete the Official Statement within twenty-four (24) hours after the award of Bonds. Additional copies of the final Official Statement may be obtained up to three months following the sale of the Bonds by a request and payment of costs to the financial consultant. The Issuer agrees to provide to the Purchaser at closing a certificate executed by appropriate officers of the Issuer acting in their official capacities, to the effect that as of the date of delivery the information contained in the Official Statement, and any supplement to the Official Statement, relating to the Issuer and the Bonds are true and correct in all material respects, and that the Official Statement does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading.

CONTINUING DISCLOSURE: As more particularly described in the Official Statement, the Issuer will agree in the bond resolution or sales resolution to provide or cause to be provided, in accordance with the requirements of Rule 15c2-12 (the "Rule") promulgated by the Securities and Exchange Commission, (i) on or prior to the end of the sixth month after the end of the fiscal year of the Issuer, commencing with the fiscal year ended June 30, 2025, certain annual financial information and operating data, including audited financial statements for the preceding fiscal year, generally consistent with the information contained or cross-referenced in the Official Statement relating to the Bonds, (ii) timely notice of the occurrence of certain significant events with respect to the Bonds and (iii) timely notice of a failure by the Issuer to provide the required annual financial information on or before the date specified in (i) above.

BOND INSURANCE: In the event the Purchaser elects to obtain bond insurance for the Bonds, all costs and expenses related to such bond insurance shall be the responsibility of the Purchaser. The failure of such bond insurance to be issued at or before delivery of the Bonds shall not be a basis for the Purchaser to refuse to accept delivery of the Bonds. In the event the Purchaser obtains bond insurance, the bond insurer shall not be entitled to be designated as an addressee of any bond counsel opinion related to the Bonds, nor shall the bond insurer be entitled to a reliance letter associated with the same. If the Purchaser obtains bond insurance, the Issuer agrees only to insert any reasonable and necessary insurance language in the Bonds.

CERTIFICATION REGARDING "ISSUE PRICE": Please see Appendix G to the Preliminary Official Statement for the Bonds, dated November 6, 2024, for information and requirements concerning establishing the issue price for the Bonds.

CLOSING DOCUMENTS: Drafts of all closing documents, including the form of Bond and bond counsel's legal opinion, may be requested from Thrun Law Firm, P.C. Final closing documents will be in substantially the same form as the drafts provided. Closing documents will not be modified at the request of a bidder, regardless of whether the bidder's proposal is accepted.

DELIVERY OF BONDS: The Issuer will furnish Bonds ready for execution at its expense. Bonds will be delivered without expense to the Purchaser at a place to be mutually agreed upon with the Purchaser. The usual closing documents, including a certificate that no litigation is pending affecting the issuance of the Bonds, will be delivered at the time of the delivery of the Bonds. If the Bonds are not tendered for delivery by twelve o'clock, noon, prevailing Eastern Time, on the 45th day following the date of sale, or the first business day thereafter if the 45th day is not a business day, the Purchaser may on that day, or any time thereafter until delivery of the Bonds, withdraw the proposal by serving notice of cancellation in writing, on the undersigned. Accrued interest to the date of delivery of the Bonds shall be paid by the Purchaser at the time of delivery. Payment for the Bonds shall be made in federal reserve funds. Unless the Purchaser furnishes the Paying Agent with a list giving the denominations and names in which it wishes to have the certificates issued at least five (5) business days prior to delivery of the Bonds, the Bonds will be delivered in the form of a single certificate for each maturity registered in the name of the Purchaser, subject to the election under the "Optional DTC Book-Entry-Only" provisions herein.

CUSIP NUMBERS: CUSIP numbers will be printed on the Bonds at the option of the Purchaser; however, neither the failure to print CUSIP numbers nor any improperly printed CUSIP numbers shall be cause for the Purchaser to refuse to take delivery of and pay the purchase price for the Bonds. Application for CUSIP numbers will be made by Baker Tilly Municipal Advisors, LLC, municipal advisor to the Issuer. The CUSIP Service Bureau's charge for the assignment of CUSIP identification numbers shall be paid by the Purchaser.

BIDDER CERTIFICATION - NOT "IRAN-LINKED BUSINESS": By submitting a bid, the bidder shall be deemed to have certified that it is not an "Iran-Linked Business" as defined in Act 517, Public Acts of Michigan, 2012; MCL 129.311, et seq.

FURTHER INFORMATION may be obtained from Baker Tilly Municipal Advisors, LLC, 2852 Eyde Parkway, Suite 150, East Lansing, Michigan 48823, telephone: (517) 321-0110.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS.

Paul Miller
Secretary, Board of Education

FORM OF
CONTINUING DISCLOSURE AGREEMENT

$5,030,000
MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN
2024 ENERGY CONSERVATION IMPROVEMENT BONDS
(GENERAL OBLIGATION - LIMITED TAX)

This Continuing Disclosure Agreement (the "Agreement") is executed and delivered by Monroe County Intermediate School District, State of Michigan (the "Issuer"), in connection with the issuance of its $5,030,000 2024 Energy Conservation Improvement Bonds (General Obligation - Limited Tax) (the "Bonds"). The Bonds are being issued pursuant to resolutions adopted by the Board of Education of the Issuer on October 15, 2024 and _____________, 2024 (together, the "Resolution"). The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Agreement. This Agreement is being executed and delivered by the Issuer for the benefit of the Bondholders and in order to assist the Participating Underwriter in complying with the Rule. The Issuer acknowledges that this Agreement does not address the scope of any application of Rule 10b-5 promulgated by the SEC pursuant to the 1934 Act to the Annual Reports or notices of the Listed Events provided or required to be provided by the Issuer pursuant to this Agreement.

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Agreement 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 Agreement.

"Bondholder" means the registered owner of a Bond or any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including any person holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bond for federal income tax purposes.

"Dissemination Agent" means any agent designated as such in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation, and such agent's successors and assigns.

"EMMA" shall mean the MSRB's Electronic Municipal Market Access which provides continuing disclosure services for the receipt and public availability of continuing disclosure documents and related information required by Rule 15c2-12 promulgated by the SEC.

"Financial Obligation" shall mean (a) a debt obligation, (b) a derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, or (c) a guarantee of (a) or (b) provided; however, that a "Financial Obligation" shall not include any municipal security for 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 Agreement.

"MSRB" shall mean the Municipal Securities Rulemaking Board.

"1934 Act" shall mean the Securities Exchange Act of 1934, as amended.

"Official Statement" shall mean the final Official Statement for the Bonds dated __________, 2024.

"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.

"Resolution" shall mean the resolutions duly adopted by the Issuer authorizing the issuance, sale and delivery of the Bonds.

"Rule" shall mean Rule 15c2-12 promulgated by the SEC pursuant to the 1934 Act, as the same may be amended from time to time.

"SEC" shall mean the Securities and Exchange Commission.

"State" shall mean the State of Michigan.

SECTION 3. Provision of Annual Reports.

(a) Each year, the Issuer shall provide, or shall cause the Dissemination Agent to provide, on or prior to the end of the sixth month after the end of the fiscal year of the Issuer commencing with the fiscal year ending June 30, 2025, to EMMA an Annual Report for the preceding fiscal year which is consistent with the requirements of Section 4 of this Agreement. Currently, the Issuer's fiscal year ends on June 30. In each case, the Annual Report may be submitted as a single document or as separate documents comprising a package, and may include by specific reference other information as provided in Section 4 of this Agreement; provided, however, that if the audited financial statements of the Issuer are not available by the deadline for filing the Annual Report, they shall be provided when and if available, and unaudited financial statements in a format similar to the financial statements contained in the Official Statement shall be included in the Annual Report.

(b) The Annual Report shall be submitted to EMMA either through a web-based electronic submission interface or through electronic computer-to-computer data connections with EMMA in accordance with the submission process, document format and configuration requirements established by the MSRB. The Annual Report shall also include all related information required by MSRB to accurately identify: (i) the category of information being provided; (ii) the period covered by the Annual Report; (iii) the issues or specific securities to which the Annual Report is related (including CUSIP number, Issuer name, state, issue description/securities name, dated date, maturity date, and/or coupon rate); (iv) the name of any obligated person other than the Issuer; (v) the name and date of the document; and (vi) contact information for the Dissemination Agent or the Issuer's submitter.

(c) If the Issuer is unable to provide to EMMA an Annual Report by the date required in subsection (a), the Issuer shall send a notice in a timely manner to the MSRB in substantially the form attached as Appendix A.

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(d) If the Issuer's fiscal year changes, the Issuer shall send a notice of such change to the MSRB in substantially the form attached as Appendix B. If such change will result in the Issuer's fiscal year ending on a date later than the ending date prior to such change, the Issuer shall provide notice of such change to the MSRB on or prior to the deadline for filing the Annual Report in effect when the Issuer operated under its prior fiscal year. Such notice may be provided to the MSRB along with the Annual Report, provided that it is filed at or prior to the deadline described above.

SECTION 4. Content of Annual Reports. The Issuer's Annual Report shall contain or include by reference the following:

(a) audited financial statements of the Issuer prepared pursuant to State laws, administrative rules and guidelines and pursuant to accounting and reporting policies conforming in all material respects to generally accepted accounting principles as applicable to governmental units as such principles are prescribed, in part, by the Financial Accounting Standards Board and modified by the Government Accounting Standards Board and in effect from time to time; and

(b) additional annual financial information and operating data as set forth in the Official Statement under "CONTINUING DISCLOSURE".

Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues of the Issuer or related public entities, which previously have been provided to each of the Repositories or filed with the SEC. If the document included by specific reference is a final official statement, it must be available from the MSRB. The Issuer shall clearly identify each such other document so included by reference.

SECTION 5. Reporting of Significant Events.

(a) The Issuer covenants to provide, or cause to be provided, notice in a timely manner not in excess of ten business days of the occurrence of any of the following events with respect to the Bonds in accordance with the Rule:

(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 or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;
(7) modifications to rights of security holders, if material;
(8) bond calls, if material, and tender offers;
(9) defeasances;
(10) release, substitution, or sale of property securing repayment of the securities, if material;
(11) rating changes;

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(12) bankruptcy, insolvency, receivership or similar event of the Issuer or other obligated person;
(13) the consummation of a merger, consolidation, or acquisition involving the Issuer or other obligated person or the sale of all or substantially all of the assets of the Issuer or other obligated person, 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 or the change of name of a trustee, if material;
(15) incurrence of a Financial Obligation of the Issuer or other obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Issuer or other obligated person, any of which affect security holders, if material;
(16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Issuer or other obligated person, any of which reflect financial difficulties.

(b) Whenever the Issuer obtains knowledge of the occurrence of a Listed Event, the Issuer shall as soon as possible determine if such event would constitute material information for the Bondholders, provided that any event other than those listed under Section 5(a)(2), (6), (7), (8), (10), (13), (14) or (15) above will always be deemed to be material. Events listed under Section 5(a)(6) and (8) above will always be deemed to be material except with respect to that portion of those events which must be determined to be material.

(c) The Issuer shall promptly cause a notice of the occurrence of a Listed Event, determined to be material in accordance with the Rule, to be electronically filed with EMMA, together with a significant event notice cover sheet substantially in the form attached as Appendix C. In connection with providing a notice of the occurrence of a Listed Event described in Section 5(a)(9) above, the Issuer shall include in the notice explicit disclosure as to whether the Bonds have been escrowed to maturity or escrowed to call, as well as appropriate disclosure of the timing of maturity or call.

(d) The Issuer acknowledges that the "rating changes" referred to above in Section 5(a)(11) of this Agreement may include, without limitation, any change in any rating on the Bonds or other indebtedness for which the Issuer is liable.

(e) The Issuer acknowledges that it is not required to provide a notice of a Listed Event with respect to credit enhancement when the credit enhancement is added after the primary offering of the Bonds, the Issuer does not apply for or participate in obtaining such credit enhancement, and such credit enhancement is not described in the Official Statement.

SECTION 6. Termination of Reporting Obligation.

(a) The Issuer's obligations under this Agreement shall terminate upon the legal defeasance of the Resolution or the prior redemption or payment in full of all of the Bonds.

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(b) This Agreement, or any provision hereof, shall be null and void in the event that the Issuer (i) receives an opinion of nationally recognized bond counsel, addressed to the Issuer, to the effect that those portions of the Rule, which require such provisions of this Agreement, do not or no longer apply to the Bonds, whether because such portions of the Rule are invalid, have been repealed, amended or modified, or are otherwise deemed to be inapplicable to the Bonds, as shall be specified in such opinion, and (ii) delivers notice to such effect to the MSRB.

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

SECTION 8. Amendment. Notwithstanding any other provision of this Agreement, this Agreement may be amended, and any provision of this Agreement may be waived to the effect that:

(a) such amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, a change in law or a change in the identity, nature or status of the Issuer, or the types of business in which the Issuer is engaged;

(b) this Agreement as so amended or taking into account such waiver, would have complied with the requirements of the Rule at the time of the primary offering of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances, in the opinion of independent legal counsel; and

(c) such amendment or waiver does not materially impair the interests of the Bondholders, in the opinion of independent legal counsel.

If the amendment or waiver results in a change to the annual financial information required to be included in the Annual Report pursuant to Section 4 of this Agreement, the first Annual Report that contains the amended operating data or financial information shall explain, in narrative form, the reasons for the amendment and the impact of such change in the type of operating data or financial information being provided. If the amendment or waiver involves a change in the accounting principles to be followed in preparing financial statements, the Annual Report for the year in which the change is made shall present a comparison between the financial statements or information prepared based on the new accounting principles and those prepared based on the former accounting principles. The comparison should include a qualitative discussion of such differences and the impact of the changes on the presentation of the financial information. To the extent reasonably feasible, the comparison should also be quantitative. A notice of the change in the accounting principles should be sent by the Issuer to the MSRB. Further, if the annual financial information required to be provided in the Annual Report can no longer be generated because the operations to which it related have been materially changed or discontinued, a statement to that effect shall be included in the first Annual Report that does not include such information.

SECTION 9. Additional Information. Nothing in this Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Agreement 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

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by this Agreement. 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 Agreement, the Issuer shall have no obligation under this Agreement 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 Agreement, any Bondholder may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Issuer to comply with its obligations under this Agreement. A default under this Agreement shall not be deemed an Event of Default under the Resolution or the Bonds, and the sole remedy under this Agreement in the event of any failure of the Issuer to comply with the Agreement shall be an action to compel performance.

SECTION 11. Duties of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Agreement.

SECTION 12. Beneficiaries. This Agreement shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter, and the Bondholders and shall create no rights in any other person or entity.

SECTION 13. Governing Law. This Agreement shall be construed and interpreted in accordance with the laws of the State, and any suits and actions arising out of this Agreement shall be instituted in a court of competent jurisdiction in the State. Notwithstanding the foregoing, to the extent this Agreement addresses matters of federal securities laws, including the Rule, this Agreement shall be construed and interpreted in accordance with such federal securities laws and official interpretations thereof.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN

By:______________________________________
Its: Superintendent

Dated: ____________, 2024

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APPENDIX A

NOTICE TO THE MSRB OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer: Monroe County Intermediate School District, Michigan

Name of Bond Issue: 2024 School Building and Site Bonds or Energy Conservation Improvement Bonds (General Obligation - Limited Tax)

Date of Bonds: ________________, 2024

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 its Continuing Disclosure Agreement with respect to the Bonds. The Issuer anticipates that the Annual Report will be filed by _____________.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN

By: ____________________________________
Its: Superintendent

Dated: ________________________

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APPENDIX B

NOTICE TO THE MSRB OF CHANGE IN ISSUER'S FISCAL YEAR

Name of Issuer: Monroe County Intermediate School District, Michigan

Name of Bond Issue: 2024 School Building and Site Bonds or Energy Conservation Improvement Bonds (General Obligation - Limited Tax)

Date of Bonds: _________________, 2024

NOTICE IS HEREBY GIVEN that the Issuer's fiscal year has changed. Previously, the Issuer's fiscal year ended on _______________. It now ends on __________________.

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN

By: _______________________________________
Its: Superintendent

Dated: _________________________

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APPENDIX C

SIGNIFICANT EVENT NOTICE COVER SHEET

This cover sheet and significant event notice should be provided in an electronic format to the Municipal Securities Rulemaking Board pursuant to Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D).

Issuer's and/or other Obligated Person's Name: ____________________

Issuer's Six-Digit CUSIP Number(s): ____________________

or Nine-Digit CUSIP Number(s) to which this significant event notice relates: ____________________

Number of pages of attached significant event notice: ____________________

Description of Significant Events Notice (Check One):

1. ______ Principal and interest payment delinquencies
2. ______ Non-payment related defaults
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 or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security
7. ______ Modifications to rights of security holders
8. ______ Bond calls
9. ______ Tender offers
10. ______ Defeasances
11. ______ Release, substitution, or sale of property securing repayment of the securities
12. ______ Rating changes
13. ______ Bankruptcy, insolvency, receivership or similar event of the Issuer or other obligated person
14. ______ The consummation of a merger, consolidation, or acquisition involving the Issuer or other obligated person or the sale of all or substantially all of the assets of the Issuer or other obligated person, 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
15. ______ Appointment of a successor or additional trustee or the change of name of a trustee
16. ______ Incurrence of a financial obligation of the Issuer or other obligated person
17. ______ Agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation that affect security holders
18. ______ Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the Issuer or other obligated person that reflect financial difficulties
19. ______ Other significant event notice (specify) ____________________

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: ____________________

Name: ____________________ Title: ____________________

Employer: ____________________

Address: ____________________

City, State, Zip Code: ____________________

Voice Telephone Number: (____________)____________________

The MSRB Gateway is www.msrb.org or through the EMMA portal at emma.msrb.org/submission/Submission_Portal.aspx. Contact the MSRB at (703) 797-6600 with questions regarding this form or the dissemination of this notice. The cover sheet and notice may also be faxed to the MAC at (313) 963-0943.

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CERTIFICATION REGARDING "ISSUE PRICE": The initial Purchaser of the Bonds (the "Purchaser") must assist the Issuer in establishing the issue price of the Bonds and will be required to furnish, at least ten (10) days prior to the delivery of the Bonds, a certificate in a form acceptable to bond counsel as to the "issue price" of the Bonds within the meaning of Section 1273 of the Internal Revenue Code of 1986, as amended.

The certificate will set forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications with such modifications as may be appropriate or necessary in the sole judgment of bond counsel. The Issuer intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

(i) the Issuer shall disseminate the Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
(ii) all bidders shall have an equal opportunity to bid;
(iii) the Issuer may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
(iv) the Issuer anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in the Notice of Sale.

Any bid submitted pursuant to the Notice of Sale shall be considered a firm offer for the purchase of the Bonds, as specified in the bid. Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied. Unless the bidder intends to hold the Bonds for its own account with no intention to offer the Bonds to the public, the bidder, by submitting a bid, represents to the Issuer that the bidder has an established industry reputation for underwriting new issuances of municipal bonds.

In the event that the competitive sale requirements are not satisfied, the Issuer shall so advise the Purchaser. In that case, the Purchaser shall have the option to designate whether the issue price will be calculated upon either (a) the first price at which 10% of each maturity of the Bonds (the "10% test") is sold to the public as the issue price of that maturity, applied on a maturity-by-maturity basis, or (b) a commitment to neither offer nor sell any of the Bonds of any maturity to any person at a price that is higher than the initial offering price referenced in the Purchaser's bid (the "initial offering price") during the holding period as defined herein.

If the 10% test is selected, the Purchaser shall advise the Issuer if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds, and bidders should prepare their bids on the assumption that all of the maturities of the Bonds will be subject to the 10% test in order to establish the issue price of the Bonds. If the competitive sale requirements are not satisfied and the 10% test is selected, then until the 10% test has been satisfied as to each maturity of the Bonds, the Purchaser agrees to promptly report to the Issuer the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the Closing Date has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold.

In the event the "hold-the-offering-price" method is selected, for each maturity of the Bonds the Purchaser shall (a) neither offer nor sell any of the Bonds of such maturity to any person at a price that is higher than the initial offering price for such maturity during the holding period for such maturity (the "hold-the-offering-price rule"), and (b) verify that any selling group agreement shall contain the agreement of each dealer who is a member of the selling group, and any retail distribution agreement shall contain the agreement of each broker-dealer who is a party to the retail distribution agreement, to comply with the hold-the-offering-price rule. Pursuant to such agreement, no underwriter (as defined below) shall offer or sell any maturity of the Bonds at a price that is higher than the respective initial offering price for that maturity of the Bonds during the holding period.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to either abide by the hold-the-offering-price limitations stated herein or to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the Purchaser that the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the Purchaser and as set forth in the related pricing wires, depending on whether the hold-the-offering-price method or the 10% test is selected by the Purchaser, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to either abide by the hold-the-offering-price limitations stated herein or to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the Purchaser or such underwriter that the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the Purchaser or such underwriter and as set forth in the related pricing wires, depending on whether the hold-the-offering-price method or the 10% test is selected by the Purchaser.

Sales of any Bonds to any person who is a related party to an underwriter shall not constitute sales to the public for purposes of the Notice of Sale. Further, for purposes of this section of the Notice of Sale:

(i) "public" means any person other than an underwriter or a related party,

(ii) "underwriter" means (A) any person who agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person who agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the public),

(iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50%

common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profit interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other),

(iv) "sale date" means the date that the Bonds are awarded by the Issuer to the Purchaser,

(v) "holding period" means, for each maturity of the Bonds, the period starting on the Sale Date and ending on the earlier of (i) the close of the fifth business day after the Sale Date, or (ii) the date on which the Underwriter has sold at least 10% of each maturity to the Public at prices that are no higher than the Initial Offering Price for such maturity, and

(vi) "maturity" means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate maturities.

In addition, if the Purchaser will obtain a municipal bond insurance policy or other credit enhancement for the Bonds in connection with their original issuance, the Purchaser will be required, as a condition of delivery of the Bonds, to certify whether the premium therefor representing the transfer of credit risk will be less than the present value of the interest expected to be saved as a result of such insurance or other credit enhancement. The form of an acceptable certificate will be provided by bond counsel.

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APPENDIX H

MONROE COUNTY INTERMEDIATE SCHOOL DISTRICT
STATE OF MICHIGAN
$5,030,000* 2024 ENERGY CONSERVATION IMPROVEMENT BONDS
(GENERAL OBLIGATION - LIMITED TAX)

OPTIONAL BID FORM

Date: November 14, 2024 Time: 10:00 A.M. E.T.

Municipal Advisory Council
26211 Central Park Blvd
Suite 508
Southfield, MI 48076
Phone: (313) 963-0420
Email: munibids@macmi.com

Reference is made to your "Official Notice of Sale" for the above stated bonds as printed in the Bond Buyer. For your legally issued bonds, as described in said notice, we will pay you par plus a premium of $__________ or less a discount of $__________ for bonds maturing and bearing interest rates as follows:

Maturity Date	Amount	Interest Rate	Yield	Maturity Date	Amount	Interest Rate	Yield
11/01/25	$90,000	%	%	11/01/35	$250,000	%	%
11/01/26	185,000			11/01/36	260,000		
11/01/27	190,000			11/01/37	270,000		
11/01/28	195,000			11/01/38	280,000		
11/01/29	205,000			11/01/39	295,000		
11/01/30	210,000			11/01/40	310,000		
11/01/31	215,000			11/01/41	320,000		
11/01/32	225,000			11/01/42	335,000		
11/01/33	235,000			11/01/43	350,000		
11/01/34	245,000			11/01/44	365,000		

*Preliminary, subject to change.

The following maturities have been designated as term bonds:

Mandatory Redemptions

From _________ To _________

From _________ To _________

THIS BID IS FOR ALL OR NONE OF THE BONDS.

Respectfully Submitted,

_________________________________ By: ___________________________

Please attach list of account members *Authorized Representative*

The following is a computation of the interest cost on the above bid.
This computation is not to be considered as a part of the bid and is subject to verification.

Gross Interest Cost	$___________	Premium / Discount	$___________
Net Interest Cost	$___________	Average Interest Rate	___________%
True Interest Cost	___________%	Net Interest Rate	___________%

BIDDER CERTIFICATION - NOT "IRAN-LINKED BUSINESS": By submitting a bid, the bidder shall be deemed to have certified that it is not an "Iran-Linked Business" as defined in Act 517, Public Acts of Michigan, 2012; MCL 129.311, et seq.

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