

**Notice of Sale and
Official Statement**

New Issue- Book Entry Only

**\$22,490,000
COMBINED PURPOSE
BUILDING BONDS
OF 2026**

**INDEPENDENT SCHOOL DISTRICT NO. 1
MAYES COUNTY, OKLAHOMA
(Pryor Board of Education)**

Date of Sale

May 12, 2026
11:45 o'clock a.m.

Financial Advisor

Stephen L. Smith Corp.
531 East A Street, Suite 301
Jenks, Oklahoma 74037

This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy within any jurisdiction to any person to whom it is unlawful to make such offer or solicitation within such jurisdiction. In connection with the offering of these Bonds, no dealer, salesman or any other person has been authorized to give any information or to make any representation other than contained herein. If given or made, such information or representation must not be relied upon.

The information contained in the Official Statement, including the cover page hereto, has been obtained from public officials, official records and from other sources which are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information. The delivery of this Official Statement does not at any time imply that information contained herein is correct as of any date subsequent to its date.

Any statements contained in this Official Statement involving matters of opinion, estimation or projection, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement shall not be construed as a contract or agreement between the School District and the purchasers or holders of any of the Bonds.

THE DATE OF THIS OFFICIAL STATEMENT IS APRIL 14, 2026.

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**INDEPENDENT SCHOOL DISTRICT NO. 1
MAYES COUNTY, OKLAHOMA
(Pryor Board of Education)**

Officers and Members of the Board of Education

FRED H. SORDAHL, President and Member
PAUL MELCHIOR, Vice President and Member
JEANETTE ANDERSON, Clerk and Member
CHRIS VAN NATTA, Member
BRANSON PERRY, Member

School District Officials

LISA MULLER, Superintendent
TIFFANY BONFIGLIO, Treasurer

Financial Advisor

STEPHEN L. SMITH CORP.
531 East A Street, Suite 301
Jenks, Oklahoma 74037
Telephone: (918) 296-9980

NOTICE OF SALE OF BONDS

In accordance with 62 O.S. 2021, § 354, notice is hereby given that the Board of Education of Independent School District Number 1 of Mayes County, Oklahoma will receive bids by; sealed bid, facsimile bid, electronic (Parity®) bid or similar secure electronic bid on the 12th day of May, 2026, until 11:45 o'clock a.m., and the Board of Education will award said Bonds at 12:00 o'clock p.m. on the 12th day of May, 2026, at the Education Service Center, Pryor Public Schools, 405 SW 1st Street, Pryor, Oklahoma, for the sale of \$22,490,000 of Combined Purpose Building Bonds of said School District, which Bonds will mature \$22,490,000 annually in two (2) years from their date until paid.

Said Bonds shall be sold to the bidder bidding the lowest rate of interest the Bonds shall bear and agreeing to pay par and accrued interest for the Bonds. Each bidder shall submit with his bid a sum in cash, cashier's or certified check, electronic (wire) transfer or surety bond payable to the Treasurer of the District, equal to two (2%) percent of the amount of his bid. The Board reserves the right to reject all bids.

WITNESS my official hand and seal this 14th day of April, 2026.

/s/ JEANETTE ANDERSON
Clerk, Board of Education

(SEAL)

CONDITIONS OF THE SALE

**INDEPENDENT SCHOOL DISTRICT NO. 1
MAYES COUNTY, OKLAHOMA
(Pryor Board of Education)**

\$22,490,000 Combined Purpose Building Bonds of 2026

PLACE AND TIME OF THE SALE

The Board of Education of Independent School District No. 1 of Mayes County, Oklahoma, will receive sealed bids at the Education Service Center, Pryor Public Schools, 405 SW 1st Street, Pryor, Oklahoma, until 11:45 o'clock a.m., and award bid at 12:00 o'clock p.m. local time, Tuesday, May 12, 2026, for the sale of the \$22,490,000 Combined Purpose Building Bonds of 2026 ("the Bonds"), more completely described in the "Official Statement" which is a part hereof.

ADDRESS OF BIDS

Sealed bids plainly marked "Bid for Bonds" may be mailed either to "Dr. Lisa Muller, Superintendent of Schools, Pryor Public Schools, P.O. Box 548, Pryor, Oklahoma 74362", or to the Financial Advisor at the address set out on the cover page hereof. Sealed bids must be submitted in duplicate on the Official Bid Form furnished herein.

TYPES OF BIDS AND INTEREST RATES

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

BASIS FOR AWARD

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

ENERGY DISCRIMINATION ELIMINATION ACT OF 2022

All bidders will be required to attest they are in compliance with the requirements of 74 O.S. 2021 § 12001 et seq, The Energy Discrimination Elimination Act of 2022. The Act states a governmental entity shall not enter into a contract for goods and services with another entity that boycotts energy companies, unless certain requirements are met. For more information, please visit:

<https://www.oscn.net/applications/oscn/DeliverDocument.asp?CiteID=492600>.

DISCRIMINATION AGAINST FIREARM ENTITIES

All bidders will be required to attest they are in compliance with the requirements of 21 O.S. § 1289.31. The Act states a governmental entity shall not enter into a contract for goods and services with another entity that discriminates against firearm entities. For more information, please visit:

<https://www.oscn.net/applications/oscn/DeliverDocument.asp?CiteID=549263>

GOOD FAITH DEPOSIT

Each bid must be accompanied by a good faith deposit in the form of a Certified or Cashier's Check or wire made payable to the Treasurer of the School District in the amount of two percent (2%) of the par value of the Bonds. The good faith deposit of the successful bidder will be retained by the School District to assure performance of the contract on the part of said bidder. In the event said bidder should fail or refuse to take up and pay for the Bonds in accordance with his bid, then said check will be cashed as full liquidated damages. Otherwise, said check will be returned to the purchaser upon payment for the Bonds. No interest will be allowed on said check. Checks of unsuccessful bidders will be promptly returned.

BOOK-ENTRY ONLY BONDS

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

LEGAL OPINION

Bids may be submitted subject to the opinion of the Attorney General of the State of Oklahoma and Phillips Murrah P.C., which will be provided by the School District without cost to the purchaser.

THE INTERNAL REVENUE CODE OF 1986

The School District anticipates that the aggregate amount of "qualified tax-exempt obligations" as defined in Section 265 (b)(3)(B) of the Internal Revenue Code of 1986 (the "Code"), which will be issued by the School District and all subordinate entities during calendar year 2026 will exceed \$10,000,000. Therefore, **the \$22,490,000 Combined Purpose Building Bonds of 2026 will not be designated as "qualified tax-exempt obligations" (as defined in Section 265(b)(3)(B) of the Code).**

EXEMPTION FROM OKLAHOMA STATE INCOME TAXATION

Pursuant to Title 68, Oklahoma Statutes 2021, Section 2358.4, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

NON-LITIGATION CERTIFICATE

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

THE OFFICIAL STATEMENT AND COMPLIANCE WITH SEC RULE 15c2-12

The School District has prepared the accompanying Official Statement, and for the limited purpose of complying with SEC Rule 15c2-12, deems such Official Statement to be final as of its date within the meaning of such Rule for the purpose of review prior to bidding. The School District will furnish to the Purchaser or Purchasers acting through a designated senior representative, in accordance with instructions received from the Purchaser(s), within seven (7) business days from the sale date a maximum of forty (40) copies of the Official Statement including a like number of copies of a supplement reflecting interest rates and other terms relating to the initial reoffering of the Bonds. The cost of any Official Statement and Supplement in excess of the number specified shall be prepared and distributed at the cost of the Purchaser(s). The Purchaser(s) shall be responsible for providing the initial reoffering prices and other terms, if any, to the Financial Advisor by the close of the next business day after the sale. Except as noted above, the School District assumes no responsibility or obligation for the distribution or delivery of any copies of the Official Statement in connection with the offering or reoffering of the Bonds.

RULE 10B-5 STATEMENT

Nothing that has come to our attention has caused us to believe that the Official Statement, as of its date or as of the time and date of delivery of this letter, contained any untrue statement of a material fact or omitted to state a material fact (required to be stated therein or) necessary in order to make the statements therein, in light of the circumstances under which they were made, not misleading.

CONTINUING DISCLOSURE

The School District has covenanted for the benefit of the Bondholders to provide certain financial information and operating data relating to the School District by not later than ten months following the end of its fiscal year (the "Annual Financial Information"), and to provide notices of the occurrence of certain enumerated events. The Annual Financial Information will be filed by the School District with the Municipal Securities Rulemaking Board (the "MSRB") through its Electronic Municipal Market Access ("EMMA") system. These covenants have been made in order to assist the Underwriters in complying with SEC Rule 15c2-12(b)(5). In the past five years, the School District has not failed to file timely audits and operating data. The School District will employ UMB Bank to serve as Dissemination Agent for this issuance of bonds.

CUSIP NUMBERS

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

DELIVERY OF BONDS

Delivery of the Bonds shall be made at any bank in Oklahoma City or Tulsa, Oklahoma, designated by the purchaser, against payment of the agreed upon purchase price. Delivery of the Bonds to the purchaser is anticipated on or about June 29, 2026.

ADDITIONAL INFORMATION MAY BE OBTAINED FROM THE FINANCIAL ADVISOR, STEPHEN L. SMITH CORP., 531 EAST A STREET, SUITE 301, JENKS, OKLAHOMA 74037, PHONE: 918-296-9980 FAX: 918-296-9902.

*In the opinion of Phillips Murrah PC, Bond Counsel, interest on the Bonds is excludable from the gross income of the payee thereof in the computation of Federal income tax under rescent law and interpretation thereof. In addition, such interest is not treated as a preference item in calculating the alternative minimum tax imposed on individuals under the Internal Revenue Code of 1986, as amended (the "Code"); however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on corporations. Under the Code, interest on the Bonds is taken is to be taken into account tin the computation of certain other taxes that may be imposed with respect to corporations including, without limitation, the environmental tax and the foreign branch profits tax. Furthermore, an individual who owns the Bonds may be required under the Code to include in gross income a portion of his or her Social Security or railroad retirement payments. Also, in the opinion of Bond Counsel, interest on the Bonds is exempt from State of Oklahoma income taxation. The Bonds will **NOT** be designated as "qualified tax-exempt obligations" within the meaning of Section 265 (b) of the Cods. See "Tax Matters" contained herein.*

NEW ISSUE- BOOK-ENTRY ONLY

Standard & Poor's Rating: "TBD"

Rating: Oklahoma Number 1

Maximum Rate: 10%

\$22,490,000 Combined Purpose Building Bonds of 2026

INDEPENDENT SCHOOL DISTRICT NO. 1

MAYES COUNTY, OKLAHOMA

(PRYOR BOARD OF EDUCATION)

Dated: June 1, 2026

Due: June 1, as shown below

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

The Bonds are not callable prior to their stated maturities.

The proceeds from the Bonds will be used to Construct, equip and furnish Phase II of the High School additions/Renovations to include but not be limited to adding a 9th Grade Center/Freshman Academy, including completion of the construction including interior partitions, electrical and electrical fixtures, plumbing and plumbing fixtures, windows, doors, flooring and renovations at the existing auditorium and constructing a Fine Arts Wing and saferoom including site preparation, foundation, exterior partitions and roof and roofing fixtures; and Construct, equip and furnish the Completion Phase of a Middle School Classroom Addition to include but not be limited: classrooms, restrooms and a new media center and renovation of the maintenance and warehouse into a STEM/IT Center, including but not limited to: classrooms, woodshop, labs, offices, restroom, and acquiring additional furniture, fixtures and equipment; and Construct, equip and furnish Phase I of a new Middle School Classroom Addition to include but not be limited: classrooms, restrooms and a new cafeteria, gymnasium, library, storm shelter, band and choir facilities, STEM lab, woodshop, offices, restrooms and acquiring additional furniture, fixtures and equipment.

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

MATURITY SCHEDULE

<u>Maturity</u>	<u>Amount</u>	<u>Rate</u>	<u>Price or Yield</u>
6/1/2028	\$22,490,000	%	%

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

The Bonds are offered when, as and if issued by the School District, and subject to the approving opinion of Bond Counsel as to validity and tax exemption. It is expected that the Bonds will be available for delivery on or about June 29, 2026.

FINANCIAL ADVISOR

STEPHEN L. SMITH CORP., Jenks, Oklahoma

PURPOSE OF THE BOND ISSUE

The proceeds of the combined purpose building bonds will be used for the following purposes and in the respective amounts shown:

Construct, equip and furnish Phase II of the High School additions/Renovations to include but not be limited to adding a 9th Grade Center/Freshman Academy, including completion of the construction including interior partitions, electrical and electrical fixtures, plumbing and plumbing fixtures, windows, doors, flooring and renovations at the existing auditorium and constructing a Fine Arts Wing and saferoom including site preparation, foundation, exterior partitions and roof and roofing fixtures	\$10,655,000.00
Construct, equip and furnish the Completion Phase of a Middle School Classroom Addition to include but not be limited: classrooms, restrooms and a new media center and renovation of the maintenance and warehouse into a STEM/IT Center, including but not limited to: classrooms, woodshop, labs, offices, restroom, and acquiring additional furniture, fixtures and equipment	\$2,915,000.00
Construct, equip and furnish Phase I of a new Middle School Classroom Addition to include but not be limited: classrooms, restrooms and a new cafeteria, gymnasium, library, storm shelter, band and choir facilities, STEM lab, woodshop, offices, restrooms and acquiring additional furniture, fixtures and equipment	<u>\$8,920,000.00</u>
TOTAL:	\$22,490,000.00

AUTHORITY FOR THE ISSUANCE OF BONDS

Political subdivisions in the State of Oklahoma must have authorization from the voters of such political subdivisions in order to become indebted for either a period of time beyond one year or for an amount in excess of the income and revenue provided for such year.

The Bonds were authorized to be issued at three separate special elections held in the School District for such purpose on March 6, 2018, on April 5, 2022, and on April 7, 2026. The Bonds are being issued pursuant to the provisions of Article X, Section 26 of the Oklahoma Constitution, as amended, and Title 70, Article 15, Oklahoma Statutes 2021, and laws of the State of Oklahoma supplementary thereto. All existing indebtedness of the School District has been issued pursuant to Article X, Section 26 of the Oklahoma Constitution.

Under Article X, Section 26, political subdivisions issuing bonds under such section may issue obligations in a total amount such that the total aggregate net indebtedness (including judicial judgments) shall not exceed 10% of the net assessed valuation of the taxable property therein; provided that three-fifths of the voters voting in an election held for such purpose shall approve the issuance of such obligations.

PAYMENT OF AND SECURITY FOR THE BONDS

The Bonds, in the opinion of Bond Counsel, will be direct and general obligations of the School District and will be payable from ad valorem taxes which may be levied **WITHOUT LIMITATION AS TO RATE OR AMOUNT** on all taxable property within the School District to pay the principal of and interest on the Bonds when due.

Ad valorem taxes for the Bonds shall be levied annually beginning in Fiscal Year 2026-2027, shall become delinquent one-half on January 1 and one-half on April 1 of each year, and are required to be collected by the County Treasurer, apportioned and paid over to the School District Treasurer, and then deposited directly and

only into the Sinking Fund of the School District. IN NO EVENT MAY SUCH AD VALOREM TAXES BE DEPOSITED INTO THE GENERAL FUND OR ANY FUND OF THE SCHOOL DISTRICT OTHER THAN THE SINKING FUND.

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

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

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

TAX LEVY AND COLLECTION PROCEDURES

Oklahoma statutes require that the School District each year make an ad valorem tax levy for a Sinking Fund which shall, with cash and investments in the fund, be sufficient to pay all the bonded indebtedness, interest and one-third of all outstanding judgments coming due in the following fiscal year.

After review and approval by the Board of Education, copies of the Sinking Fund Estimates are submitted to the County Excise Board to determine the ad valorem tax levy and appropriations. This submission is required to be made by July 20 of each year. The estimates are for the purposes of determining the ad valorem tax required to fund general operations and the Sinking Fund. The amounts contained in the Estimate of Needs are verified by the County Excise Board and, upon verification, the levies contained therein are ordered to be certified to the County Assessor in order that the County Assessor may extend said levies upon the tax rolls for the year for which the Estimate of Needs is submitted. The County Excise Board further certifies that the appropriations contained in the Estimate of Needs and the millage rates are within the limitations provided by law. While the County Excise Board may make recommendations with respect to the levy request, it only has the authority to change the reserve for delinquent taxes.

The County Assessor is required to file a tax roll report on or before October 1 of each year with the County Treasurer indicating the net assessed valuation for each municipality within the County. This report includes the assessed valuation for all real, personal and public service property (public service property assessed valuations are determined by the Oklahoma Tax Commission). The County Treasurer has fifteen (15) days after receipt of the tax roll report to start collecting taxes. The first half of taxes is due and payable on November 1 of each year.

The second half is due and payable on or before April 1 of each year. However, if the first half is not paid by January 1, both first and second half are declared delinquent as of January 1. If the first half taxes are paid in a timely manner and the second half taxes are not paid on or before April 1, the taxes are considered delinquent. Interest accrues on delinquent taxes at the rate of 1.5% monthly (18% annually), to a maximum of 100% of the taxes due and owing, until such time as the delinquent taxes are paid. In the event taxes and accrued interest are not paid, the property is sold at tax sale on October 1 and the purchaser is issued a certificate of ownership; however, the original owner of the property has two (2) years in which to redeem the property by paying the taxes, interest and penalties owed. If, at the end of two years the original owner has not done so, the purchaser is issued a deed to the property.

GLOBAL HEALTH EMERGENCY

The outbreak of COVID-19 has affected global, national, state and local economic activity. There has been significant volatility in the U.S. and global stock and bond markets that has been attributed to concerns about the spread of COVID-19. In light of those concerns, on January 31, 2020, the Secretary of Health and Human Services declared a public health emergency. On March 13, 2020, the President of the United States proclaimed that starting March 1, 2020, the COVID-19 outbreak in the United States constitutes a national emergency. On March 17, 2020, the Governor of Oklahoma issued Executive Order 2020-7 declaring that a state of emergency caused by the impending threat of COVID-19 to the people of Oklahoma and the public's peace, health and safety existed in all 77 of Oklahoma's counties. On the same day Executive order 2020-7 was amended to commit the resources of all State Departments and Agencies in areas such as public health, civil emergency preparedness and actions intended to address the spread of COVID-19. The Oklahoma State Department of Health provides information relating to COVID-19 and related developments in the State of Oklahoma on its website, <https://coronavirus.health.ok.gov/>.*

The School District is working to assess the economic and social effects of the COVID-19 virus and what impact it will have on the District's finances and service levels. At the present time, the scope of its impact and its materiality are unknown.

COMPLIANCE WITH CONSTITUTIONAL DEBT LIMITATION

(As of June 30, 2025)

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

Estimated Full Market Value:	\$ 9,345,000,983.49
ASSESSED VALUE, Including Homestead Exemptions:	\$ 1,032,067,992.00
ASSESSED VALUE, Excluding Homestead Exemptions:	\$ 1,026,984,910.00
Outstanding General Obligation Bonded Indebtedness (including the Bonds)	\$ 49,625,000.00
Less: Current Sinking Fund Balance	<u>\$ 12,106,935.85</u>
Net General Obligation Bonded Indebtedness:	\$ 37,518,064.15
Ratio of Net General Obligation Bonded Indebtedness to Net Assessed Valuation:	3.65%
Approximate Area of the School District:	111 square miles
Approximate Population of the School District:	13,545 people
Per Capita Net Indebtedness:	\$2,769.88 per person

PAYMENT RECORD

The School District has no default of record.

AUTHORIZED BUT UNISSUED BONDS

In the same proposition which authorized these Bonds from the March 6, 2018, election, an additional \$26,160,000 in Building Bonds are remaining to be issued and it is anticipated they will be issued in series over the next two years. In the same proposition which authorized these Bonds from the April 5, 2022, election, an additional \$55,230,000 in Building Bonds are remaining to be issued and it is anticipated they will be issued in series over the next eight years. In the same proposition which authorized these Bonds from the April 7, 2026, election, an additional \$89,235,000 in Building Bonds are remaining to be issued and it is anticipated they will be issued in series over the next ten years.

SCHEDULE OF OUTSTANDING INDEBTEDNESS
(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
6/1/2026	\$22,490,000	\$22,490,000	6/1/2028	\$22,490,000
6/1/2025	\$13,565,000	\$13,565,000	6/1/2027	\$13,565,000
6/1/2024	\$13,570,000	\$13,570,000	6/1/2026	\$13,570,000
Total Outstanding Indebtedness				\$49,625,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS
(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2026	\$ 13,570,000.00	\$ 908,990.00	\$ 14,478,990.00
2027	\$ 13,565,000.00	\$ 1,554,650.00	\$ 15,119,650.00
2028	<u>\$ 22,490,000.00</u>	<u>\$ 1,012,050.00</u>	<u>\$ 23,502,050.00</u>
Totals	\$ 49,625,000.00	\$ 3,475,690.00	\$ 53,100,690.00

*Assumes 4.50% interest on the Bonds.

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds*°	Total Levy - All Bonds
2026	\$15,770,000.00	\$ 1,259,531.67	\$17,029,531.67
2027	\$16,065,000.00	\$ 1,593,770.83	\$17,658,770.83
2028	\$16,490,000.00	\$ 927,712.50	\$17,417,712.50
Total	\$48,325,000.00	\$ 3,781,015.00	\$52,106,015.00
	ADD: SINKING FUND BALANCE		<u>\$12,106,935.85</u>
	TOTAL		<u>\$64,212,950.85</u>

* Does not include levies for judgments or reserve for uncollected taxes.

° Assumes 4.50% interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS

Direct, underlying and overlapping indebtedness within the School District includes debt of the District, City of Pryor, Northeast Vo-Tech #11, and Mayes County as shown.

Municipality	Net Debt	Percent Applicable to School District	Overlapping Debt to School District	Per Capita Debt
Pryor Schools	\$ 37,518,064	100%	\$ 37,518,064	\$2,769.88
Mayes County	\$ 0	n/a	\$ 0	\$ 0.00
Northeast Vo-Tech #11	\$ 0	n/a	\$ 0	\$ 0.00
City of Pryor	\$ 0	n/a	\$ 0	\$ 0.00
Total	\$ 37,518,064		\$ 37,518,064	\$2,769.88

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2025-2026 is as follows:

Property	Mayes County	Total	Percentage to Assessed Valuation
Gross Real	\$ 428,006,830	\$ 428,006,830	
Homestead	<u>\$ 5,083,082</u>	<u>\$ 5,083,082</u>	
Net Real Estate	\$ 422,923,748	\$ 422,923,748	41.18%
Personal	\$ 596,120,770	\$ 596,120,770	58.05%
Public Service	\$ 7,940,392	\$ 7,940,392	0.77%
Gross Valuation	\$1,032,067,992	\$ 1,032,067,992	
Net Valuation	\$1,026,984,910	\$ 1,026,984,910	

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

Fiscal Year	Valuation	Fiscal Year	Valuation
2025-2026	\$1,026,984,910	2020-2021	\$725,366,164
2024-2025	\$942,407,705	2019-2020	\$650,830,055
2023-2024	\$978,840,125	2018-2019	\$557,575,562
2022-2023	\$919,060,784	2017-2018	\$532,991,204
2021-2022	\$844,137,490	2016-2017	\$430,676,814

SINKING FUND TAX COLLECTIONS

Fiscal Year	Net Levy	Gross Levy	Net Collections	Gross Collections
2025-2026	\$ 15,852,517	\$ 16,645,143	in progress	in progress
2024-2025	\$ 14,532,585	\$ 15,259,214	\$ 14,012,636	\$ 14,059,762
2023-2024	\$ 14,428,445	\$ 15,149,865	\$ 15,101,635	\$ 15,146,350
2022-2023	\$ 13,431,303	\$ 14,102,868	\$ 14,072,646	\$ 14,111,635
2021-2022	\$ 13,003,751	\$ 13,653,939	\$ 13,680,032	\$ 13,717,282
2020-2021	\$ 10,047,158	\$ 10,549,516	\$ 10,656,871	\$ 10,691,577
2019-2020	\$ 10,631,921	\$ 11,163,517	\$ 11,117,253	\$ 11,150,347
2018-2019	\$ 8,849,431	\$ 9,291,903	\$ 8,252,769	\$ 9,281,434
2017-2018	\$ 5,432,320	\$ 5,703,936	\$ 5,791,705	\$ 6,240,097
2016-2017	\$ 4,717,051	\$ 4,952,903	\$ 4,521,540	\$ 4,549,278

PERCENTAGE OF TAXES COLLECTED

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

Fiscal Year	Ratio of Net Tax Collection to Net Levy	Ratio of Gross Tax Receipts to Net Levy
2024-2025	96.42 %	96.75 %
2023-2024	104.67 %	104.98 %
2022-2023	104.77 %	105.07 %
2021-2022	105.20 %	105.49 %
2020-2021	106.07 %	106.41 %
2019-2020	104.56 %	104.88 %
2018-2019	93.26 %	104.88 %
2017-2018	106.62 %	114.87 %
2016-2017	95.86 %	96.44 %

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

Fiscal Year	Ratio of Net Tax Collection to Gross Levy	Ratio of Gross Tax Receipts to Gross Levy
2024-2025	91.83 %	92.14 %
2023-2024	99.68 %	99.98 %
2022-2023	99.79 %	100.06 %
2021-2022	100.19 %	100.46 %
2020-2021	101.02 %	101.35 %
2019-2020	99.59 %	99.88 %
2018-2019	88.82 %	99.89 %
2017-2018	101.54 %	109.40 %
2016-2017	91.29 %	91.85 %

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Pryor School District	City of Pryor	Mayes County	Vo-Tech District	Total Levy
2025-2026	\$57.11	\$0.00	\$16.01	\$11.33	\$84.45
2024-2025	\$57.09	\$0.00	\$16.01	\$11.33	\$84.43
2023-2024	\$56.38	\$0.00	\$16.01	\$11.33	\$83.72
2022-2023	\$56.24	\$0.00	\$16.01	\$11.33	\$83.58
2021-2022	\$57.08	\$0.00	\$16.01	\$11.33	\$84.42
2020-2021	\$55.44	\$0.00	\$16.01	\$11.33	\$82.78
2019-2020	\$58.05	\$0.00	\$16.01	\$11.33	\$85.39
2018-2019	\$57.56	\$0.00	\$16.01	\$11.33	\$84.90
2017-2018	\$51.60	\$0.00	\$16.01	\$11.33	\$78.94
2016-2017	\$52.40	\$0.00	\$16.01	\$11.33	\$79.74

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

INDEPENDENT SCHOOL DISTRICT NO. 1 MAYES COUNTY, OKLAHOMA

Pryor Public Schools serves the City of Pryor (population: 9,450) and the surrounding rural communities. The School District encompasses approximately one hundred eleven (111) square miles and is located approximately forty-five miles east of Tulsa, Oklahoma. It contains single and multi-family housing and is predominately agricultural in nature and economy.

The School District currently employs 243 certified teachers and has an enrollment of 2,905 resulting in a teacher-student ratio of 1:12. The School District operates twelve (12) regular school bus routes, transporting approximately 54% of the enrollment daily. The School District is fully accredited by the Oklahoma State Department of Education.

STUDENT ENROLLMENT TREND

School Year	Total Enrollment	Percentage Change
2025-26	2,905	0.41%
2024-25	2,893	0.14%
2023-24	2,889	1.44%
2022-23	2,848	0.00%
2021-22	2,849	4.86%
2020-21	2,717	0.50%
2019-20	2,703	4.00%
2018-19	2,599	3.38%
2017-18	2,514	-1.71%
2016-17	2,557	1.83%
2015-16	2,511	1.45%

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	June 2025	June 2024	June 2023
United States	4.1%	4.1%	3.6%
State of Oklahoma	3.1%	3.4%	2.7%
Mayes County	3.5%	3.6%	3.7%

Source: US Bureau of Labor Statistics

Largest Ad Valorem Taxpayers (Based on Net Assessed Valuation 2026-2026)

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
Google, LLC	Technology	\$229,418,167
MYALL LLC	Technology	\$120,569,921
MYALL, LLC	Technology	\$102,355,279
Google LLC XM3	Technology	\$80,706,849
Google LLC XM 2	Technology	\$69,802,280
MYALL LLC	Technology	\$61,133,631
MYALL LLC XM 1	Technology	\$59,085,920
Google LLC XM 4	Technology	\$11,098,859
Cascades Holding US Inc.	Paper Products	\$8,175,454

Sales Tax Collections

The City levies a three and four percent (4.00%) local sales tax, which together with the State sales tax of four and one-half percent (4.5%) places the total City and State sales tax rate at 8.50%. Mayes County levies a 1.38% sales tax, bringing the total sales tax rate to 9.88%. Historical sales tax collections for the City are shown below:

<u>Fiscal</u> <u>Year</u>	<u>Total</u> <u>Collections</u>	<u>% Change</u>
2025	10,959,516	0.06%
2024	10,952,044	6.02%
2023	10,330,469	0.29%
2022	10,300,551	6.13%
2021	9,705,802	4.27%
2020	9,308,382	3.91%
2019	8,958,004	9.51%
2018	8,180,258	27.59%
2017	6,411,236	-6.43%
2016	6,823,608	-3.86%

Source: City of Pryor

RECORD DATE

The record date shall be defined as the fifteenth (15th) day preceding any interest payment date.

ACCRUAL DATE

Interest on The Bonds shall begin to accrue from the dated date of the bond issue.

RATINGS

The 2026 Combined Purpose Building Bonds will be rated by Standard & Poor's Ratings Services, a division of The McGraw-Hill Companies, Inc. ("S&P"). An explanation of the significance of such ratings may be obtained from the companies furnishing the ratings. The ratings reflect only the respective views of such organizations and the District makes no representation as to the appropriateness of the ratings. There is no assurance that such ratings will continue for any given period of time or that they will not be revised downward or withdrawn entirely by such rating companies, if in the judgment of the companies, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the Bonds.

UNDERWRITING

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

LITIGATION

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

APPROVAL OF LEGALITY

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

TAX EXEMPTION

In the opinion of Bond Counsel, under existing statutes, regulations, published rulings and court decisions, interest on the Bonds is excludable from the gross income of the owners of the Bonds for Federal income tax purposes. In expressing their opinion that interest on the Bonds is excludable from the gross income of the owners of the Bonds, Bond Counsel will rely on the School District's No-Arbitrage Certificate and will assume compliance by the School District with certain covenants of the School District with respect to the use and investment of the proceeds of the Bonds. Failure by the School District to comply with these covenants may cause the interest on the Bonds to become includable in gross income retroactively to the date of issuance of the Bonds. Except as stated above with respect to the exclusion of the interest on the Bonds from gross income, Bond Counsel expresses no opinion as to any other Federal income tax consequences of acquiring, carrying, owning or disposing of the Bonds.

The law upon which Bond Counsel have based their opinion is subject to change by the Congress and Department of the Treasury and to subsequent judicial and administrative interpretation. There can be no assurance that such law or the interpretation thereof will not be changed in a manner which would adversely affect the tax treatment of ownership of the Bonds.

The District covenants to not use the proceeds of this bond for anything that would result in the loss of the tax-exempt status of the bonds.

For taxable years beginning after 1986, a portion of the interest on the Bonds will be includable as an adjustment for book income or adjusted earnings and profits to calculate alternative minimum tax imposed on corporations by Section 55 of the Internal Revenue Code of 1986 (the "Code"), and for purposes of the environmental tax imposed on corporations by Section 59A of the Code. In addition, certain foreign corporations doing business in the United States may be subject to the new "branch profits tax" on their effectively-connected earnings and profits including tax-exempt interest such as interest on the Bonds. Furthermore, in the case of a Subchapter S Corporation, interest on the Bonds is treated as passive investment income which is subject to the tax imposed by Section 1375 of the Code.

The Code includes as an individual and corporate alternative minimum tax preference item, the interest on certain "private activity bonds" issued after August 7, 1986. In the opinion of Bond Counsel, the Bonds are not "private activity bonds" and the interest on the Bonds is not an individual or corporate alternative minimum tax preference item under Section 57(a)(5) of the Code. Prospective purchasers of the Bonds should be aware that the ownership

of tax-exempt obligations may result in collateral Federal income tax consequences to financial institutions, property and casualty insurance companies, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers falling within any of these categories should consult their own tax advisers as to the applicability of these consequences.

Pursuant to Title 68, Oklahoma Statutes 2021, Section 2358.5, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

QUALIFIED TAX-EXEMPT OBLIGATIONS

Section 265 of the Internal Revenue Code of 1986 provides, in general, that interest expense incurred to acquire or carry tax-exempt obligations is not deductible from the gross income of the holder. For certain holders that are “financial institutions” within the meaning of such section, complete disallowance of such expense would apply to taxable years beginning after December 31, 1986, with respect to tax-exempt obligations acquired after August 7, 1986. Section 265(b) of the Code provides an exception to this rule for interest expense incurred by financial institutions to acquire or carry tax-exempt obligations (other than "private activity bonds") which are designated by an issuer as 'qualified tax-exempt obligations' where not more than \$10 million of tax-exempt obligations are issued by the issuer during the calendar year in which the issue so designated is issued. The School District expects to **NOT** designate the Bonds as “qualified tax-exempt obligations”.

REGISTRATION AND TRANSFER

Bonds presented to the Registrar for transfer after the close of business on a Record Date, defined as the fifteenth (15th) day preceding any interest payment due, and before the close of business on the next subsequent Interest Payment Date will be registered in the name of the transferee but the interest payment will be made to the registered owners shown on the books of the Registrar as of the close of business on the Record Date.

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

BOOK-ENTRY-ONLY SYSTEM

The information in this section, “Book-Entry System”, has been furnished by The Depository Trust Company. No representation is made by the School District as to the completeness or accuracy of such information. The School District shall have no responsibility or obligation to DTC Participants, Indirect Participants or the persons for which they act as nominees with respect to the Bonds, or for any principal, premium, if any, or interest payment thereof.

The Depository Trust Company (“DTC”), New York, New York, 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). One fully-registered certificate will be issued for each maturity of the Bonds in the aggregate amount of each such maturity, and will be deposited with DTC at the office of the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration.

DTC 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 securities that its participants (“Participants”) deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfer and pledges, in deposited securities through electronic computerized book-entry changes in Participants’ accounts, thereby eliminating the need for physical movement of securities certificates. Direct Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). The Rules applicable to DTC and its Participants are on file with the Securities and Exchange Commission.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, who 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, but Beneficial Owners are 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 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 Participants with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) are registered in the name of DTC’s partnership nominee, Cede & Co. The deposit of Bonds with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) and their registration in the name of Cede & Co. effect no 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, who may or may not be the Beneficial Owners. The 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 Participant to Beneficial Owners will be governed by arrangements among them, subject to an statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to Cede & Co. If less than all of the Bonds within an issue are being redeemed, DTC’s practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Bonds. Under its usual procedures, DTC mails an Omnibus Proxy to the issuer 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).

Principal and interest payments on the Bonds will be made by the Paying Agent and Registrar to DTC. DTC’s practice is to credit Direct Participants’ accounts on payable date in accordance with their respective holdings

shown on DTC's records unless DTC has reason to believe that it will not receive payment on payable date. 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, the Agent, or the issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the issuer or the Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

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

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

Use of Certain Terms in other Sections of the Official Statement. In reading this Official Statement it should be understood that while the Bond certificates are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Participant acquires an interest in the Certificates, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Indenture will be given only to DTC.

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

CONCLUDING STATEMENT

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

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

INDEPENDENT SCHOOL DISTRICT NUMBER 1
MAYES COUNTY, OKLAHOMA

/s/ FRED H. SORDAHL
President, Board of Education

ATTEST:

/s/ JEANETTE ANDERSON
Clerk, Board of Education

ADDENDUM “A”

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Disclosure Certificate”) is executed and delivered by Independent School District No. 1 of Mayes County, Oklahoma, (the “Issuer”) in connection with the issuance of \$22,490,000 Combined Purpose Building Bonds of 2026 (the “Bonds”). The Bonds are being issued pursuant to a Resolution dated the 12th day of May, 2026. The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Bondholders, including beneficial owners, and in order to assist the Participating Underwriters in complying with SEC Rule 15c2-12(b)(5).

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

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

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

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

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

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

“**National Repository**” shall mean any Nationally Recognized Municipal Securities Information Repository for purposes of the Rule. Currently, the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access (EMMA) system is the National Repository. Annual Reports and notices of material events are to be electronically filed at the EMMA website: www.emma.msrb.org.

The names and addresses of all current NRMSIRs should be verified each time information is delivered pursuant to this Certificate.

“**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.

“**Repository**” shall mean each National Repository and each State Repository.

“**Rule**” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

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

“**State Repository**” shall mean any public or private repository or entity designated by the State as a state repository for the purpose of the Rule. As of the date of this Disclosure Certificate, there is no State Repository.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than ten months following the end of the fiscal year (as of the date of this Disclosure Certificate, June 30 is the end of the fiscal year), provide annually to each Repository an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. Not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the School District may be submitted separately from the balance of the Annual Report.

(b) If the Issuer is unable to provide to the Repositories an Annual Report by the date required in subsection (a), the Issuer shall send a notice to each Repository in substantially the form attached as Exhibit A.

(c) The Dissemination Agent shall:

(i) determine each year prior to the date for providing the Annual Report the name and address of each National Repository and each State Repository, if any; and (if the Dissemination Agent is other than the Issuer)

(ii) file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided and listing all the Repositories to which it was provided.

SECTION 4. Content of Annual Reports. The Issuer's Annual Report shall contain or incorporate by reference the financial information or operating data with respect to the Issuer of the type included in Appendix A of the final official statement. If Audited Financial Statements are not available by the time the Annual Report must be provided, unaudited financial statements will be provided as part of the Annual Report and Audited Financial Statements will be provided, when and if available, to each Repository.

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

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events:

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 or events affecting the tax-exempt status of the security;
7. Modification to rights of security holders;
8. Bond calls; if material
9. Defeasances, release, substitution, or sale of property securing repayment of the securities; if material

10. Rating changes;
11. Tender offers;
12. Bankruptcy, insolvency, receivership or similar event of the obligated person;
13. Merger, consolidation, or acquisition of the obligated person, 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 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 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 the financial obligation of the issuer or obligated person, any of which reflect financial difficulties;

(a) Whenever the Issuer obtains knowledge of the occurrence of a Material Event, the Issuer shall take the actions specified in subsection (c) hereof.

(b) The Issuer, or its dissemination agent, shall within ten (10) business days file a notice of the occurrence of a Material Event with the Municipal Securities Rulemaking Board and each State Repository, if material. Provided, that any event under subsections (a)(8), (9) or (11) will always be material. Notwithstanding the foregoing, notice of Material Events described in subsections (a)(8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Bonds pursuant to the Resolution.

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

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

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

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

SECTION 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any bondholder, including beneficial owners, may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

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

SECTION 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and Bondholders, including beneficial owners, from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 13. Previous Undertaking. During the previous five years the School District has not failed to timely file its financial statements and/or to provide certain financial information and operating date of the District. The district has hired UMB Bank, n.a., to serve as it's Dissemination Agent to ensure that the annual audits are submitted within the 10 month time frame following the end of the School District's fiscal year.

INDEPENDENT SCHOOL DISTRICT NO. 1
MAYES COUNTY, OKLAHOMA

By: _____
President, Board of Education

APPENDIX A

FINANCIAL INFORMATION AND OPERATING DATA

SCHEDULE OF OUTSTANDING INDEBTEDNESS
(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
6/1/2026	\$22,490,000	\$22,490,000	6/1/2028	\$22,490,000
6/1/2025	\$13,565,000	\$13,565,000	6/1/2027	\$13,565,000
6/1/2024	\$13,570,000	\$13,570,000	6/1/2026	\$13,570,000
Total Outstanding Indebtedness				\$49,625,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS
(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2026	\$ 13,570,000.00	\$ 908,990.00	\$ 14,478,990.00
2027	\$ 13,565,000.00	\$ 1,554,650.00	\$ 15,119,650.00
2028	<u>\$ 22,490,000.00</u>	<u>\$ 1,012,050.00</u>	<u>\$ 23,502,050.00</u>
Totals	\$ 49,625,000.00	\$ 3,475,690.00	\$ 53,100,690.00

*Assumes 4.50% interest on the Bonds.

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds*°	Total Levy - All Bonds
2026	\$15,770,000.00	\$ 1,259,531.67	\$17,029,531.67
2027	\$16,065,000.00	\$ 1,593,770.83	\$17,658,770.83
2028	\$16,490,000.00	\$ 927,712.50	\$17,417,712.50
Total	\$48,325,000.00	\$ 3,781,015.00	\$52,106,015.00
	ADD: SINKING FUND BALANCE		<u>\$12,106,935.85</u>
	TOTAL		<u>\$64,212,950.85</u>

* Does not include levies for judgments or reserve for uncollected taxes.

° Assumes 4.50% interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS

Direct, underlying and overlapping indebtedness within the School District includes debt of the District, City of Pryor, Northeast Vo-Tech #11, and Mayes County as shown.

Municipality	Net Debt	Percent Applicable to School District	Overlapping Debt to School District	Per Capita Debt
Pryor Schools	\$ 37,518,064	100%	\$ 37,518,064	\$2,769.88
Mayes County	\$ 0	n/a	\$ 0	\$ 0.00
Northeast Vo-Tech #11	\$ 0	n/a	\$ 0	\$ 0.00
City of Pryor	\$ 0	n/a	\$ 0	\$ 0.00
Total	\$ 37,518,064		\$ 37,518,064	\$2,769.88

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2025-2026 is as follows:

Property	Mayes County	Total	Percentage to Assessed Valuation
Gross Real	\$ 428,006,830	\$ 428,006,830	
Homestead	<u>\$ 5,083,082</u>	<u>\$ 5,083,082</u>	
Net Real Estate	\$ 422,923,748	\$ 422,923,748	41.18%
Personal	\$ 596,120,770	\$ 596,120,770	58.05%
Public Service	\$ 7,940,392	\$ 7,940,392	0.77%
Gross Valuation	\$1,032,067,992	\$ 1,032,067,992	
Net Valuation	\$1,026,984,910	\$ 1,026,984,910	

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

Fiscal Year	Valuation	Fiscal Year	Valuation
2025-2026	\$1,026,984,910	2020-2021	\$725,366,164
2024-2025	\$942,407,705	2019-2020	\$650,830,055
2023-2024	\$978,840,125	2018-2019	\$557,575,562
2022-2023	\$919,060,784	2017-2018	\$532,991,204
2021-2022	\$844,137,490	2016-2017	\$430,676,814

SINKING FUND TAX COLLECTIONS

Fiscal Year	Net Levy	Gross Levy	Net Collections	Gross Collections
2025-2026	\$ 15,852,517	\$ 16,645,143	in progress	in progress
2024-2025	\$ 14,532,585	\$ 15,259,214	\$ 14,012,636	\$ 14,059,762
2023-2024	\$ 14,428,445	\$ 15,149,865	\$ 15,101,635	\$ 15,146,350
2022-2023	\$ 13,431,303	\$ 14,102,868	\$ 14,072,646	\$ 14,111,635
2021-2022	\$ 13,003,751	\$ 13,653,939	\$ 13,680,032	\$ 13,717,282
2020-2021	\$ 10,047,158	\$ 10,549,516	\$ 10,656,871	\$ 10,691,577
2019-2020	\$ 10,631,921	\$ 11,163,517	\$ 11,117,253	\$ 11,150,347
2018-2019	\$ 8,849,431	\$ 9,291,903	\$ 8,252,769	\$ 9,281,434
2017-2018	\$ 5,432,320	\$ 5,703,936	\$ 5,791,705	\$ 6,240,097
2016-2017	\$ 4,717,051	\$ 4,952,903	\$ 4,521,540	\$ 4,549,278

PERCENTAGE OF TAXES COLLECTED

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

Fiscal Year	Ratio of Net Tax Collection to Net Levy	Ratio of Gross Tax Receipts to Net Levy
2024-2025	96.42 %	96.75 %
2023-2024	104.67 %	104.98 %
2022-2023	104.77 %	105.07 %
2021-2022	105.20 %	105.49 %
2020-2021	106.07 %	106.41 %
2019-2020	104.56 %	104.88 %
2018-2019	93.26 %	104.88 %
2017-2018	106.62 %	114.87 %
2016-2017	95.86 %	96.44 %

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

Fiscal Year	Ratio of Net Tax Collection to Gross Levy	Ratio of Gross Tax Receipts to Gross Levy
2024-2025	91.83 %	92.14 %
2023-2024	99.68 %	99.98 %
2022-2023	99.79 %	100.06 %
2021-2022	100.19 %	100.46 %
2020-2021	101.02 %	101.35 %
2019-2020	99.59 %	99.88 %
2018-2019	88.82 %	99.89 %
2017-2018	101.54 %	109.40 %
2016-2017	91.29 %	91.85 %

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Pryor School District	City of Pryor	Mayes County	Vo-Tech District	Total Levy
2025-2026	\$57.11	\$0.00	\$16.01	\$11.33	\$84.45
2024-2025	\$57.09	\$0.00	\$16.01	\$11.33	\$84.43
2023-2024	\$56.38	\$0.00	\$16.01	\$11.33	\$83.72
2022-2023	\$56.24	\$0.00	\$16.01	\$11.33	\$83.58
2021-2022	\$57.08	\$0.00	\$16.01	\$11.33	\$84.42
2020-2021	\$55.44	\$0.00	\$16.01	\$11.33	\$82.78
2019-2020	\$58.05	\$0.00	\$16.01	\$11.33	\$85.39
2018-2019	\$57.56	\$0.00	\$16.01	\$11.33	\$84.90
2017-2018	\$51.60	\$0.00	\$16.01	\$11.33	\$78.94
2016-2017	\$52.40	\$0.00	\$16.01	\$11.33	\$79.74

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

STUDENT ENROLLMENT TREND

School Year	Total Enrollment	Percentage Change
2025-26	2,905	0.41%
2024-25	2,893	0.14%
2023-24	2,889	1.44%
2022-23	2,848	0.00%
2021-22	2,849	4.86%
2020-21	2,717	0.50%
2019-20	2,703	4.00%
2018-19	2,599	3.38%
2017-18	2,514	-1.71%
2016-17	2,557	1.83%
2015-16	2,511	1.45%

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	June 2025	June 2024	June 2023
United States	4.1%	4.1%	3.6%
State of Oklahoma	3.1%	3.4%	2.7%
Mayes County	3.5%	3.6%	3.7%

Source: US Bureau of Labor Statistics

Largest Ad Valorem Taxpayers (Based on Net Assessed Valuation 2025-2026)

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
Google, LLC	Technology	\$229,418,167
MYALL LLC	Technology	\$120,569,921
MYALL, LLC	Technology	\$102,355,279
Google LLC XM3	Technology	\$80,706,849
Google LLC XM 2	Technology	\$69,802,280
MYALL LLC	Technology	\$61,133,631
MYALL LLC XM 1	Technology	\$59,085,920
Google LLC XM 4	Technology	\$11,098,859
Cascades Holding US Inc.	Paper Products	\$8,175,454

Sales Tax Collections

The City levies a three and four percent (4.00%) local sales tax, which together with the State sales tax of four and one-half percent (4.5%) places the total City and State sales tax rate at 8.50%. Mayes County levies a 1.38% sales tax, bringing the total sales tax rate to 9.88%. Historical sales tax collections for the City are shown below:

<u>Fiscal Year</u>	<u>Total Collections</u>	<u>% Change</u>
2025	10,959,516	0.06%
2024	10,952,044	6.02%
2023	10,330,469	0.29%
2022	10,300,551	6.13%
2021	9,705,802	4.27%
2020	9,308,382	3.91%
2019	8,958,004	9.51%
2018	8,180,258	27.59%
2017	6,411,236	-6.43%
2016	6,823,608	-3.86%

Source: City of Pryor

Pryor School District No. I-1
Mayes County, Oklahoma

FINANCIAL STATEMENTS AND
ACCOMPANYING
INDEPENDENT AUDITOR'S REPORTS
June 30, 2025

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**Pryor School District No. I-1
Mayes County, Oklahoma
School District Officials
June 30, 2025**

Board of Education

President	Fred Sordahl
Vice-President	Paul Melchior
Clerk	Jeanette Anderson
Member	Branson Perry
Member	Chris Van Natta

Superintendent of Schools

Dr. Lisa Muller

School District Chief Financial Officer

Tiffany Bonfiglio

Minute Clerk

Belinda Jones

Encumbrance Clerk

Stephanie Applegate

**Pryor School District No. I-1
Mayes County, Oklahoma
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INDEPENDENT AUDITOR'S REPORT

The Honorable Board of Education
Pryor School District No. I-1
Mayes County, Oklahoma

Opinions

We have audited the accompanying combined fund type and account group financial statements-regulatory basis of Pryor School District No. I-1, Mayes County, Oklahoma as of and for the year ended June 30, 2025, as listed in the table of contents.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the aforementioned school district, as of June 30, 2025, the changes in its net position and, where applicable, cash flows for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances arising from regulatory basis transactions of each fund type and account group of aforementioned school district as of June 30, 2025, and the revenues collected and expenditures paid and encumbered, of each fund type, for the year then ended, in accordance with the regulatory basis of accounting described in Note 1.

Basis for Opinions

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

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

As discussed in Note 1 to the financial statements, to meet the financial reporting requirements of the Oklahoma State Department of Education, the financial statements are prepared on the basis of financial reporting regulations prescribed or permitted by the Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determined, are presumed to be material.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting regulations prescribed or permitted by the Oklahoma State Department of Education as described in Note 1, to meet the financial reporting requirements of the State of Oklahoma; this includes determining the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District and the Foundation'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.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the fund type and account group financial statements-regulatory basis within the combined financial statements. The other information, as listed in the table of contents and including the schedule of expenditures of federal awards, are presented for purposes of additional analysis and are not a required part of the combined financial statements of the District. Also, 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 (CFR) Part 200, Uniform Guidance Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, (the Uniform Guidance) and is also not a required part of the basic financial statements.

The combining statements-regulatory basis and the other information, as listed in the table of contents and including the schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting records used to prepare the combined financial statements. Such information has been subjected to the auditing procedures applied in the audit of the fund type and account group financial statements within the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other information, as listed in the table of contents, and the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the combined financial statements taken as a whole in accordance with the regulatory basis of accounting described in Note I.

Other Matters

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 2, 2026, on our consideration of the aforementioned school 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 to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.



February 2, 2026

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
COMBINED FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

The Honorable Board of Education
Pryor School District No. I-1
Mayes County, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the fund type and account group financial statements of the aforementioned school district, as listed in the table of contents, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated February 2, 2026 which was adverse with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in the United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts and did not conform to the presentation requirements of the Governmental Accounting Standards Board. However, our report was unmodified with respect to the presentation of financial statements on the regulatory basis of accounting authorized by the Oklahoma State Board of Education.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the school district's internal control over financial reporting (internal control) to determine the 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 school district's internal control. Accordingly, we do not express an opinion on the effectiveness of the school 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 may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the school 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "David Clavin CPA PLLC". The signature is written in a cursive style.

February 2, 2026

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

The Honorable Board of Education
Pryor School District No. I-1
Mayes County, Oklahoma

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the aforementioned School District’s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School District’s major federal programs for the year ended June 30, 2025. The School District’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Example School 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 Example School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

David Clam CPA PLLC

February 2, 2026

**Pryor School District No. I-1
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2025**

SUMMARY OF AUDITOR’S RESULTS

1. The auditor’s report expresses an adverse opinion on the financial statements in conformity with generally accepted accounting principles and an unmodified opinion in conformity with the regulatory basis of accounting prescribed by the Oklahoma Department of Education.
2. No deficiencies relating to the audit of the financial statements is reported in the Schedule of Findings and Questioned Costs.
3. No instances of noncompliance material to the financial statements of Pryor School District No. I-1 were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs during the audit are reported in the Independent Auditor’s Report on Compliance with Requirement that could have a direct material effect on each major Program and Internal Control over Compliance with OMB Uniform Guidance.
5. The auditor’s report on compliance for the major federal award programs for Pryor School District No. I-1 expresses an unqualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 200.510(a) of the Uniform Guidance are reported in this schedule.
7. The programs tested as major programs included:

CFDA Number	<u>Name of Federal Program</u>
Child Nutrition Cluster:	
10.555	National School Lunch Program
10.555	CCC-Supply Chain Assistance
10.553	National School Breakfast Program
10.550	Commodities

8. The threshold used for distinguishing between Type A and B programs was \$750,000.
9. Pryor School District No. I-1 is not a low-risk auditee.

FINDINGS – FINANCIAL STATEMENT AUDIT

1. None

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

1. None

**Pryor School District No. I-1
Schedule of Expenditure of Federal Awards
For the Fiscal Year Ended June 30, 2025**

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Grantor's Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Approved Amount</u>	<u>Balance at June 30, 2024</u>	<u>Receipts</u>	<u>Federal Expenditures</u>	<u>Receivables / (Payables) Balance at June 30, 2025</u>
U.S. Department of Education								
<i>Direct Programs:</i>								
Title VI, Part A - Indian Education	84.060	561	S060A240188	\$ 266,863.00	\$ 160,511.49	\$ 239,659.67	\$ 260,303.08	\$ 181,154.90
<i>Passed Through State Department of Education:</i>								
<i>Special Education Cluster:</i>								
IDEA-B FlowThrough	84.027	621	H027A240051	619,005.37	483,787.10	575,422.12	591,559.82	499,924.80
IDEA-B Preschool	84.173	641	H173A240084	19,128.43	17,129.27	17,129.27	17,977.35	17,977.35
Cluster Subtotal				<u>638,133.80</u>	<u>500,916.37</u>	<u>592,551.39</u>	<u>609,537.17</u>	<u>517,902.15</u>
Title I, Part A - Improving Basic Programs	84.010	511	S010A240036	792,015.75	451,271.28	712,573.03	755,170.37	493,868.62
Title II, Part A - Teacher and Principal Training and Recruiting Fund	84.367	541	S367A240035	107,730.77	63,293.62	97,854.86	106,091.60	71,530.36
Title IV, Part A - Student Support	84.424	552	S424A240037	47,562.07	46,126.03	69,796.42	47,007.65	23,337.26
Subtotal				<u>947,308.59</u>	<u>560,690.93</u>	<u>880,224.31</u>	<u>908,269.62</u>	<u>588,736.24</u>
ARP - ESSSER III	84.425U	725		-	(11.10)	3,498.00	3,488.37	(20.73)
ARP - ESSSER III Science of Reading	84.425U	726		-	1,279.00	12,426.72	11,276.74	129.02
ARP - ESSSER III	84.425	795	S425D210024	71,535.74	673,397.52	744,830.04	71,432.52	-
Subtotal				<u>71,535.74</u>	<u>674,665.42</u>	<u>760,754.76</u>	<u>86,197.63</u>	<u>108.29</u>
<i>Passed Through Oklahoma Department of Vocational Education:</i>								
Carl Perkins Programs	84.048	421		-	20,035.95	35,429.77	38,092.05	22,698.23
Carl Perkins Programs Supplemental	84.048	424		-	39,322.22	39,322.22	-	-
Subtotal				<u>-</u>	<u>59,358.17</u>	<u>74,751.99</u>	<u>38,092.05</u>	<u>22,698.23</u>
Total U.S. Department of Education				<u>\$ 1,923,841.13</u>	<u>\$ 1,956,142.38</u>	<u>\$ 2,547,942.12</u>	<u>\$ 1,902,399.55</u>	<u>\$ 1,310,599.81</u>

Continued on next page

**Pryor School District No. I-1
Schedule of Expenditure of Federal Awards
For the Fiscal Year Ended June 30, 2025**

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Grantor's Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Approved Amount</u>	<u>Balance at June 30, 2024</u>	<u>Receipts</u>	<u>Federal Expenditures</u>	<u>Receivables / (Payables) Balance at June 30, 2025</u>
U.S. Department of Agriculture								
<i>Passed Through State Department of Education:</i>								
Child Nutrition Cluster:								
CCC-Supply Chain Assistance	10.555	759		N/A	\$ (178.94)	\$ -	\$ -	\$ (178.94)
National School Breakfast Program	10.553	764		N/A	-	326,777.16	326,777.16	-
National School Lunch Program	10.555	763		N/A	(120,606.31)	894,591.61	1,015,197.92	-
Cluster Subtotal					<u>(120,785.25)</u>	<u>1,221,368.77</u>	<u>1,341,975.08</u>	<u>(178.94)</u>
Passed Through Department of Health & Human Services								
Commodities - Note 4	10.550			N/A	-	133,129.41	133,129.41	-
Total U.S. Department of Agriculture				N/A	<u>\$ (120,785.25)</u>	<u>\$ 1,354,498.18</u>	<u>\$ 1,475,104.49</u>	<u>\$ (178.94)</u>
Other Federal Assistance								
Johnson O'Malley Program	15.130	563		-	9,802.55	37,381.56	48,943.68	21,364.67
Flood Control Act Lands	15.433	771		-	(5,609.47)	7,907.74	-	(13,517.21)
Subtotal				<u>-</u>	<u>4,193.08</u>	<u>45,289.30</u>	<u>48,943.68</u>	<u>7,847.46</u>
TOTAL FEDERAL ASSISTANCE					<u>\$ 1,923,841.13</u>	<u>\$ 1,839,550.21</u>	<u>\$ 3,947,729.60</u>	<u>\$ 1,318,268.33</u>

Continued on next page

Pryor School District No. I-1
Schedule of Expenditure of Federal Awards
For the Fiscal Year Ended June 30, 2025
(continued)

Note 1. Basis of Presentation

This accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U. S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited to reimbursement.

Note 3. Indirect Cost Rate

The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance. The District elected not to charge indirect costs to federal programs.

Note 4. Food Distribution

Non-monetary assistance is reported as CFDA #10.500 - Commodities in the schedule at the fair market value of the commodities received and disbursed.

**Pryor School District No. I-1
Mayes County, Oklahoma
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2025**

PRIOR AUDIT FINDINGS

None.

Pryor School District No. I-1
Mayes County, Oklahoma
Combined Statement of Assets, Liabilities and Fund Balances
Regulatory Basis – All Fund Types and Account Groups
June 30, 2025

	Governmental Fund Types				Fiduciary Fund Types		Account Group			Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Agency	Trusts	General Long-Term Debt	General Fixed Assets Account Group	Lease Accounts Held at UMB Bank	June 30, 2025
	ASSETS									
Cash and Cash Equivalents	\$ 17,963,591.59	\$ 17,188,173.77	\$ 588,242.80	\$ 26,738,165.02	\$ 984,966.81	\$ 261,878.43	\$ -	\$ -	\$ -	\$ 63,725,018.42
Cash and Cash Equivalents-Restricted	-	-	-	-	-	-	-	-	9,630,927.32	9,630,927.32
General Fixed Assets	-	-	-	-	-	-	-	222,142,341.36	-	222,142,341.36
Amounts Available in Debt Service Fund	-	-	-	-	-	-	588,242.80	-	-	588,242.80
Amounts to be Provided for Retirement of General Long-Term Debt	-	-	-	-	-	-	26,546,757.20	-	-	26,546,757.20
Amounts to be Provided for Capitalized Lease Agreements	-	-	-	-	-	-	92,449,939.71	-	-	92,449,939.71
Total Assets	\$ 17,963,591.59	\$ 17,188,173.77	\$ 588,242.80	\$ 26,738,165.02	\$ 984,966.81	\$ 261,878.43	\$ 119,584,939.71	\$ 222,142,341.36	\$ 9,630,927.32	\$ 415,083,226.81
LIABILITIES AND FUND BALANCE										
Liabilities:										
Warrants Payable	\$ 927,735.35	\$ 58,273.81	\$ -	\$ 74,455.83	\$ 20,891.91	\$ -	\$ -	\$ -	\$ -	\$ 1,081,356.90
Due to Activity Groups	-	-	-	-	964,074.90	-	-	-	-	964,074.90
General Obligation Bonds Payable	-	-	-	-	-	-	27,135,000.00	-	-	27,135,000.00
Capitalized Lease Obligations Payable	-	-	-	-	-	-	92,449,939.71	-	-	92,449,939.71
Total Liabilities	927,735.35	58,273.81	-	74,455.83	984,966.81	-	119,584,939.71	-	-	121,630,371.51
Fund Balance:										
Restricted to:										
Restricted Assets at UMB Bank	-	-	-	-	-	-	-	-	9,630,927.32	9,630,927.32
General Fixed Assets	-	-	-	-	-	-	-	222,142,341.36	-	222,142,341.36
Trusts Fund	-	-	-	-	-	261,878.43	-	-	-	261,878.43
Capital Projects Fund	-	-	-	26,663,709.19	-	-	-	-	-	26,663,709.19
Sinking Fund	-	-	588,242.80	-	-	-	-	-	-	588,242.80
Co-Op Fund	-	11,441.55	-	-	-	-	-	-	-	11,441.55
Building Fund	-	17,118,458.41	-	-	-	-	-	-	-	17,118,458.41
Unassigned	17,035,856.24	-	-	-	-	-	-	-	-	17,035,856.24
Total Fund Balance	17,035,856.24	17,129,899.96	588,242.80	26,663,709.19	-	261,878.43	-	222,142,341.36	9,630,927.32	293,452,855.30
Total Liabilities and Fund Balance	\$ 17,963,591.59	\$ 17,188,173.77	\$ 588,242.80	\$ 26,738,165.02	\$ 984,966.81	\$ 261,878.43	\$ 119,584,939.71	\$ 222,142,341.36	\$ 9,630,927.32	\$ 415,083,226.81

The accompanying Notes to the Financial Statements are an integral part of this statement.

Pryor School District No. I-1
Mayes County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Regulatory Basis – All Governmental Fund Types
For the Fiscal Year Ended June 30, 2025

	Governmental Fund Types				Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	
Revenues:					
Local Sources	\$ 31,786,560.65	\$ 6,170,598.65	\$ 14,055,981.36	\$ 13,566,533.83	\$ 65,579,674.49
Intermediate Sources	1,975,993.74	-	-	-	1,975,993.74
State Sources	7,407,213.60	44,031.28	3,781.17	-	7,455,026.05
Federal Sources	3,814,600.19	-	-	-	3,814,600.19
Total Revenues	44,984,368.18	6,214,629.93	14,059,762.53	13,566,533.83	78,825,294.47
Expenditures:					
Instruction	25,643,018.48	277,395.09	-	-	25,920,413.57
Support Services	20,090,005.67	1,379,573.81	-	74,455.83	21,544,035.31
Non-Instruction Services	2,530,686.80	-	-	-	2,530,686.80
Capital Outlay	-	418,706.03	-	13,384,554.67	13,803,260.70
Other Outlays	11,242.19	-	-	-	11,242.19
Debt Service	-	-	13,590,000.00	-	13,590,000.00
Interest	-	-	1,405,485.00	-	1,405,485.00
Total Expenditures	48,274,953.14	2,075,674.93	14,995,485.00	13,459,010.50	78,805,123.57
Excess (Deficit) of Revenues Over (Under) Expenditures	(3,290,584.96)	4,138,955.00	(935,722.47)	107,523.33	20,170.90
Adjustments to Prior Year					
Encumbrances	82,582.50	4,678.62	-	-	87,261.12
Prior Year Estopped Warrants	2,538.17	-	-	-	2,538.17
Total Prior Year Adjustments	85,120.67	4,678.62	-	-	89,799.29
Net Change in Fund Balance	(3,205,464.29)	4,143,633.62	(935,722.47)	107,523.33	109,970.19
Fund Balance					
Beginning of Year	20,241,320.53	12,986,266.34	1,523,965.27	26,556,185.86	61,307,738.00
Fund Balance End of Year	\$ 17,035,856.24	\$ 17,129,899.96	\$ 588,242.80	\$ 26,663,709.19	\$ 61,417,708.19

The accompanying Notes to the Financial Statements are an integral part of this statement.

Pryor School District No. I-1
Mayes County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Budget and Actual - Regulatory Basis – Budgeted Governmental Fund Types
June 30, 2025

	General Fund			Special Revenue Funds			Debt Service Fund		
	Original	Final	Actual	Original	Final	Actual	Original	Final	Actual
Revenues:									
Local Sources	\$ 33,489,729.83	\$ 33,489,729.83	\$ 31,786,560.65	\$ 5,213,943.98	\$ 5,213,943.98	\$ 6,169,351.15	\$ 14,532,584.68	\$ 14,532,584.68	\$ 14,055,981.36
Intermediate Sources	2,090,666.22	2,090,666.22	1,975,993.74	-	-	-	-	-	-
State Sources	6,483,334.37	6,483,334.37	7,407,213.60	95,273.40	95,273.40	45,278.78	-	-	3,781.17
Federal Sources	2,747,674.42	2,747,674.42	3,814,600.19	-	-	-	-	-	-
Total Revenues Collected	<u>44,811,404.84</u>	<u>44,811,404.84</u>	<u>44,984,368.18</u>	<u>5,309,217.38</u>	<u>5,309,217.38</u>	<u>6,214,629.93</u>	<u>14,532,584.68</u>	<u>14,532,584.68</u>	<u>14,059,762.53</u>
Expenditures Paid:									
Instruction	27,310,000.00	26,813,000.00	25,643,018.48	526,000.00	479,000.00	277,395.09	-	-	-
Support Services	23,480,522.00	23,438,422.00	20,090,005.67	4,208,888.31	4,255,888.31	1,379,573.81	-	-	-
Non-Instruction Services	3,612,240.00	4,151,340.00	2,530,686.80	65,000.00	65,000.00	-	-	-	-
Capital Outlay	5,000.00	5,000.00	-	3,437,500.00	3,437,500.00	418,706.03	-	-	-
Other Outlays	26,000.00	26,000.00	4,560.22	50,100.00	50,100.00	-	-	-	-
Other Uses	10,618,963.37	10,618,963.37	6,681.97	-	-	-	-	-	-
Principal Retirement	-	-	-	-	-	-	13,590,000.00	13,590,000.00	13,590,000.00
Interest & Fiscal Agent	-	-	-	-	-	-	1,405,485.00	1,419,990.00	1,405,485.00
Annual Accrual on Unmatured Bonds	-	-	-	-	-	-	1,061,064.95	1,061,064.95	-
Total Expenditures	<u>65,052,725.37</u>	<u>65,052,725.37</u>	<u>48,274,953.14</u>	<u>8,287,488.31</u>	<u>8,287,488.31</u>	<u>2,075,674.93</u>	<u>16,056,549.95</u>	<u>16,071,054.95</u>	<u>14,995,485.00</u>
Excess (Deficit) of Revenues Collected Over (Under) Expenditures Paid	<u>(20,241,320.53)</u>	<u>(20,241,320.53)</u>	<u>(3,290,584.96)</u>	<u>(2,978,270.93)</u>	<u>(2,978,270.93)</u>	<u>4,138,955.00</u>	<u>(1,523,965.27)</u>	<u>(1,538,470.27)</u>	<u>(935,722.47)</u>
Prior Year Encumbrances									
Appropriated	-	-	82,582.50	-	-	4,678.62	-	-	-
Prior Year Estopped Warrants	-	-	2,538.17	-	-	-	-	-	-
Total Prior Year Adjustments	<u>-</u>	<u>-</u>	<u>85,120.67</u>	<u>-</u>	<u>-</u>	<u>4,678.62</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(20,241,320.53)	(20,241,320.53)	(3,205,464.29)	(2,978,270.93)	(2,978,270.93)	4,143,633.62	(1,523,965.27)	(1,538,470.27)	(935,722.47)
Fund Balance									
Beginning of Year	<u>20,241,320.53</u>	<u>20,241,320.53</u>	<u>20,241,320.53</u>	<u>12,986,266.34</u>	<u>12,986,266.34</u>	<u>12,986,266.34</u>	<u>1,523,965.27</u>	<u>1,523,965.27</u>	<u>1,523,965.27</u>
Fund Balance									
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,035,856.24</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,129,899.96</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 588,242.80</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies

The basic financial statements of the Pryor School District, No. I-1, Mayes County, Oklahoma (the “District”) have been prepared in conformity with another comprehensive basis of accounting as prescribed by the Oklahoma State Department of Education. The more significant of the District’s accounting policies are described below.

A. Reporting Entity

The District is a corporate body for public purposes created under Title 70 of the Oklahoma statutes and accordingly is a separate entity for operating and financial reporting purposes. The District is part of the public school system of Oklahoma under the general direction and control of the State Board of Education and is financially dependent on State of Oklahoma support. The general operating authority for the public school system is the Oklahoma School Code contained in Title 70, Oklahoma Statutes.

The governing body of the District is the Board of Education (Board) composed of elected members. The appointed superintendent is the executive officer of the District.

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of the governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the District and/or its citizens, or whether the activity is conducted within the geographic boundaries of the District and is generally available to its patrons. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, there are no potential component units included in the District’s reporting entity. The District has various supporting groups. However, the District does not appoint any Board members or exercise any oversight authority over these groups and the dollar amounts are not material to the District.

B. Fund Accounting and Description of Funds

The District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain district functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate “fund types”.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies (continued)

B. Fund Accounting and Description of Funds (continued)

Governmental Fund Types

Governmental funds are used to account for most of the District's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds).

General Fund – the general fund is used to account for all financial transactions, except those required to be accounted for in another fund. This is a budgeted fund, and any fund balances are considered as resources available for use. Major revenue sources include state and local property taxes and state funding under the Foundation and Salary Incentive Aid program. Expenditures include all costs associated with the daily operations of the schools except for programs funded for building repairs and maintenance, school construction and debt service on bonds and other long-term debt. The general fund includes federal and state restricted monies that must be expended for specific programs.

Special Revenue Fund – the special revenue funds are composed of the District's Building Fund and Co-op Fund.

Building Fund – the building fund consists mainly of monies derived from property taxes levied for the purpose of erecting, remodeling, repairing or maintaining school buildings and for purchasing furniture, equipment and software to be used on or for school district property, for paying energy and utility costs, for purchasing telecommunications services, for paying fire and casualty insurance premiums for school facilities, for purchasing security systems, and for paying salaries of security personnel.

Co-op Fund – the co-op fund is established when the boards of Education of two or more school districts enter into cooperative agreements and maintain joint programs. The revenues necessary to operate a cooperative program can come from federal, state or local sources, including the individual contributions of participating school districts.

Debt Service Fund – the debt service fund is the District's Sinking Fund and is used to account for the accumulation of financial resources for the payment of general long-term debt principal, interest and related costs. The primary revenue sources are local property taxes levied specifically for debt service and interest from temporary investments.

Capital Projects Fund – the capital projects fund is the District's Bond Fund and is used to account for the proceeds of bond sales to be used exclusively for acquiring school sites, constructing and equipping new school facilities, renovating existing facilities, and acquiring transportation equipment.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies (continued)

B. Fund Accounting and Description of Funds (continued)

Fiduciary Fund Types

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or so behalf of other funds within the District. Agency funds generally are used for assets that the District holds on behalf of others as their agent and do not involve measurement of result of operations.

Agency Fund – The agency fund is the School Activities Fund, which is used to account for monies collected principally through fundraising efforts of the students and District sponsored groups. The administration is responsible, under the authority of the Board, for collecting, disbursing and accounting for these activity funds.

Trusts Fund – The agency fund is the Trusts Fund, which is used to account for monies collected principally through donations to provide student scholarships. The administration is responsible, under the authority of the Board, for collecting, disbursing and accounting for these trust funds.

Account Groups

Account groups are not funds and consist of a self-balancing set of accounts used only to establish accounting control over long-term debt and general fixed assets not accounted for in proprietary funds.

General Long-Term Debt Account Group – this account group was established to account for all long-term debt of the District, which is offset by the amount available in the debt service fund and the amount provided in future years to complete retirement of the debt principal.

General Fixed Asset Account Group – this account group is used to account for property, plant and equipment of the school district.

Lease Accounts Held at UMB Bank Account Group – this account group is used to account for lease monies of the school district that are administered by UMB Bank.

Memorandum Only – Total Column

The total column on the general purpose financial statements is captioned “memorandum only” to indicate that it is presented only to facilitate financial analysis. Data in the column does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

C. Basis of Accounting and Presentation

The District prepares its financial statements in a presentation format that is prescribed by the Oklahoma State Department of Education. This format is essentially the generally accepted form of presentation used by the state and local governments prior to the effective date of GASB Statement No. 34, *Basic Financial Statements-Management’s Discussion and Analysis-for State and Local Governments*. This format significantly differs from that required by GASB 34.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies (continued)

C. Basis of Accounting and Presentation (continued)

The basic financial statements are essentially prepared on a basis of cash receipts and disbursements modified as required by the regulations of the Oklahoma State Department of Education (OSDE) as follows:

- Encumbrances represented by purchase orders, contracts, and other commitments for the expenditure of monies and are recorded as expenditures when approved.
- Investments are recorded as assets when purchased.
- Inventories of school supplies are recorded as expenditures and not as assets.
- Warrants payable are recorded as liabilities when issued.
- Long-term debt is recorded when incurred.
- Compensated absences are recorded as an expenditure and liability when the obligation is paid.
- Capital assets are recorded when acquired.

This regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, which requires revenues to be recognized when they become available and measurable, or when they are earned, and expenditures or expenses are recognized when the related liabilities are incurred for the governmental fund types; and when revenues are earned and liabilities are incurred for proprietary fund types and trust funds.

D. Budgets and Budgetary Accounting

The District is required by state law to prepare an annual budget. The Board of Education requests an initial temporary appropriations budget from the County Excise Board before June 30. Then no later than October 1, The Board of Education prepares financial statements and the estimate of needs and files it with the applicable County Clerk and the State Department of Education.

Under current Oklahoma statutes, a formal budget is required for all funds except for trust and agency funds. Budgets are presented for all funds that include the originally approved budgeted appropriations for expenditures and final budgeted appropriations as adjusted for supplemental appropriations and approved transfers between budget categories.

E. Assets, Liabilities, and Fund Balance

Cash and Cash Equivalents – the District considers all cash on hand, demand deposits, and highly liquid investments, with an original maturity of three months or less when purchased, to be cash and cash equivalents.

Restricted Cash and Cash Equivalents – the District considers all cash on hand, demand deposits, and highly liquid investments, with an original maturity of three months or less when purchased, to be cash and cash equivalents. Restricted cash is lease monies held at and administered by UMB Bank.

Investments – investments consist of direct obligations of the United States Government and Agencies with maturities greater than three months when purchased. All investments are recorded at cost, which approximates market value.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies (continued)

E. Assets, Liabilities, and Fund Balance (continued)

Property Tax Revenues – the District is authorized by state law to levy property taxes, which consist of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the County Excise Board, extends the tax levies on the tax for submission to the County Treasurer. Property taxes are levied on November 1 and are due on receipt of the tax bill. The first half of taxes is due prior to January 1. The second half is due prior to April 1.

If the first payment is not made timely, the entire tax becomes due and payable on January 2. Second half taxes become delinquent on April 1 of the year following the assessment. If not paid by following October 1, the property is offered for sale for the amount of taxes due. The owner has two years to redeem the property by paying the taxes and penalty owed. If at the end of two years the owner has not done so, the purchaser is issued a deed to the property.

Inventories – the value of consumable inventories at June 30, 2025, is not material to the financial statements.

Construction in Progress – consists of construction and improvements made to campus-wide facilities through lease monies held at UMB Bank. The expenditures will be added to the Capital Asset Schedule when the lease is paid in full.

Capital Assets –

Fixed assets used in government fund-type operations (general fixed assets) are recorded for as capital outlay expenditures of the governmental fund-type upon acquisition and are recorded as property, plant and equipment in the General Fixed Asset Account Group. All fixed assets are valued at historical cost or estimated cost if actual is unavailable, except for donated fixed assets, which are recorded at their estimated fair value at the date of donation. Depreciation and accumulated depreciation are not reported against general fixed assets.

The District’s General Fixed Assets at June 30, 2025 are as follows:

Governmental Activities:	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
Capital Lease Assets	\$ 102,400,156.09	\$ 32,414,514.36	\$ -	\$ 134,814,670.45
Land	585,952.00	-	-	585,952.00
Buildings and Improvements	78,614,649.37	-	-	78,614,649.37
Transportation Equipment	3,972,827.08	1,029,020.00	(51,901.00)	4,949,946.08
Equipment	2,767,227.27	409,896.19	-	3,177,123.46
Total	<u>85,940,655.72</u>	<u>1,438,916.19</u>	<u>(51,901.00)</u>	<u>87,327,670.91</u>
Governmental Activities Capital Assets	<u>\$ 188,340,811.81</u>	<u>\$ 33,853,430.55</u>	<u>\$ (51,901.00)</u>	<u>\$ 222,142,341.36</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies (continued)

E. Assets, Liabilities and Fund Balance (continued)

Compensated Absences – vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. There are no amounts of vested or accumulated vacation leave that are expected to be liquidated with expendable available financial resources.

No liability is recorded for nonvesting accumulating rights to receive sick pay benefits. Vested accumulated rights to receive sick pay benefits have been reported in the general long-term debt account group since none of the vested sick leave is expected to be liquidated with expendable available financial resources.

Long-Term Debt – long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

Fund Balance – in the fund financial statements, governmental funds report the hierarchy of fund balances. The hierarchy is based primarily on the degree of spending constraints placed on the use of resources for specific purposes versus availability of appropriation. An important distinction that is made in reporting fund balance is between amounts that are considered *nonspendable* (i.e, fund balance associated with assets that are not in spendable form, such as inventories or prepaid items, long-term portions of loans and notes receivable, or items that are legally required to be maintained intact (such as the corpus of a permanent fund)) and those that are *spendable* (such as fund balance associated with cash, investments or receivables).

Amounts in the *spendable* fund balance category are further classified as *restricted*, *committed*, *assigned* or *unassigned*, as appropriate.

Restricted fund balance represents amounts that are constrained either externally by creditors (such as debt covenants), grantors, contributors, or laws and regulations of other governments; or by law through constitutional provision or enabling legislation.

Committed fund balance represents amounts that are usable only for specific purposes by formal action of the government’s highest level of decision-making authority. Such amounts are not subject to legal enforceability (like restricted amounts), but cannot be used for any other purpose unless the government removes or changes by taking action similar to that which imposed the commitment. The District’s Board of Education is the highest level of decision-making authority of the District.

Assigned fund balance represents amounts that are *intended* to be used for specific purposes but are neither restricted nor committed. Intent is expressed by the governing body itself, or a subordinated high-level body or official who the governing body has delegated the authority to assign amounts to be used for specific purposes. Assigned fund balances includes all remaining spendable amounts (except negative balances) that are reported in governmental funds *other than the general fund*, that are neither restricted nor committed, and amounts in the general fund that are intended to be used for specific purpose in accordance with the provisions of the standard.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

I. Summary of Significant Accounting Policies (continued)

E. Assets, Liabilities and Fund Balance (continued)

Unassigned fund balance is the residual classification for the general fund. It represents the amounts that have not been assigned to other funds, and that have not been restricted, committed, or assigned to specific purposes within the general fund.

Resource Use Policy

It is in the District's policy for all funds that when an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources, including fund balances, are available, the District considers the restricted amounts to be spent first before any unrestricted amounts are used. Furthermore, it is the District's policy that when an expenditure/expense is incurred for purposes for which committed, assigned or unassigned resources, including fund balances, are available, the District considers committed, amounts to be spent first, followed by assigned amounts, and lastly, unassigned amounts.

F. Revenue, Expenses and Expenditures

State Revenues – revenues from state sources for current operations are primarily governed by state aid formula under the provisions of Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts.

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

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

Interfund Transactions – quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund or expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditure/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

II. Deposit and Investment Risks

The District held the following deposits and investments at June 30, 2025:

	Carrying Value
Deposits	
Cash in Bank	\$ 62,478,173.18
Cash in Bank - Activity Fund	984,966.81
Cash in Bank - Trusts Fund	261,878.43
Total Deposits	\$ 63,725,018.42

Restricted Cash Held at UMB Bank	\$ 9,630,927.32
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Custodial Credit Risk

Exposure to custodial credit related to deposits exists when the District holds deposits that are uninsured and uncollateralized; collateralized with securities held by pledging financial institution, or by its trust department or agent but not in the District's name; or collateralized without written or approved collateral agreement. Exposure to custodial credit risk related to investments exists when the District holds investments that are uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the District's name.

The District's policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 100 percent of the uninsured deposits and accrued interest thereon. The investment policy and state law also limits acceptable collateral to U.S. Treasury and agency securities and direct debt obligations of the state, municipalities, counties, and school districts in the state of Oklahoma, surety bonds and letters of credit. As required by Federal 12 U.S.C.A, Section 1823e, all financial institutions pledging collateral to the district must have a written collateral agreement approved by the board of directors or loan committee.

At June 30, 2025, the district was not exposed to custodial credit as defined above.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

II. Deposit and Investment Risks (continued)

Investment Credit Risk

The District's investment policy limits investments to those allowed in state law applicable to school districts as follows:

- a. Direct obligations of the U.S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged.
- b. Certificates of deposits or savings accounts that are either insured or secured with the acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.
- c. With certain limitation, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper and repurchase agreements with certain limitations.
- d. County, municipal or school district tax supported debt obligations, bond or revenue anticipation notes, money judgements, or bond revenue anticipation noted of the public trusts whose beneficiary is a county, municipality or school district.
- e. Notes or bonds secured by mortgage or trust deed insured by the Federal housing Administrator and debentures issued by the Federal Housing Administrator, and the obligations of the National mortgage Association.
- f. Money market funds related by the SEC and in which investments consist of the investments mentioned in the previous paragraphs (a-d).

Investment credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District has no formal policy limiting investments based on credit rating but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations-rating agencies-as of the year end. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

At June 30, 2025, the District was not exposed to custodial credit as defined.

Investment Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an instrument. The District's investment policy limits investments to those with maturity no more than three years from the date of purchase, except for reserve funds, as a means of managing exposure to fair value losses arising from increasing interest rates. The District discloses its exposure to interest risk by disclosing the maturity dates of its various investments.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

II. Deposit and Investment Risks (continued)

Concentration of Investment Risk

Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the District (any over 5 percent are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools and other pooled investments are excluded from the consideration. The District's investment policy requires diversification of investments and indicates that, with the exception of U.S. Treasury securities and authorized pools, no more than 50 percent of the District's total investment portfolio will be invested in a single financial institution.

At June 30, 2025, the District was not exposed to custodial credit as defined above.

III. General Long-Term Debt

State statutes prohibit the District from becoming indebted in an amount exceeding the revenue to be received for any fiscal year without approval by the District's voters. Bond issues have been approved by the voters and issued by the District for various capital improvements. These bonds are required to be fully paid serially within 25 years from the date of issue.

General long-term debt of the District consists of bonds payable and capital leases payable. Debt service requirements for bonds are payable solely from fund balance and future revenues of the debt service fund.

The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2025:

	Balance June 30, 2024	Proceeds	Payments	Balance June 30, 2025	Due Within One Year
Bonds Payable	\$ 27,160,000.00	\$ 13,565,000.00	\$ 13,590,000.00	\$ 27,135,000.00	\$ 13,570,000.00
Lease Obligations	102,835,502.16	-	10,385,562.45	92,449,939.71	10,656,551.51
Total	\$ 129,995,502.16	\$ 13,565,000.00	\$ 23,975,562.45	\$ 119,584,939.71	\$ 24,226,551.51

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

III. General Long-Term Debt (continued)

A brief description of the outstanding general obligation bond issues at June 30, 2025 is set forth below:

The District issued combine purpose bonds in the amount of \$13,590,000 on June 1, 2023. The bond maturities began June 1, 2024 with an interest only payment of \$672,705.00 and an annual payment of \$13,590,000 plus interest due June 1, 2025. This bond was paid off in the 2024-2025 fiscal year.

The District issued combine purpose bonds in the amount of \$13,570,000 on June 1, 2024. The bond maturities begin June 1, 2025 with an interest only payment of \$732,780.00 and an annual payment of \$13,570,000 plus interest due June 1, 2026.

Debt service requirements for the 2024 combined purpose bonds are as follows:

Year Ended June 30,	General Obligation Bonds		Interest	Total Requirements
	Rate	Principal		
2026	5.400%	\$ 13,570,000.00	\$ 732,780.00	\$ 14,302,780.00

The District issued combine purpose bonds in the amount of \$13,565,000 on June 1, 2025. The bond maturities begin June 1, 2026 with an interest only payment of \$542,600.00 and an annual payment of \$13,565,000 plus interest due June 1, 2027.

Debt service requirements for the 2025 combined purpose bonds are as follows:

Year Ended June 30,	General Obligation Bonds		Interest	Total Requirements
	Rate	Principal		
2026	4.000%	\$ -	\$ 542,600.00	\$ 542,600.00
2027	4.000%	13,565,000.00	542,600.00	14,107,600.00
Totals		\$ 13,565,000.00	\$ 1,085,200.00	\$ 14,650,200.00

Debt service requirements for all bonds are as follows:

Year Ended June 30,	General Obligation Bonds		Interest	Total Requirements
	Rate	Principal		
2026	Various	\$ 13,570,000.00	\$ 1,275,380.00	\$ 14,845,380.00
2027	4.000%	13,565,000.00	542,600.00	14,107,600.00
Totals		\$ 27,135,000.00	\$ 1,817,980.00	\$ 28,952,980.00

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

III. General Long-Term Debt (continued)

Leases

The District executed a lease to construct, equip and furnish and make renovations at the Vo-Ag Facility, High School, Jefferson Elementary, Lincoln Elementary and the Junior High School on November 7, 2018. The amount of the lease is \$41,325,000, with interest at 3.450%, payable in annual installments. The lease maturities began on August 20, 2019. This lease was refinanced on February 18, 2021 amount of the lease is \$38,984,000, with interest at 2.650%, payable in annual installments. The lease maturities began on August 20, 2021. Future payments are as follows:

Year Ended June 30,	Principal	Interest	Total Requirements
2026	\$ 6,059,000.00	\$ 767,228.00	\$ 6,826,228.00
2027	6,379,000.00	606,664.50	6,985,664.50
2028	6,674,000.00	437,621.00	7,111,621.00
2029	9,840,000.00	260,760.00	10,100,760.00
Totals	<u>\$ 28,952,000.00</u>	<u>\$ 2,072,273.50</u>	<u>\$ 31,024,273.50</u>

The District executed a lease to construct, equip and furnish and make renovations at the High School, Lincoln Elementary and the Junior High School on May 15, 2020. The amount of the lease is \$20,550,000, with interest at 2.500%, payable in annual installments. The lease maturities began on September 25, 2020. Future payments are as follows:

Year Ended June 30,	Principal	Interest	Total Requirements
2026	\$ 3,052,551.51	\$ 362,448.49	\$ 3,415,000.00
2027	3,203,865.29	286,134.71	3,490,000.00
2028	3,343,961.93	206,038.07	3,550,000.00
2029	4,897,560.98	122,439.02	5,020,000.00
Totals	<u>\$ 14,497,939.71</u>	<u>\$ 977,060.29</u>	<u>\$ 15,475,000.00</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

III. General Long-Term Debt (continued)

Leases (continued)

The District executed a lease to construct, equip and furnish and make renovations on July 28, 2022. The amount of the lease is \$52,390,000, with interest at 2.650%, payable in annual installments. The lease maturities began on August 20, 2023. Future payments are as follows:

Year Ended June 30,	Principal	Interest	Total Requirements
2026	\$ 1,545,000.00	\$ 1,595,791.00	\$ 3,140,791.00
2027	1,365,000.00	1,547,506.00	2,912,506.00
2028	1,270,000.00	1,504,801.00	2,774,801.00
2029	1,305,000.00	1,465,041.00	2,770,041.00
2030	1,250,000.00	1,424,196.00	2,674,196.00
2031-2035	42,265,000.00	4,397,852.00	46,662,852.00
Totals	<u>\$ 49,000,000.00</u>	<u>\$ 11,935,187.00</u>	<u>\$ 60,935,187.00</u>

Debt service requirements for all leases are as follows:

Year Ended June 30,	Principal	Interest	Total Requirements
2026	\$ 10,656,551.51	\$ 2,725,467.49	\$ 13,382,019.00
2027	10,947,865.29	2,440,305.21	13,388,170.50
2028	11,287,961.93	2,148,460.07	13,436,422.00
2029	16,042,560.98	1,848,240.02	17,890,801.00
2030	1,250,000.00	1,424,196.00	2,674,196.00
2031-2035	42,265,000.00	4,397,852.00	46,662,852.00
Totals	<u>\$ 92,449,939.71</u>	<u>\$ 14,984,520.79</u>	<u>\$ 107,434,460.50</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

IV. Employee Retirement System

Description of Plan

The District participates in the state-administered Oklahoma Teachers' Retirement System, which is cost-sharing, multiple-employer defined benefit public employee retirement system (PERS) administered by the Board of Trustees of the Oklahoma Teachers' Retirement System (the "System"). Under the System, the District, the State of Oklahoma, and the participating employees make contributions. Participation is required for all teachers and other certified employees and is optional for all other regular employees of public educational institutions who work at least 20 hours per week. A participant's date of membership is the date the first contribution is made to the System. The System is administered by a board of trustees which acts as a fiduciary for investing the funds and governing the administration of the System. The District has no responsibility or authority for the operation and administration of the System nor has it any liability, except for the current contribution requirements.

The System issues an independent financial report, financial statements and required supplementary information that can be obtained by writing to the Oklahoma Teachers' Retirement System, P.O. Box 53524, Oklahoma City, OK 73152 or by calling (405) 521-2387.

Funding Policy

The District, the State of Oklahoma, and the participating employee may make contributions. The contribution rates for the District and its employees are established by and may be amended by Oklahoma statutes. The rates are not actuarially determined. The rates are applied to the employee's earnings plus employer paid fringe benefits. The required contribution for the participating members is 7.0% of compensation.

Annual Pension Cost

The District's contributions to the System for the year ending June 30, 2025 was \$2,858,966.

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed to date and is adjusted for the effect of projected salary increases. There are no actuarial valuations performed on individual school districts. The Oklahoma Teacher Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the System. The system issues an independent financial report, financial statements, and required supplementary information that may be obtained by writing to the Oklahoma Teachers' Retirement System, P.O. Box 53624, Oklahoma City, OK 73152 or by calling 405-521-2387.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

V. Contingencies

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

VI. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; or acts of God. The District is a member of Oklahoma Schools Insurance Group (OSIG) and purchases commercial insurance to cover these risks, including general and auto liability, property damage, and public officials' liability. The District and all other OSIG members had the following insurance coverage during the year: commercial property-\$1,000,000,000; general liability-\$1,000,000; and educators' liability- \$1,000,000. Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

The District also participates in a risk pool for Workers' Compensation coverage in which there is a transfer or pooling of risks among the participants of that pool. In accordance with regulatory basis, the District reports the required contribution to the pool, net of refunds, as insurance expense. The risk pool is the Oklahoma School Assurance Group (OSAG), an organization formed for the purpose of providing workers' compensation coverage to participating schools in the State of Oklahoma.

In that capacity, OSAG is responsible for providing loss control services and certain fiscal activities, including obtaining contract arrangements for the underwriting, excess insurance agreements, claims processing, and legal defense for any and all claims submitted to them during the plan year.

As a member of OSAG, the District is required to pay fees set by OSAG according to an established payment schedule. A portion of the fees paid by the District goes into a loss fund for the District. The fee for the loss fund is calculated by projecting losses based on the District's losses for the last five years. OSAG provides coverage in excess of the loss fund so the District's liability for claim loss is limited to the balance of the loss fund. If the District does not use their loss fund in three years it is returned to them with no interest.

The District is also a member of the Oklahoma State School Boards Association (OSSBA). In this program the District is required to maintain a minimum funding level for unemployment insurance. At June 30, 2025, the District had \$9,000 in deposits with the OSSBA and had fees in 2024-2025 totaling \$3,393.00. The funds for each district are kept separate and districts can contribute more of their payroll if they elect to. The money contribution by each District earns interest and is fully insured. If the District has claims in excess of the amount in their account, they would be liable for the excess.

Pryor School District No. I-1
Mayes County, Oklahoma
Notes to the Combined Financial Statements
June 30, 2025

VII. Surety Bonds

The Superintendent is bonded by Western Surety Company, bond number 72381089, for the sum of \$100,000 for the term July 7, 2024 to July 7, 2025.

The Chief Financial Officer is bonded by Western Surety Company, bond number 72578184, for the sum of \$100,000 for the term July 24, 2024 to July 1, 2025.

The Encumbrance Clerk is bonded by Western Surety Company, bond number 72042082, for the sum of \$100,000 for the term July 1, 2024 to July 1, 2025.

The Payroll Clerk is bonded by Western Surety Company, bond number 72042075, for the sum of \$100,000 for the term July 1, 2024 to July 1, 2025.

The Activity Fund Treasurer is bonded by Western Surety Company, bond number 72042077, for the sum of \$100,000 for the term July 1, 2024 to July 1, 2025.

The Activity Fund Clerk is bonded by Western Surety Company, bond number 72472431, for the sum of \$100,000 for the term July 1, 2024 to July 1, 2025

VIII. Subsequent Events

Management has evaluated subsequent events through the date of the audit report, which is the date the financial statements were available to be issued and have determined that there are no additional needs to be added to the financial statements.

OTHER INFORMATION

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances
Regulatory Basis – All Special Revenue Funds
June 30, 2025

	Special Revenue Funds		Total Special Revenue Funds
	Building Fund	Co-Op Fund	
ASSETS			
Cash and Cash Equivalents	\$ 17,159,310.71	\$ 28,863.06	\$ 17,188,173.77
LIABILITIES AND FUND BALANCE			
Liabilities:			
Warrants Payable	\$ 40,852.30	\$ 17,421.51	\$ 58,273.81
Fund Balance:			
Restricted to:			
Co-Op Fund	-	11,441.55	11,441.55
Building Fund	17,118,458.41	-	17,118,458.41
Total Fund Balance	17,118,458.41	11,441.55	17,129,899.96
Total Liabilities and Fund Balance	\$ 17,159,310.71	\$ 28,863.06	\$ 17,188,173.77

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Regulatory Basis – All Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	Building Fund	Co-op Fund	Total
Revenues:			
Local Sources	\$ 5,612,605.74	\$ 557,992.91	\$ 6,170,598.65
State Sources	-	44,031.28	44,031.28
Total Revenues	<u>5,612,605.74</u>	<u>602,024.19</u>	<u>6,214,629.93</u>
Expenditures:			
Instruction	-	277,395.09	277,395.09
Support Services	990,175.16	389,398.65	1,379,573.81
Capital Outlay	418,706.03	-	418,706.03
Total Expenditures	<u>1,408,881.19</u>	<u>666,793.74</u>	<u>2,075,674.93</u>
Excess (Deficit) of Revenues Over (Under) Expenditures	4,203,724.55	(64,769.55)	4,138,955.00
Adjustments to Prior Year Encumbrances	<u>4,678.62</u>	<u>-</u>	<u>4,678.62</u>
Net Change in Fund Balance	4,208,403.17	(64,769.55)	4,143,633.62
Fund Balance Beginning of Year	<u>12,910,055.24</u>	<u>76,211.10</u>	<u>12,986,266.34</u>
Fund Balance End of Year	<u>\$ 17,118,458.41</u>	<u>\$ 11,441.55</u>	<u>\$ 17,129,899.96</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Budget and Actual - Regulatory Basis – All Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	Building Fund			Co-Op Fund			Total		
	Original	Final	Actual	Original	Final	Actual	Original	Final	Actual
Revenues:									
Local Sources	\$ 4,675,440.17	\$ 4,675,440.17	\$ 5,611,358.24	\$ 538,503.81	\$ 538,503.81	\$ 557,992.91	\$ 5,213,943.98	\$ 5,213,943.98	\$ 6,169,351.15
State Sources	-	-	1,247.50	95,273.40	95,273.40	44,031.28	95,273.40	95,273.40	45,278.78
Total Revenues Collected	<u>4,675,440.17</u>	<u>4,675,440.17</u>	<u>5,612,605.74</u>	<u>633,777.21</u>	<u>633,777.21</u>	<u>602,024.19</u>	<u>5,309,217.38</u>	<u>5,309,217.38</u>	<u>6,214,629.93</u>
Expenditures Paid:									
Instruction	190,000.00	190,000.00	-	336,000.00	289,000.00	277,395.09	526,000.00	479,000.00	277,395.09
Support Services	3,835,000.00	3,835,000.00	990,175.16	373,888.31	420,888.31	389,398.65	4,208,888.31	4,255,888.31	1,379,573.81
Non-Instruction Services	65,000.00	65,000.00	-	-	-	-	65,000.00	65,000.00	-
Capital Outlay	3,437,500.00	3,437,500.00	418,706.03	-	-	-	3,437,500.00	3,437,500.00	418,706.03
Other Outlays	50,000.00	50,000.00	-	100.00	100.00	-	50,100.00	50,100.00	-
Other Uses	10,007,995.41	10,007,995.41	-	-	-	-	-	-	-
Total Expenditures	<u>17,585,495.41</u>	<u>17,585,495.41</u>	<u>1,408,881.19</u>	<u>709,988.31</u>	<u>709,988.31</u>	<u>666,793.74</u>	<u>8,287,488.31</u>	<u>8,287,488.31</u>	<u>2,075,674.93</u>
Excess (Deficit) of Revenues Collected Over (Under)									
Expenditures Paid	<u>(12,910,055.24)</u>	<u>(12,910,055.24)</u>	<u>4,203,724.55</u>	<u>(76,211.10)</u>	<u>(76,211.10)</u>	<u>(64,769.55)</u>	<u>(12,986,266.34)</u>	<u>(12,986,266.34)</u>	<u>4,138,955.00</u>
Prior Year Encumbrances									
Appropriated	<u>-</u>	<u>-</u>	<u>4,678.62</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,678.62</u>
Net Change in Fund Balance	(12,910,055.24)	(12,910,055.24)	4,208,403.17	(76,211.10)	(76,211.10)	(64,769.55)	(12,986,266.34)	(12,986,266.34)	4,143,633.62
Fund Balance									
Beginning of Year	<u>12,910,055.24</u>	<u>12,910,055.24</u>	<u>12,910,055.24</u>	<u>76,211.10</u>	<u>76,211.10</u>	<u>76,211.10</u>	<u>12,986,266.34</u>	<u>12,986,266.34</u>	<u>12,986,266.34</u>
Fund Balance									
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,118,458.41</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,441.55</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,129,899.96</u>

Pryor School District No. I-1
Notes to the Budgetary Information
For the Fiscal Year Ended June 30, 2025

BUDGETARY INFORMATION

The District is required by state law to prepare an annual Estimate of Needs. The annual Estimate of Needs is then approved by the Board and subsequently filed with the County Clerk and approved by the County Excise Board. Supplemental appropriations can be made during the year.

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting-under which purchase orders and other commitments of resources are recorded as expenditures of the applicable fund-is utilized in all governmental funds of the District. Purchase orders or contracts document encumbrances for goods or purchased services. Under Oklahoma law, unencumbered appropriations lapse at year-end.

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances
Regulatory Basis – All Capital Project Funds
June 30, 2025

	Capital Project Funds				Total Capital Project Funds
	Bond 33	Bond 34	Bond 35	Bond 36	
ASSETS					
Cash and Cash Equivalents	\$ -	\$ -	\$ 13,173,165.02	\$ 13,565,000.00	\$ 26,738,165.02
LIABILITIES AND FUND BALANCE					
Liabilities:					
Warrants Payable	\$ -	\$ -	\$ 74,455.83	\$ -	\$ 74,455.83
Fund Balance:					
Restricted to:					
Bond 33	-	-	-	-	-
Bond 34	-	-	-	-	-
Bond 35	-	-	13,098,709.19	-	13,098,709.19
Bond 36	-	-	-	13,565,000.00	13,565,000.00
Total Fund Balance	-	-	13,098,709.19	13,565,000.00	26,663,709.19
Total Liabilities and Fund Balance	\$ -	\$ -	\$ 13,173,165.02	\$ 13,565,000.00	\$ 26,738,165.02

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances
Regulatory Basis – All Capital Project Funds
For the Fiscal Year Ended June 30, 2025

	Bond 33	Bond 34	Bond 35	Bond 36	Total
Revenues:					
Local Sources	\$ 1,533.83	\$ -	\$ -	\$ 13,565,000.00	\$ 13,566,533.83
Expenditures:					
Support Services	-	-	74,455.83	-	74,455.83
Capital Outlay	12,871,746.18	115,973.51	396,834.98	-	13,384,554.67
Total Expenditures	12,871,746.18	115,973.51	471,290.81	-	13,459,010.50
Excess (Deficit) of Revenues Over (Under) Expenditures	(12,870,212.35)	(115,973.51)	(471,290.81)	13,565,000.00	107,523.33
Fund Balance Beginning of Year	12,870,212.35	115,973.51	13,570,000.00	-	26,556,185.86
Fund Balance End of Year	\$ -	\$ -	\$ 13,098,709.19	\$ 13,565,000.00	\$ 26,663,709.19

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances -
Regulatory Basis – Activity Fund
June 30, 2025

	<u>School Activity Fund</u>
ASSETS	
Cash and Cash Equivalents	\$ 984,966.81
LIABILITIES AND FUND BALANCE	
Liabilities:	
Warrants Payable	\$ 20,891.91
Fund Balance:	
Restricted to:	
Activity Groups	964,074.90
Total Liabilities and Fund Balance	<u>\$ 984,966.81</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Changes in Assets and Liabilities -
Regulatory Basis – Activity Fund
For the Year Ended June 30, 2025

	School Activity Funds				Balance June 30, 2025
	Balance July 1, 2024	Receipts	Adjustments	Disbursements	
Assets					
Cash:					
High School	\$ 718,492.55	\$ 630,211.47	\$ -	\$ 568,173.81	\$ 780,530.21
Middle School	75,266.23	73,394.96	-	57,220.40	91,440.79
Elementary	92,520.87	125,822.32	-	126,872.42	91,470.77
District-Wide	596.47	1,276.42	-	1,239.76	633.13
	<u>\$ 886,876.12</u>	<u>\$ 830,705.17</u>	<u>\$ -</u>	<u>\$ 753,506.39</u>	<u>\$ 964,074.90</u>
Liabilities:					
Due to student groups:					
High School:					
Academic Excellence	\$ 5,796.26	\$ 1,365.00	\$ -	\$ 2,316.19	\$ 4,845.07
Alternative School	1,260.39	-	-	217.45	1,042.94
Annual PHS	2,374.21	11,723.00	-	9,588.53	4,508.68
Athletics	183,581.06	201,417.80	-	133,380.20	251,618.66
Band	56,277.94	61,970.33	-	63,764.01	54,484.26
Band Trip	13,666.92	-	-	-	13,666.92
Bass Fishing Club	1,476.78	-	-	-	1,476.78
BPA	551.26	1,090.00	-	1,037.88	603.38
Cheerleaders PHS	12,533.08	15,665.77	-	18,703.04	9,495.81
Child Nutrition Donation	6,095.37	-	-	2,697.75	3,397.62
Chinese Club	322.00	-	-	102.48	219.52
Chromebooks	100.00	4,620.00	-	-	4,720.00
Comfort Closet	2,002.11	-	-	400.33	1,601.78
COOP Secondary Class	845.22	-	-	-	845.22
District Hospitality	18,523.64	27,227.58	-	38,109.48	7,641.74
Drama	81.02	-	-	-	81.02
DECA Marketing Program	285.81	-	-	-	285.81
FCA PHS	60.84	-	-	-	60.84
FCCLA PHS	3,908.23	6,182.71	-	6,147.40	3,943.54
FCCLA-2 PHS	800.56	6,821.51	-	5,764.67	1,857.40
FFA	205,142.86	87,567.59	-	111,747.74	180,962.71
German Club	961.61	-	-	-	961.61
Innovation Center	35,086.02	16,836.00	-	17,991.41	33,930.61
Leadership-PHS	4,626.21	984.00	-	1,664.48	3,945.73
Library Club	3,031.90	161.00	-	-	3,192.90
Life Smarts	2,209.66	8,230.00	-	4,261.78	6,177.88
Maintenance Dept	1,947.59	4,153.72	-	3,708.33	2,392.98
MU Alpha Theta Math	6,006.12	-	-	876.43	5,129.69
NHS	3,988.40	410.00	-	754.59	3,643.81
NHS Technical	40.00	55.00	-	73.88	21.12
NOW Account Interest	25,262.29	14,358.93	-	660.98	38,960.24
PAEF Spring	4,897.79	-	-	3,697.21	1,200.58
PAEF Fall	3,202.74	21,622.80	-	18,818.89	6,006.65
PHS Courtesy	888.94	479.00	-	1,281.35	86.59
Photography Club	324.07	-	-	-	324.07
Pom Pom Girls	2,938.61	27,695.55	-	29,783.20	850.96
School Musical	26,301.51	13,271.00	-	10,982.05	28,590.46
Spanish Club PHS	668.50	626.00	-	622.02	672.48
Student Activity Pass	930.00	630.00	-	-	1,560.00
Student Council PHS	855.64	2,137.74	-	231.00	2,762.38
Success Center	9,236.87	-	-	774.71	8,462.16
Technology	894.54	13,265.03	-	3,461.48	10,698.09
Testing	2,863.94	1,710.00	-	1,651.70	2,922.24
The Rock	65.26	-	-	-	65.26
Tiger Card - Football	55,212.07	65,961.51	-	61,212.72	59,960.86
Tiger Video	1,223.47	-	-	-	1,223.47
Vocal Music	9,143.24	11,972.90	-	11,688.45	9,427.69

Continued on the next page

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Changes in Assets and Liabilities -
Regulatory Basis – Activity Fund
For the Year Ended June 30, 2025

	School Activity Funds				Balance June 30, 2025
	Balance July 1, 2024	Receipts	Adjustments	Disbursements	
Continued	\$ 718,492.55	\$ 630,211.47	\$ -	\$ 568,173.81	\$ 780,530.21
Middle School:					
Annual PJH	12,919.48	5,295.00	-	3,097.10	15,117.38
Cheerleaders PJH	5,076.38	12,497.52	-	13,534.98	4,038.92
Christmas Charity	16,148.04	7,200.00	-	4,836.18	18,511.86
FCCLA PJH	1,900.54	3,448.69	-	1,381.26	3,967.97
JH Robotics	138.57	-	-	-	138.57
JH Archery	37.42	-	-	-	37.42
JH Art Club	615.46	-	-	525.90	89.56
JH Activity	2,747.82	970.80	-	1,348.79	2,369.83
JH Choir	15,903.73	25,859.00	-	20,595.91	21,166.82
JH Leadership	392.79	-	-	-	392.79
JH Library	4,890.10	2,988.18	-	4,234.73	3,643.55
JH Washington DC	3,789.20	4,014.80	-	3,163.98	4,640.02
Jr Tech Students Assoc	800.48	365.00	-	-	1,165.48
8th Grade Travel	-	100.00	-	-	100.00
Physical Education	0.92	-	-	-	0.92
PJH Courtesy	534.72	804.50	-	-	1,339.22
Special Tigers	6,001.89	9,811.47	-	4,501.57	11,311.79
Student Council PJH	2,361.66	-	-	-	2,361.66
Industrial Arts	1,007.03	40.00	-	-	1,047.03
Elementary:					
Jefferson Annual	1,831.37	240.00	-	-	2,071.37
Elementary Choir	225.48	320.00	-	219.00	326.48
Elem Pryor Tiger Robot	695.51	-	-	-	695.51
Elementary Activity	67,778.80	78,475.85	-	85,809.88	60,444.77
Jefferson Archery	1,326.87	-	-	-	1,326.87
Jefferson Courtesy	1,765.96	1,622.87	-	690.90	2,697.93
Jefferson Library	3,007.41	6,773.10	-	6,628.71	3,151.80
Lincoln Courtesy	2,523.58	657.50	-	632.04	2,549.04
Lincoln Culture	154.95	-	-	-	154.95
Lincoln Library	7,505.39	13,575.69	-	12,706.72	8,374.36
Lincoln Tiger Choir	151.46	670.00	-	396.00	425.46
Roosevelt Library	4,719.74	21,034.48	-	18,785.63	6,968.59
Roosevelt Tiger Choir	224.46	1,050.00	-	522.00	752.46
Roosevelt Courtesy	609.89	1,402.83	-	481.54	1,531.18
District-Wide:					
Card Connect	403.27	1,276.42	-	1,239.76	439.93
Teacher Incentive	193.20	-	-	-	193.20
Total Liabilities	<u>\$ 886,876.12</u>	<u>\$ 830,705.17</u>	<u>\$ -</u>	<u>\$ 753,506.39</u>	<u>\$ 964,074.90</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Assets, Liabilities and Fund Balances -
Regulatory Basis – Trusts Fund
June 30, 2025

	J.W. Elam Agri Trust Fund	Phillips Scholarship Fund	Saffell Scholarship Fund	Weber Scholarship Fund	Madole Scholarship Fund	Brim Scholarship Fund	Total Trust Funds
ASSETS							
Cash and Cash Equivalents	\$ 128,388.32	\$ 42,703.00	\$ 70,810.52	\$ 9,216.10	\$ 8,760.27	\$ 2,000.22	\$ 261,878.43
LIABILITIES AND FUND BALANCE							
Liabilities:							
Warrants Payable	\$ 500.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500.00
Fund Balance:							
Restricted to:							
J.W. Elam Agri Trust	127,888.32	-	-	-	-	-	127,888.32
Phillips Scholarship Trust	-	42,703.00	-	-	-	-	42,703.00
Saffell Scholarship Trust	-	-	70,810.52	-	-	-	70,810.52
Weber Scholarship Trust	-	-	-	9,216.10	-	-	9,216.10
Madole Scholarship Trust	-	-	-	-	8,760.27	-	8,760.27
Brim Scholarship Trust	-	-	-	-	-	2,000.22	2,000.22
Total Fund Balance	<u>127,888.32</u>	<u>42,703.00</u>	<u>70,810.52</u>	<u>9,216.10</u>	<u>8,760.27</u>	<u>2,000.22</u>	<u>261,378.43</u>
Total Liabilities and Fund Balance	<u>\$ 128,388.32</u>	<u>\$ 42,703.00</u>	<u>\$ 70,810.52</u>	<u>\$ 9,216.10</u>	<u>\$ 8,760.27</u>	<u>\$ 2,000.22</u>	<u>\$ 261,878.43</u>

Pryor School District No. I-1
Mayes County, Oklahoma
Combining Statement of Revenues Collected, Expenditures Paid and Changes in
Fund Balances - Regulatory Basis – Trusts Fund
June 30, 2025

	J.W. Elam Agri Trust Fund	Phillips Scholarship Fund	Saffell Scholarship Fund	Weber Scholarship Fund	Madole Scholarship Fund	Brim Scholarship Fund	Total
Revenues:							
Local Sources	\$ 3,731.20	\$ 631.17	\$ 1,080.42	\$ 4.69	\$ 136.82	\$ 2,005.72	\$ 7,590.02
Expenditures:							
Non-Instruction Services	4,500.00	-	4,000.00	751.50	1,000.00	5.50	10,257.00
Excess (Deficit) of Revenues Over (Under) Expenditures	(768.80)	631.17	(2,919.58)	(746.81)	(863.18)	2,000.22	(2,666.98)
Fund Balance							
Beginning of Year	128,657.12	42,071.83	73,730.10	9,962.91	9,623.45	-	264,045.41
Fund Balance							
End of Year	<u>\$ 127,888.32</u>	<u>\$ 42,703.00</u>	<u>\$ 70,810.52</u>	<u>\$ 9,216.10</u>	<u>\$ 8,760.27</u>	<u>\$ 2,000.22</u>	<u>\$ 261,378.43</u>

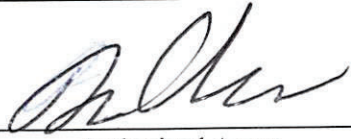
OTHER DEPARTMENT OF EDUCATION REQUIRED INFORMATION

Pryor School District No. I-1
Schedule of Accountant's Professional Liability Insurance Affidavit
For the Fiscal Year Ended June 30, 2025


State of Oklahoma)
)ss
County of Mayes)

The undersigned auditing firm of lawful age, being first duly sworn on oath says that said firm had in full force and effect Accountant's Professional Liability Insurance with the "Oklahoma Public School Audit Law" at the time of the audit contract and during the entire audit engagement with the aforementioned school district for the audit year 2024-2025.

Auditing firm David Clanin CPA PLLC

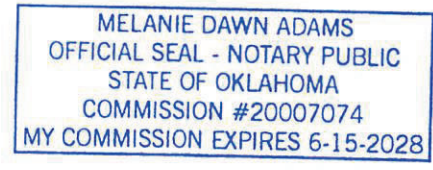
By 
Authorized Agent

Subscribed and sworn to before me this 3 day of November, 2025

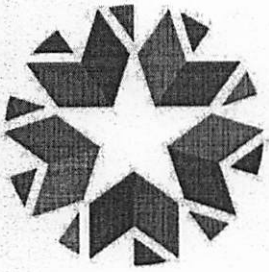

Notary Public

My commission expires: 6-15-2028

My commission number: 20007074



Notary Stamp



OKLAHOMA Education

Audit

Acknowledgement

Audit Year: 2024-2025

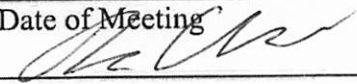
District Name Pryor

District Number 1-1

County Name Mayes

County Code 46

The annual independent audit was presented to the Board of Education in a meeting conducted in accordance with the Open Meeting Act 25 O.S. Section 301-314 on February 2, 2026.

Date of Meeting 

The audit was presented by David Clanin CPA
(Independent Auditor)

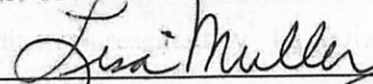
(Independent Auditor's Signature)

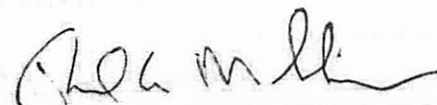
The School Board acknowledges that as the governing body of the district, responsible for the district's financial and compliance operations, the audit findings and exceptions have been presented to them.


A copy of the audit, including this acknowledgement form, will be sent to the State Board of Education and the State Auditor and Inspector within 30 days from its presentation, as stated in 70 O.S. § 22-108:

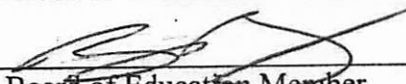
"The district board of education shall forward a copy of the auditor's opinions and related financial statements to the State Board of Education and the State Auditor and Inspector within thirty (30) days after receipt of the audit."

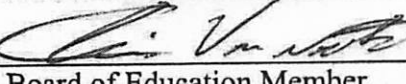
Signature of the Board of Education:

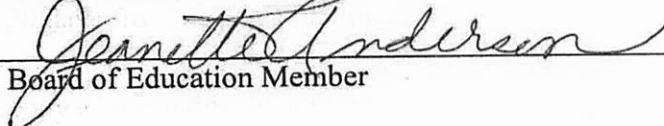

Superintendent


Board of Education Vice President

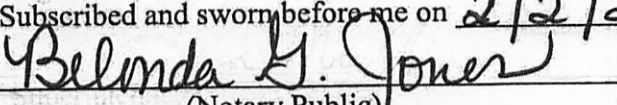

Board of Education President


Board of Education Member


Board of Education Member


Board of Education Member

Board of Education Member

Subscribed and sworn before me on 2/2/26

(Notary Public)

My Commission expires 12-10-28

Belinda G. Jones
Notary Public
State of Oklahoma
Commission #12011612

Updated 7/2025

Board of Education President