

MINUTES OF BOARD OF EDUCATION
South Platte School District #95
Regular Board Meeting November 14, 2022 7:00 PM

The Regular Board Meeting of the board was called to order at 7:00 PM by Chairman Darrel Armstrong with board members: **Present:** Darrel Armstrong, Adam Hayward, Amy Stanley, Tim Van Zee, Patricia Welsh, **Absent:** Duane Duncan. **Present:** Duane Duncan. Also present were Superintendent David Spencer, Principal Nick Brost and Business Manager Lisa Wilson. Notice of the meeting was published in the Keith County News and available at the office.

The meeting was adjourned at 9:45 PM.

The Pledge of Allegiance was recited and Chairman Armstrong made note of the Open Meetings Act poster that is on display in the meeting room.

Motion by Tim Van Zee seconded by Adam Hayward to approve the consent agenda as presented: A. Confirmation of the last regular meeting minutes B. Financial Reports C. Treasurer's Report D. Claims: General Fund E. Claims: Building/Bond/Depreciation Fund (if any) except to reimburse the General Fund for the claims: Midwest Floor and Omaha Stage Equipment (\$18,522.00) via Direct Transfer from the Building Fund. Motion carried.

Duane Duncan: Absent, Patricia Welsh: yes, Darrel Armstrong: yes, Amy Stanley: yes, Tim Van Zee: yes, Adam Hayward: yes

Agile Sports, Inc. dba Hudl1, 800.00; All Star Auto Glass 39.95; Amazon Inc 2,663.65; Apple Computer, Inc 429.00; BSTT 1,226.64; BH Energy 1,294.61; Blick Art Materials 1,435.72; Brost, N 276.25; Card Service Center 3,017.32; Cash-Wa Dist. 475.36; Cdw Gov't, Inc 2,240.00; Century Link 645.83; Chappell Super Foods 21.17; CI SHIRTS 1,445.00; Cornhusker State Industries 27.75; Decker Inc. School Fix 166.59; Eakes, Inc/dba Eakes Office Solutions 6,309.09; Ecolab 62.96; Einspahr, Gladys 40.00; ESU 16 12,873.05; ESU 7 40.00; Flinn Scientific, Inc. 85.78; Frates, John 98.42; Generation Genius 175.00; Goddard, M 148.80; HealthEquity Inc.(FLEX-125) 164.00; Hot Lunch Account 545.00; Hot Lunch 1,082.65; Ideal Linen Supply 373.99; JourneyEd.Com, Inc 369.00; JWPepper 353.91; Keith Co. News 157.24; KSB School Law 227.50; Lane, M 400.00; Lou's Sporting Goods 3,530.00; McConnell Psychological Solutions PC 60,056.00; **MIDWEST FLOOR SPECIALISTS, INC. 2,310.00;** NASB (Nebraska Association Of School Boards) 368.00; Ne Rural Community Schools 850.00; NPPD 2,360.52; NPPD MLBRY 64.28; NPPD Plum 2- 47.37; Office Service, Inc. 77.36; **Omaha Stage Equipment 16,212.00;** PSCB Devt dba RAS Tech Const, Inc. 250.00; Really Good Stuff 27.98; Really Great Reading, LLC 1,024.08; rSchoolToday 300.00; S & W Auto Supply 20.47; Sandhills Physical Therapy 4,000.00; Scherbarth, S 489.84; Sinclair Oil Corp.0.00; SP Benefit Fund 150.00; Verizon 304.61; Village Of Big Springs 673.80; Walmart Business 454.02; Western Resource Group Inc. 299.00; Wiest Hardware 233.93; Wilson Mowing 375.00; Yanda's Music & Pro Audio 68.17; AFLAC 1,164.82; AFLAC-10MO Account 205.92; Colonial Life 200.96; EFTPS 42,545.89; Horace Mann Insurance Co 262.57; Horace Mann Life Ins. Co. 175.00; SITNE 6,287.89; NPERS 36,365.91; PRINCIPAL 1,370.85; Vision Care Direct 520.86; Jenna Hill H S A 196.64; BCBS 55,173.24; SPFLEX 3,092.04; Bailey Speck-HSA 260.31; HSA WILSON 313.28; HSA JACOBS 313.08 BOND Fund: BOK Financial 382,022.50

Sheriff DeCoste thanked the board for allowing him to help coach the football team. He offered information about future training opportunities. Officer Holloway addressed the board with information about a recent training session he attended called Standard Response Protocol training. Jennifer Evans addressed the board.

The building and grounds committee report was given and the football sprinkler system has been winterized. The transportation and education committee reports were given.

Mr. Nick Brost gave the principal's report. Provided the results of the SP HS/JH Educators' cell phone utilization survey. Congratulations to 78 honor roll students who were served brownie sundaes (Thank you to Deb Foster and Staff for the treats!) Congrats to Mrs. DeVries for her Distinguished Educator Accomplishment. Veterans of Foreign Wars Essay Contest Winners: Joseph Hobbs-1st, Mike Garcia-2nd, Haily Koenen-3rd. The topic was "Why is the Veteran important?" Fall Sports Awards: MAC Volleyball conference: Avery Hayward- 1st team, Haily Koenen- 2nd team, Maddi Cheleen- honorable mention Football: D6-5 All District selections: 1st Team: Naye Brown, Cordell Frerichs, 2nd team: Oscar Ornelas, Bradyn Miller, Bradyn Einspahr. JH Wrestling season, at halfway, the team record is 23-17. Classes have attended learning trips. The Unified Bowling team has 30 participants. Students of the Month: October: Drake Arensdorf, Annlyn Wilson, Jady Babst, Zaerihya Doncheske, Brittany Lofton, Naye Brown Upcoming Events: Dec 8 Pre-K-12 Christmas Program @ 6:30 PM.

Mr. David Spencer gave the superintendent's report. The board was updated on how cell phones are used in elementary school. He gave an ESSER Funds update and reimbursement that the district received. Dr. Luke McConnell provided staff and teacher training about suicide awareness and the increased anxiety problem. The One-Act: "Digging Up the Boys" awards at North Platte: 1st in the blue bracket: Best Technical Crew; blue bracket; Haily Koenen; female lead, Dash Richards and Joseph Hobbs; best supporting male leads; Delaney Martin and Quinten Keonen; outstanding performances. The construction class had a learning trip to Brule. Motion by Adam Hayward seconded by Patricia Welsh to enter into an agreement to use the Brule Community Activity Center. Motion carried.

Patricia Welsh: yes, Adam Hayward: yes, Duane Duncan: yes, Tim Van Zee: yes, Amy Stanley: yes, Darrel Armstrong: yes

Mr. Trevor Schuessler addressed the board and presented the 2021-22 Audit Review. Review the minutes.

Motion by Patricia Welsh seconded by Duane Duncan to go into executive session to discuss the 2023-24 Teacher Negotiated Agreement at 8:45 PM. Motion carried.

Darrel Armstrong: yes, Patricia Welsh: yes, Tim Van Zee: yes, Duane Duncan: yes, Amy Stanley: yes, Adam Hayward: yes

Motion by Amy Stanley seconded by Patricia Welsh to return to regular session after discussion of the 2022-23 Teacher Negotiated Agreement at 9:45 PM. Motion carried.

Tim Van Zee: yes, Darrel Armstrong: yes, Duane Duncan: yes, Adam Hayward: yes, Patricia Welsh: yes, Amy Stanley: yes

Motion by Adam Hayward seconded by Patricia Welsh to adjourn the meeting. Motion carried.

Duane Duncan: yes, Amy Stanley: yes, Adam Hayward: yes, Darrel Armstrong: yes, Tim Van Zee: yes, Patricia Welsh: yes

Tim Van Zee, Secretary

MINUTES OF BOARD OF EDUCATION
South Platte School District #95
Regular Board Meeting October 10, 2022 7:00 PM

The Regular Board Meeting of the board was called to order at 7:00 PM by Chairman Darrel Armstrong with board members: **Present:** Darrel Armstrong, Duane Duncan, Adam Hayward, Amy Stanley, Tim Van Zee, Patricia Welsh. Also present were Superintendent David Spencer, Principal Nick Brost and Business Manager Lisa Wilson. Notice of the meeting was published in the Keith County News and available at the office.

The Pledge of Allegiance was recited and Chairman Armstrong made note of the Open Meetings Act poster that is on display in the meeting room.

Motion by Duane Duncan seconded by Tim Van Zee to approve the consent agenda as presented: A. Confirmation of the minutes of the: last regular meeting, the budget hearing and the tax hearing to set the budget. B. Financial Reports C. Treasurer's Report D. Claims: General Fund. Motion carried.

Adam Hayward: yes, Tim Van Zee: yes, Duane Duncan: yes, Patricia Welsh: yes, Darrel Armstrong: yes, Amy Stanley: yes

CLAIMS: Aliens and Strangers Music, 65.98; Amazon Capital Services, Inc, 1,006.21; Big Springs Truck and Travel, 1,802.38; Black Hills Energy, 1,222.62; Brost, Nicholas, 341.25; Brule Community Improvement, 20.00; Card Service Center, 1,775.54; Carlson Electric, 333.26; Cash-Wa Dist., 87.75; Century Link, 648.58; Cheleen, Andrea, 28.02; Cranmore Fire Protection LLC, 392.00; DeCoste, Denise, 46.18; Eakes Office Solutions, 1,047.02; Ecolab, 62.96; Einspahr, Gladys, 129.85; EReflect Inc, 410.30; Essink Repair Inc. ERI Metal Works, 789.82; Essink, Ryan, 85.00; Estrada, April, 21.67, ESU 16, 12,818.05; Hampton Inn - Kearney, 161.01; HealthEquity - Wage Works, Inc., 316.00; Hot Lunch Account, 341.00; Hot Lunch, 1,365.45; Ideal Linen Supply, 373.99; Jenny Reichman Photography, 66.00; JWPepper, 199.23; Keith Co. News, 412.16; KSB School Law, 562.50; McGraw-Hill LLC, 340.00; Menards, 346.58; Mid-American Research, 794.74; NPPD (Nebraska Public Power District), 4,500.00; NPPD MLBRY Acct, 64.28; NPPD Plum 2 Acct, 47.37; Office Service, Inc., 837.97; Performance Health Supply, 2,361.66; Plummer Insurance, Inc., 77,964.00; Ray's Cement Works, 1,231.00; Richards, Shane, 60.40; Rudy's GTO, 37.99; S & W Auto Supply, 43.38; Sherman, Carol, 12.70; SP Benefit Fund, 810.00; Spady, Candace, 66.27; Stanley, Robert, 170.00; Teacher Created Resources, 277.32; TigerChef.com, 2,213.67; Verizon Wireless, 295.99; Village Of Big Springs, 729.15; Walmart Business, 370.11; Wiest Hardware, 1,386.85; Wilson Mowing, 930.00; AFLAC-10MO, 191.88; AFLAC, 1,244.12; HSASPECK-Bailey Speck, 219.81; Colonial Life, 200.96; EFTPS, 43,828.56, Health Equity - HSA, 313.28; Horace Mann Insurance Company, 72.29; Horace Mann Life Ins. Co., 175.00; HSA JACOBS, 313.08; Jenna Hill H S A, 196.64; BCBSNE 55,403.77; SITNE, 6,422.56; NPERS, 36,455.84; Principal Life Insurance Co. 1,498.49; SPFLEX, 2,993.86; Vision Care Direct, 495.22.

Mrs. Stanley and Mrs. Welsh presented information from the NASB meeting that they attended. Mr. Spencer gave an update on the buses.

Mr. Nick Brost gave the principal's report. Homecoming week was successful. Parent/Teacher conferences were attended by 70% of the JH/HS parents. Future Events: SP is hosting the District Play One-Act December 3 and the Christmas Concert date is tentatively set for Dec 8 at

6pm. Thank you to Mrs. Cheleen and the MAC Student Advisory students who attended the meeting in Sidney and to the Booster Club, Student Council, Student Advisory Committee, and the Cheerleaders for their work during homecoming. Congrats to the August Students of the month: Emalee Armstrong, Jayla Paulsen, Madisen Adams, Josie Schneider, Brenna Isenbart, and Avery Hayward and the September Students of the Month: Audrey Moorhead, Jacob Lofton, Oscar Ornelas, Quinten Koenen, Bradyn Miller, Haily Koenen. Nate Neuhaus, the Supervisor of Officials, from NSAA gave a presentation entitled " Respect The Ref, Sportsmanship and Respecting the Officials".

Mr. David Spencer gave the superintendent's report. Student and staff safety drills have been conducted with improvements each time. Fire safety week events and learning trips for students to the pumpkin patches are planned. The keyless entry system is operational and the kitchen door will be replaced. Planning for the Red Ribbon week is underway with the Student Advisory Committee.

The board held a discussion about the current student and activity handbook and the usage of cell phone and electronic device useage which included existing guidelines and expectations. They reviewed other districts' handbooks and guidances and policies. The discussion was for further research.

Motion by Tim Van Zee seconded by Amy Stanley to approve the 2022-2023 Negotiations Addendum. Motion carried.

Amy Stanley: yes, Adam Hayward: yes, Tim Van Zee: yes, Patricia Welsh: yes, Darrel Armstrong: yes, Duane Duncan: yes

Review the minutes.

Motion by Adam Hayward seconded by Patricia Welsh to adjourn the meeting. Motion carried.
Tim Van Zee: yes, Amy Stanley: yes, Adam Hayward: yes, Duane Duncan: yes, Patricia Welsh: yes, Darrel Armstrong: yes

The meeting was adjourned at 8:30 PM.

Tim Van Zee, Secretary

Regular; Beginning Month 10/2022; Processing Month 10/2022; Accounts to Include Accounts with Activity; Active Chart of Account Number True; Fund Number 05

Fund: 05 STUDENT ACTIVITY FUND

Chart of Account Number	Chart of Account Description	Beginning Balance	Expenses	Revenues	Outstanding AP	Outstanding PO	Balance Change	Balance
05 704	FUND BALANCE	1,351.50	0.00	0.00	0.00	0.00	0.00	1,351.50
05 704 1000	ATHLETICS	51,680.73	2,793.68	2,412.00	0.00	0.00	0.00	51,299.05
05 704 1010	CHEERLEADERS	114.62	0.00	298.10	0.00	0.00	0.00	412.72
05 704 1030	JH ATHLETIC FUND - MEMORIAL MONEY	3,530.00	0.00	0.00	0.00	0.00	0.00	3,530.00
05 704 3010	ART CLUB	243.84	0.00	0.00	0.00	0.00	0.00	243.84
05 704 3020	CROSS COUNTRY	777.67	80.00	0.00	0.00	0.00	0.00	697.67
05 704 3025	GOLF TEAM	371.42	0.00	0.00	0.00	0.00	0.00	371.42
05 704 3030	JR. HIGH BASKETBALL	53.63	0.00	0.00	0.00	0.00	0.00	53.63
05 704 3035	BOYS BASKETBALL TEAM	354.61	0.00	0.00	0.00	0.00	0.00	354.61
05 704 3037	GIRLS BASKETBALL TEAM	126.13	0.00	0.00	0.00	0.00	0.00	126.13
05 704 3040	SPEECH	866.91	0.00	0.00	0.00	0.00	0.00	866.91
05 704 3045	FOOTBALL TEAM	5,711.46	127.50	0.00	0.00	0.00	0.00	5,583.96
05 704 3047	VOLLEYBALL TEAM	1,044.65	832.69	296.00	0.00	0.00	0.00	507.96
05 704 3050	FFA	24,730.81	844.00	0.00	0.00	0.00	0.00	23,886.81
05 704 3060	TRACK	1,383.97	0.00	0.00	0.00	0.00	0.00	1,383.97
05 704 3065	UNIFIED BOWLING	2,330.45	0.00	300.00	0.00	0.00	0.00	2,630.45
05 704 3080	FBLA	1,155.00	0.00	0.00	0.00	0.00	0.00	1,155.00
05 704 3090	QUIZ BOWL	365.67	0.00	0.00	0.00	0.00	0.00	365.67
05 704 4020	CLASS OF 2020	233.58	0.00	0.00	0.00	0.00	0.00	233.58
05 704 4040	CLASS OF 2024-JUNIORS	4,140.30	0.00	0.00	0.00	0.00	0.00	4,140.30
05 704 4070	CLASS OF 2027-8TH GRADE	338.25	0.00	0.00	0.00	0.00	0.00	338.25
05 704 4075	CLASS OF 2026- FRESHMEN	338.25	0.00	0.00	0.00	0.00	0.00	338.25
05 704 4081	CLASS OF 2023 - SENIORS	1,199.42	0.00	752.00	0.00	0.00	0.00	1,951.42
05 704 4080	CLASS OF 2025-SOPHOMORES	1,857.32	0.00	0.00	0.00	0.00	0.00	1,857.32
05 704 5010	MUSIC	1,310.36	0.00	0.00	0.00	0.00	0.00	1,310.36
05 704 5030	STUCCO	705.68	374.46	2,171.51	0.00	0.00	0.00	2,502.73
05 704 5035	AG STUDIES	706.07	0.00	0.00	0.00	0.00	0.00	706.07
05 704 5040	IND ART	10,822.15	0.00	0.00	0.00	0.00	0.00	10,822.15
05 704 5045	ONE ACT	4,214.38	0.00	0.00	0.00	0.00	0.00	4,214.38
05 704 5050	YEARBOOK	4,235.07	0.00	0.00	0.00	0.00	0.00	4,235.07
05 704 5080	LIFESKILLS	2,449.15	0.00	0.00	0.00	0.00	0.00	2,449.15
05 704 5080	FITNESS CENTER	2,965.34	0.00	0.00	0.00	0.00	0.00	2,965.34
05 704 6030	RECYCLE PROGRAM	5,454.88	0.00	0.00	0.00	0.00	0.00	5,454.88
05 704 6040	SPECIAL PROJECTS	12,260.80	600.00	252.00	0.00	0.00	0.00	11,912.80
05 704 8000	BANK CHARGES/INTEREST	306.42	0.00	12.99	0.00	0.00	0.00	319.41
05 704 8050	SCHOLARSHIPS	(1,000.00)	0.00	0.00	0.00	0.00	0.00	(1,000.00)
Fund Total: 05		148,730.49	5,652.33	6,494.60	0.00	0.00	0.00	148,572.76

Batch Description: ACTIVITY FUND RECON 10.2022 Processing Month: 10/2022
Checking Account: 5 STUDENT ACTIVITY CHECKING

<u>Check/Reference Number</u>	<u>Description</u>	<u>Date</u>	<u>Amount</u>
	Statement Balance	10/31/2022	150,969.76

Outstanding Checks

<u>Check/Reference Number</u>	<u>Description</u>	<u>Date</u>	<u>Amount</u>
8189	MEGAN JERABEK	02/28/2021	150.00
8247	HOMESTEAD PUMPKIN PATCH	04/13/2021	132.00
8478	GRANT JONES	02/08/2022	174.00
8592	MIDWEST ELITE BB	05/19/2022	100.00
8651	OUR LAVENDER COMPANY	09/19/2022	265.00
8655	ANDREW BOHAC	09/27/2022	143.00
8675	CAMERON CHRISTENSEN	10/11/2022	150.00
8683	ASHLEY FEHRINGER	10/21/2022	103.00
8684	RICK MYER	10/21/2022	120.00
8697	BANNER COUNTY SCHOOL	10/27/2022	60.00
	Total:		<u>1,397.00</u>

<u>Statement Balance</u>	<u>Outstanding Total</u>	<u>Balance on Books</u>	<u>Cash Account Balance</u>	<u>Difference</u>
150,969.76	(1,397.00)	149,572.76	149,572.76	0.00

Cleared Automatic Payment Total:
Cleared Checks Total: 10,593.64
Cleared Direct Deposit Total:
Cleared Void Total:
Cleared Cash Receipt Total: 6,494.60
Cleared Manual Journal Entries Total:
Cleared Sales Journal Total:

<u>Receipt Number</u>	<u>Received From ID/Name</u>	<u>Receipt Date</u>	<u>Description</u>	<u>Receipt Key</u>	<u>Amount</u>
		10/03/2022	FB GATE	638	316.00
		10/04/2022	SR CLASS SHIRTS/SPECIAL OLYM- BOWL	639	1,052.00
		10/12/2022	CHEER/VB GATE	640	154.00
		10/14/2022	COMFORT CLOSET	641	250.00
		10/13/2022	ACT. PASS/ES FIELD TRIP/VB	642	340.00
		10/18/2022	BUCKLEY FOUND. - STUCO/ES FIELD TRIP	643	2,012.00
		10/21/2022	VB FLOWER MONEY	644	226.00
		10/24/2022	PARENTS NIGHT GATE \$	645	380.00
		10/25/2022	VB GATE - SUBDIST DAY1	646	1,002.00
		10/26/2022	VB SUBDIST. DAY 2	647	824.00
		10/27/2022	STUCO - VENDING	648	171.51
		10/26/2022	CHEER FUNDRAISER	649	228.10
		10/31/2022	PALSER - FITNESS CENTER	650	80.00
		10/31/2022	OCT INTEREST	651	12.99
		10/24/2022	CORRECTION TO 9/27/2022 DEP.	656	(554.00)
			Report Total:		<u>6,494.60</u>

Checking Account ID: 5

Check Type: Check

Check Number	Check Date	Cleared	Void	Void Date	Entity ID	Entity Name	Amount
8623	08/31/2022	X			CARTER	ERIC CARTER	135.00
8625	08/31/2022	X			PAXTON1	ARLAN PAXTON	135.00
8626	08/31/2022	X			WILLIAMS	MITCH WILLIAMS	135.00
8637	09/07/2022	X			DISTRICTIX	DISTRICT IX	150.00
8645	09/16/2022	X			MITCHSANCH	MITCH SANCHEZ	150.00
8650	09/19/2022	X			HOMESTEADP	HOMESTEAD PUMPKIN PATCH	343.00
8652	09/23/2022	X			MAYWOODHS	MAYWOOD HS	10.00
8653	09/23/2022	X			BELIVPROD	BELIEVE PRODUCTIONS INC	729.50
8654	09/27/2022	X			JAKEDAUM	JAKE DAUM	143.00
8656	09/27/2022	X			KEVINTHOM	KEVIN THOMAS	143.00
8657	09/27/2022	X			RANDYBOHAC	RANDY BOHAC	143.00
8658	09/27/2022	X			SERRES	CLINT SERRES	143.00
8659	09/27/2022	X			BAYARDHS	BAYARD HIGH SCHOOL	50.00
8660	09/30/2022	X			BRIDGEPORT	BRIDGEPORT HIGH SCHOOL	60.00
8661	09/30/2022	X			VARSITYSPI	VARSITY SPIRIT FASHIONS	632.65
8662	09/30/2022	X			TEAMLEADER	TEAM LEADER	725.38
8663	09/30/2022	X			PLAYSCRIPT	Playscripts Inc.	464.45
8664	09/30/2022	X			WHITETALES	WHITETAIL SCREEN PRINTING	710.50
8665	09/30/2022	X			VINTBARN	Vintage Barn Door Blooms	208.00
8667	10/04/2022	X			VALENTINEF	VALENTINE FFA ALUMNI	214.00
8668	10/04/2022	X			SPADCAND	Candace Spady	132.43
8669	10/05/2022	X			CUSTOMINK	CUSTOM INK	541.40
8670	10/11/2022	X			SOUTHPLATT	SOUTH PLATTE SCHOOLS	80.00
8671	10/11/2022	X			LINDAEECKH	LINDA EECKHOUT	85.00
8672	10/11/2022	X			JEANAJOHNS	JEANA JOHNSON	85.00
8673	10/11/2022	X			HAYWADAM	Adam Hayward	100.00
8674	10/11/2022	X			MCCLUNG	JAMES MCCLUNG	150.00
8676	10/11/2022	X			BEHREND	ROGER BEHREND	310.00
8677	10/11/2022	X			PEPSI	PEPSI COLA OF WESTERN NEBRASKA	28.28
8678	10/11/2022	X			VINTBARN	Vintage Barn Door Blooms	116.00
8679	10/21/2022	X			VINTBARN	Vintage Barn Door Blooms	315.00
8680	10/21/2022	X			ANNIESHALL	ANNIE SHALLA	232.00
8681	10/21/2022	X			NICIAKEY	NICI AKEY	232.00
8682	10/21/2022	X			RUSSEL	LACEY RUSSEL	103.00
8685	10/21/2022	X			VANTILBURG	ALAN VANTILBURG	120.00
8686	10/21/2022	X			SCHNEIDER	KEN SCHNEIDER	120.00
8687	10/21/2022	X			CHRISGEARY	CHRIS GEARY	120.00
8688	10/21/2022	X			UNZICKER	TROY UNZICKER	240.00
8689	10/21/2022	X			LINDAEECKH	LINDA EECKHOUT	100.00
8690	10/21/2022	X			MADDOX	SHEA MADDOX	126.00
8691	10/21/2022	X			SPADCAND	Candace Spady	14.64
8692	10/21/2022	X			PEPSI	PEPSI COLA OF WESTERN NEBRASKA	111.39
8693	10/21/2022	X			NEFFA	NE FFA ASSOC	630.00
8694	10/21/2022	X			SOUTHPLATT	SOUTH PLATTE SCHOOLS	600.00
8695	10/21/2022	X			HAUFMID	HAUFFS MID-AMERICA SPORTS	164.55
8696	10/24/2022	X			SOUTHPLATT	SOUTH PLATTE SCHOOLS	148.64
9666	09/30/2022	X			PEPSI	PEPSI COLA OF WESTERN NEBRASKA	163.83

Check Type Total: Check	Count: 47	Void Total: 0.00	Total without Voids: 10,593.64
Checking Account Total: 5	Count: 47	Void Total: 0.00	Total without Voids: 10,593.64
Grand Total:	Count: 47	Void Total: 0.00	Total without Voids: 10,593.64

South Platte Schools Treasurer's Report
Oct Expenses 2022 - Meeting Nov 14, 2022

Name of Account	Oct-21	Oct-22	Sep-22
General Fund(ABT)			
Beginning Balance	\$1,198,491.16	\$2,800,570.31	\$2,371,458.51
Interest on Checking	\$64.55	\$667.31	\$202.59
Garden Co. Taxes	\$3.21	\$304.40	\$1,204.65
Perkins Co. Taxes	\$365.49	\$4,570.83	\$45,202.19
Keith County Taxes	\$58,187.91	\$46,956.87	\$463,899.37
Deuel County Taxes	\$31,625.29	\$27,423.53	\$247,560.06
Co. Fines/Licenses			
Local License Fees			
Lunch Reimbursement	\$11,133.85	\$12,613.82	\$8,053.70
Pro Rata Motor Vehicles			
Spec. Ed Payment			
Tuition Reimbursement		\$125.00	
Title 1 Reimbursement		\$4,369.00	
Title IV			
State Apportionment			
STATE AID	\$40,219.00	\$63,636.00	\$63,772.00
Distance Learning			\$8,614.80
NASB Medicaid Consortium			
State of Ne-High Ability Learners			
Insurance Claim Receipts			
Medicaid Receipts		\$899.03	
Other State Receipts			
Sale of Junk			
Activity Fund Reimb		748.64	
Misc. Receipts	\$100.00	\$50.00	\$336.79
Total Receipts	\$141,699.30	\$162,364.43	\$838,846.15
Total Disbursements	\$362,772.88		\$409,734.35
General Fund End. Balance (ABT)	\$977,417.58	\$2,962,934.74	\$2,800,570.31
Building Fund (ABT) 493	\$231,775.70	\$357,589.16	\$356,258.37
Depreciation Fund (ABT) 458	\$278,949.69	\$279,795.69	\$279,559.78
Bond Account (ABT) 549	\$844,143.16	\$488,375.99	\$478,683.20
Employee Flex Spending (ABT)	\$4,123.47	\$6,566.50	\$5,777.62
Savings Account (CFB)	\$213,826.36	\$215,057.82	\$214,758.98
CD # 2357	\$250,000.00	\$250,000.00	\$250,000.00
Unemployment Svgs (CFB)	\$29,700.88	\$29,754.07	\$29,744.71
Employee Benefit (CFB)	\$5,496.74	\$7,309.63	\$6,499.04
Activity Fund (CFB)	\$157,914.07	\$149,572.76	\$148,730.49
Lunch Fund (CFB)	\$55,430.25	\$58,746.77	\$58,746.77
Total Funds All Accounts	\$3,048,777.90	\$4,805,703.13	\$4,629,329.27
Fund Distrubution - CFB	\$712,368.30	\$710,441.05	\$708,479.99
AB&T	\$2,332,286.13	\$4,088,695.58	\$3,915,071.66
General Fund Expenditures for October 2022			
General Fund Checks	\$135,257.66		
Net Payroll (DD/Cks/Liab)	\$292,618.84		
Subtotal:	\$427,876.50		
Less: Hot Lunch Payroll	\$12,832.77		
Net General Fund Expenses	\$415,043.73		

Checking Account ID: 1

Check Type: Automatic Payment

Check Number	Check Date	Cleared	Void	Void Date	Entity ID	Entity Name	Amount	
9136719	11/14/2022				AMAZCAPITA	Amazon Capital Services, Inc	2,663.65	
9136720	11/14/2022				BHENERGY	Black Hills Energy	1,294.61	
9136721	11/14/2022				CARDSERV	Card Service Center	3,017.32	
9136722	11/14/2022				NPPD	NPPD (Nebraska Public Power District)	2,360.52	
9136723	11/14/2022				NPPDMLBRY	NPPD MLBRY Acct	64.28	
9136724	11/14/2022				NPPDPLUM2	NPPD Plum 2 Acct	47.37	
9136725	11/14/2022				SINCLAIR	Sinclair Oil Corp.	0.00	
9136726	11/14/2022				WALMART	Walmart Business	454.02	
Check Type Total: Automatic Payment							Void Total: 0.00	Total without Voids: 9,901.77

Checking Account ID: 1

Check Type: Check

Check Number	Check Date	Cleared	Void	Void Date	Entity ID	Entity Name	Amount	
137493	11/14/2022				ALLSTAR	All Star Auto Glass	39.95	
137494	11/14/2022				BSTT	Big Springs Truck and Travel	1,226.64	
137495	11/14/2022				BLICKART	Blick Art Materials	1,435.72	
137496	11/14/2022				CASHWA	Cash-Wa Dist.	475.36	
137497	11/14/2022				CENTLINK	Century Link	645.83	
137498	11/14/2022				CHAPFOOD	Chappell Super Foods	21.17	
137499	11/14/2022				CISHIRTS	CI SHIRTS	1,445.00	
137500	11/14/2022				CORNSTAT	Cornhusker State Industries	27.75	
137501	11/14/2022				DECKER	Decker Inc. School Fix	166.59	
137502	11/14/2022				ECOLAB	Ecolab	62.96	
137503	11/14/2022				ESU16	ESU 16	12,873.05	
137504	11/14/2022				ESU7	ESU 7	40.00	
137505	11/14/2022				FLINN	Flinn Scientific, Inc.	85.78	
137506	11/14/2022				FRATJOHN	John Frates	98.42	
137507	11/14/2022				GENERATION	Generation Genius	175.00	
137508	11/14/2022				HOTLUNCH	Hot Lunch	1,082.65	
137509	11/14/2022				HOTLUN	Hot Lunch Account	545.00	
137510	11/14/2022				IDEAL	Ideal Linen Supply	373.99	
137511	11/14/2022				JOURNEYED	JourneyEd.Com, Inc	369.00	
137512	11/14/2022				JWPEPPER	JWPepper	353.91	
137513	11/14/2022				KCN	Keith Co. News	157.24	
137514	11/14/2022				KSB	KSB School Law	227.50	
137515	11/14/2022				LOUS	Lou's Sporting Goods	3,530.00	
137516	11/14/2022				MIDFLOOR	MIDWEST FLOOR SPECIALISTS, INC.	2,310.00	
137517	11/14/2022				NASB	NASB (Nebraska Association Of School Boards)	368.00	
137518	11/14/2022				NRCSA	Ne Rural Community Schools	850.00	
137519	11/14/2022				OFFICE	Office Service, Inc.	77.36	
137520	11/14/2022				OMAHSTAGEC	Omaha Stage Equipment	16,212.00	
137521	11/14/2022				PSCBDEVEL	Robert Stats	250.00	
137522	11/14/2022				REALLYGOO	Really Good Stuff	27.98	
137523	11/14/2022				REALLYGREA	Really Great Reading, LLC	1,024.08	
137524	11/14/2022				RSCHOOLACT	rSchoolToday	300.00	
137525	11/14/2022				SW	S & W Auto Supply	20.47	
137526	11/14/2022				SANDHILLS	Sandhills Physical Therapy	4,000.00	
137527	11/14/2022				BENEFIT	SP Benefit Fund	150.00	
137528	11/14/2022				VERIZON	Verizon Wireless	304.61	
137529	11/14/2022				WESTRESO	Western Resource Group Inc.	299.00	
137530	11/14/2022				WIEST	Wiest Hardware	233.93	
137531	11/14/2022				WILSONMOWI	Wilson Mowing	375.00	
137532	11/14/2022				YANDAS	Yanda's Music & Pro Audio	68.17	
Check Type Total: Check							Void Total: 0.00	Total without Voids: 52,329.11

Checking Account ID: 1

Check Type: Direct Deposit

Check Number	Check Date	Cleared	Void	Void Date	Entity ID	Entity Name	Amount
936	11/14/2022				APPLCOMP	Apple Computer, Inc	429.00
937	11/14/2022				CDWGOVT	Cdw Government, Inc	2,240.00
938	11/14/2022				HUDL	Agile Sports, Inc. dba Hudl	1,800.00

Check Register by Checking Account

Checking Account ID: 1

Check Type: Direct Deposit

<u>Check Number</u>	<u>Check Date</u>	<u>Cleared</u>	<u>Void</u>	<u>Void Date</u>	<u>Entity ID</u>	<u>Entity Name</u>	<u>Amount</u>
939	11/14/2022				BROSTNICK	Nicholas Brost	276.25
940	11/14/2022				EAKESOFFIC	Eakes, Inc/dba Eakes Office Solutions	6,309.09
941	11/14/2022				EINSGRAD	Gladys Einspahr	40.00
942	11/14/2022				GODDMELI	Melisa Goddard	148.80
943	11/14/2022				HEALTHQFL	HealthEquity - Wage Works, Inc. (FLEX-125 PLAN)	164.00
944	11/14/2022				LANEMARK	Mark Lane	400.00
945	11/14/2022				MCCONPSYCH	McConnell Psychological Solutions PC	60,056.00
946	11/14/2022				SCHSTEP	Stephanie Scherbarth	489.84
947	11/14/2022				VILLAGEBS	Village Of Big Springs	673.80
Check Type Total:		Direct Deposit			Void Total:	0.00	Total without Voids: 73,026.78
Checking Account Total:		1			Void Total:	0.00	Total without Voids: 135,257.66

Checking Account ID: 7

Check Type: Automatic Payment

<u>Check Number</u>	<u>Check Date</u>	<u>Cleared</u>	<u>Void</u>	<u>Void Date</u>	<u>Entity ID</u>	<u>Entity Name</u>	<u>Amount</u>
4	11/14/2022				BOKFINAN	BOK Financial	382,022.50
Check Type Total:		Automatic Payment			Void Total:	0.00	Total without Voids: 382,022.50
Checking Account Total:		7			Void Total:	0.00	Total without Voids: 382,022.50
Grand Total:					Void Total:	0.00	Total without Voids: 517,280.16

Check Register by Type

Posted; Journal Code PR; Payee Type Deduction; Payroll Type Extra, Pay Off
 Contracts, Regular, Void; Processing Month 11/2022

User ID: LAW

11/10/2022 3:06 PM

Payee Type: Deduction		Check Type: Automatic Payment				Checking Account ID: 1	
<u>Check Number</u>	<u>Check Date</u>	<u>Cleared</u>	<u>Void</u>	<u>Void Date</u>	<u>Entity ID</u>	<u>Entity Name</u>	<u>Check Amount</u>
9136709	11/15/2022				AFLAC	AFLAC	1,164.82
9136710	11/15/2022				AFLACMO	AFLAC-10MO Account	205.92
9136711	11/15/2022				COLONIAL	Colonial Life	200.96
9136712	11/15/2022				EFTPS	Electronic Federal Tax Payment System	42,545.89
9136713	11/15/2022				2HMAUTO	Horace Mann Insurance Company	262.57
9136714	11/15/2022				HORACE	Horace Mann Life Ins. Co.	175.00
9136715	11/15/2022				SITNE	Nebraska Department of Revenue	6,287.89
9136716	11/15/2022				RET	Nebraska School Retirement Syst (NPERS)	36,365.91
9136717	11/15/2022				PRINCIPAL	Principal Life Insurance Co.	1,370.85
9136718	11/15/2022				VISIONCAR	Vision Care Direct	520.86
Checking Account ID:		1		Void Total:		0.00	Total without Voids: 89,100.67
Check Type Total:		Automatic Payment		Void Total:		0.00	Total without Voids: 89,100.67

Payee Type: Deduction		Check Type: Check				Checking Account ID: 1	
<u>Check Number</u>	<u>Check Date</u>	<u>Cleared</u>	<u>Void</u>	<u>Void Date</u>	<u>Entity ID</u>	<u>Entity Name</u>	<u>Check Amount</u>
137491	11/15/2022				HSAHILL	Jenna Hill H S A	196.64
137492	11/15/2022				BCBS	NE Blue Cross Blue Shield	55,173.24
Checking Account ID:		1		Void Total:		0.00	Total without Voids: 55,369.88
Check Type Total:		Check		Void Total:		0.00	Total without Voids: 55,369.88

Payee Type: Deduction		Check Type: Direct Deposit				Checking Account ID: 1	
<u>Check Number</u>	<u>Check Date</u>	<u>Cleared</u>	<u>Void</u>	<u>Void Date</u>	<u>Entity ID</u>	<u>Entity Name</u>	<u>Check Amount</u>
932	11/15/2022				SPFLEX	South Platte Flexible Spending	3,092.04
933	11/15/2022				HSASPECK	Bailey Speck-HSA	260.31
934	11/15/2022				HSAWILSON	Lisa Wilson	313.28
935	11/15/2022				HSAJACOBX	HSA JACOBS	313.08
Checking Account ID:		1		Void Total:		0.00	Total without Voids: 3,978.71
Check Type Total:		Direct Deposit		Void Total:		0.00	Total without Voids: 3,978.71
Payee Type Total:		Deduction		Void Total:		0.00	Total without Voids: 148,449.26

Grand Total: Void Total: 0.00 Total without Voids: 148,449.26

ALL 11/15/2022 Net Payroll 144,169.58

Total Payroll Liabilities **\$ 292,618.84**

**South Platte Public Schools
Management Points
FYE August 31, 2022**

1. Rauner & Associates noted some internal control related matters that should be address by the School District. Due to the size of the organization and limited personnel, the ability for the entity to segregate duties is limited and not economically feasible. Further noted was the fact that the School District's accounting staff does not appear to possess the expertise to detect and correct potential misstatements in the presentation of the financial statements or notes in accordance with accounting principles generally accepted in the United States of America.

District Response: Due to the size of South Platte Public School and limited personnel, the ability for us to segregate duties is limited and not economically feasible. We have safeguards in place with the Board of Education who reviews and understands all the spending of the district.

2. For fiscal year ended 2021, Rauner & Associates noted total expenditures exceeded total revenues in the School District's Activity, School Nutrition and Bond Funds by \$17,217.59, \$10,364.57, and \$354,137.83, respectively. We recommend that management analyze receipts, disbursements, transfers, and the operating efficiency of each of these programs to ensure that the programs are cost effective and financially feasible.

District Response: South Platte School understands that there are limited resources for the activity and school nutrition funds. Our goal is to provide our students with opportunities in activities as well as to provide a quality school nutrition program. Measures will be taken to ensure that we utilize these funds appropriately and to make sure the expenditures do not exceed revenues.

3. Rauner & Associates noted that the 2021-2022 Bond Fund tax request of \$399,717 and total taxes collected of \$405,336.87 were not sufficient to cover 2021-2022 principal and interest payments of \$419,437.50.

District Response: South Platte School utilized the cash reserve funds in the account to pay the difference in what was collected from our patrons and what was required for the principal and interest payment.



INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Education
South Platte Public Schools
Big Springs, Nebraska 69122

We have performed the procedures enumerated below, which were agreed to by the Board of Education and management of South Platte Public Schools on the School District's student membership and attendance reporting for the Nebraska Department of Education attendance reporting. The School District is responsible for the student membership information of South Platte Public Schools as of August 31, 2022. The sufficiency of these procedures is solely the responsibility of the parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below, either for the purpose for which this report has been requested or for any other purpose.

The procedures and the associated findings are as follows:

- 1) We documented the School District's policies and procedures for collecting student membership and attendance data.
We found no exceptions as a result of the procedures.
- 2) We determined that the School District was following its policies and procedures for collecting student census data.
We found no exceptions as a result of the procedures.
- 3) Attendance at the School District is collected at least daily and calculated to the nearest hundredth of a day.
We found no exceptions as a result of the procedures.
- 4) The School District maintains a cumulative attendance and membership record for each student.
We found no exceptions as a result of the procedures.
- 5) The cumulative attendance and membership records contain the date of enrollment, number of days or partial days in attendance and absent during each school year enrolled, and the date of withdrawal or graduation.
We found no exceptions as a result of the procedures.
- 6) We sampled a number of students from the School District's attendance records for the year ended August 31, 2022 and traced the students to their student enrollment files to verify that the student was documented as an enrolled student of the School District for the dates claimed in the attendance record.
We found no exceptions as a result of the procedures.
- 7) The student attendance reported in the Nebraska Department of Education's approved data collection system, ADVISER, have been traced back to the School District's student information system for the fiscal year ended August 31, 2022.
We found no exceptions as a result of the procedures.

- 8) A sample of expense allocations were tested verifying appropriate allocating to the school building level.

We found no exceptions as a result of the procedures.

This agreed upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the student membership and attendance of South Platte Public Schools as of August 31, 2022. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and Education and management of the School District, the Nebraska Department of Education, and the Nebraska Auditor of Public Accounts, and is not intended to be, and should not be, used by anyone other than the specified parties.

A handwritten signature in blue ink that reads "Rauner & Associates P.C." with a stylized flourish at the end.

Rauner & Associates, P.C.
Sidney, Nebraska

November 5, 2022



November 5, 2022

To the Board of Education
South Platte Public Schools
Big Springs, Nebraska 69122

We have audited the financial statements of the governmental activities and each major fund of South Platte Public Schools (the School District), Big Springs, Nebraska, for the year ended August 31, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 1, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the School District are described in Note 1 to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during the fiscal year. We noted no transactions entered into by the School District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the School District's financial statements was:

Management's estimate in preparation of the annual budget filed with the state is based on past financial history and projected receipts and expenditures.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 5, 2022.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the School District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the School District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

The following are offered as constructive suggestions to be considered as part of the ongoing process of modifying and improving the School District's policies and procedures:

For fiscal year ended 2022, total expenditures in the School District's School Nutrition, Activity and Debt Service Funds exceeded total revenues by \$10,365, \$17,217, and \$354,138, respectively. We recommend that management analyze receipts, disbursements, transfers, and operating efficiency of each of these funds to ensure that the funds are cost effective and financially feasible.

It was noted that the 2021-2022 Bond Fund tax request of \$399,717 and total taxes collected of \$405,337 were not sufficient to cover 2021-2022 principal and interest payments of \$419,438

We noted some internal control related matters that should be addressed by the School District: Due to the size of the organization and limited personnel, the ability for the entity to segregate duties is limited and not economically feasible. Further noted was the fact that the School District's accounting staff does not appear to possess the expertise to detect and correct a potential misstatement in the presentation of the financial statements or notes in accordance with accounting principles generally accepted in the United States of America.


Other Matters

We were engaged to report on the individual fund supplemental schedules of cash receipts, disbursements and fund balances – budget and actual, and the general fund supplemental schedules of operational cash disbursements, which accompany the financial statements but are not required supplementary information. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the modified cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Restriction on Use

This information is intended solely for the information and use of the Board of Education and management of the School District and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,


RAUNER & ASSOCIATES, P.C.
Certified Public Accountants

DEUEL COUNTY SCHOOL DISTRICT No. 25-0095
SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

FINANCIAL REPORT

FOR THE YEAR ENDED
AUGUST 31, 2022
AND
ACCOUNTANT'S OPINION THEREON

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
South Platte Public Schools
Big Springs, Nebraska 69122

Report on the Financial Statements

Opinions

We have audited the accompanying modified cash-basis financial statements of the governmental activities and each major fund of South Platte Public Schools (the School District), Big Springs, Nebraska, as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash-basis financial position of the governmental activities and each major fund of the School District as of August 31, 2022, and the respective changes in modified cash-basis financial position, thereof for the year then ended in accordance with the modified cash 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of South Platte Public Schools 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.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1 and determining that the modified cash 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance

and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

Management is responsible for the other information included in the annual report. The other information comprises the management's discussion and analysis and budgetary comparison information on pages 4-8 and 27-36 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 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 November 5, 2022, on our consideration of the 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report

is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Rauner & Assoc P.C." in a cursive, flowing script.

Rauner & Associates, P.C.
Sidney, Nebraska

November 5, 2022



South Platte School

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Big Springs NE 69122

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SOUTH PLATTE PUBLIC SCHOOLS MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the School District's annual audit report presents our discussion and analysis of the School District's financial performance during the fiscal year that ended on August 31, 2022. Please read it in conjunction with the School District's financial statements, which follows this section.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report is presented in a format consistent with the presentation requirements of Statement No. 34 ("Statement 34") of the Governmental Accounting Standards Board "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." Statement 34 established standards for external financial reporting for all state and local government entities, which includes government-wide financial statements, fund financial statements, and the classification of net position into three components: (a) net investment in capital assets; (b) restricted; and (c) unrestricted.

This annual report consists of three parts: (1) *Management's Discussion and Analysis* (this section); (2) the *Basic Financial Statements Modified Cash Basis*; and (3) *Supplemental Schedules*.

The accompanying basic financial statements have been prepared on the modified cash basis of accounting. The modified cash basis of accounting is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. This basis recognizes assets, liabilities, net position/fund equity, receipts and disbursements only when they result from cash transactions, except that long-term investments acquired with cash assets are reported at cost as assets and Interfund receivables and payables resulting from cash transactions are reported as assets and liabilities in the fund financial statements. Accordingly, the financial statements and supplemental schedules are not intended to present financial position and results of operations in conformity with accounting principles generally accepted in the United States of America. The use of the cash basis of accounting is permissible under Title 92, Nebraska Administrative Code, Chapter 2 for school districts such as South Platte Public Schools.

The government-wide financial statements report information on all nonfiduciary activities of the primary government. For the most part, the effect of Interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental receipts, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The School District reports all activities as governmental activities.

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

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

Fiduciary funds report assets held in a trustee or agency capacity for others and, therefore, cannot be used to support the School District's own programs. The Activities Fund is a fiduciary fund.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data about the financial statements and School District commitments, contingencies, and long-term debt obligations that are not reported in the cash basis financial statements. The statements are followed by a section of Supplementary Information that further explains and supports the information in the financial statements.

FINANCIAL HIGHLIGHTS (Detailed Information Follows later in this Discussion & Analysis)

- On the government-wide financial statements:
 - The School District's total net position, as compared to the prior fiscal year, decreased by \$223,503. Most of the decrease is attributable to the spending of the previous years' cash on hand reserve to help balance the amount of taxpayer money in our saving account.
 - During the year, the School District's disbursements were \$4,870,744, exceeding the \$4,647,241 in current year receipts.
- On the fund financial statements:
 - Ending fund balance decreased from \$3,017,349 in fiscal year 2020-21 to \$2,793,846 in fiscal year 2021-22, a decrease of 7.41%
 - In the General Fund, the unreserved funds balance was \$1,410,793 in fiscal year 2021-22. This was an increase of \$27,836 (2.01%) from the 2020-21 fiscal year.
 - Total General Fund revenues were more than budgeted resources by \$318,350 and budgeted expenditures exceeded actual expenditures by \$749,937.
 - The School District's General Fund disbursements were \$4,225,853 during fiscal year 2021-22. This was an increase of \$336,865 (8.66%) from the 2020-21 fiscal year.
 - The certified taxable value for the School District decreased 1.82% from the 2020-2021 certified value.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The following table illustrates the net position and changes in the net position for the School District. The School District's combined net position was \$2,793,846 on August 31, 2022.

Statement of School District's Net Position

	2022	2021	% Change
Assets			
Current Assets	\$ 2,793,846	\$ 3,017,349	-7.41%
Total Assets	<u>\$ 2,793,846</u>	<u>\$ 3,017,349</u>	-7.41%
Net Position			
Restricted	834,569	1,063,076	-21.49%
Unrestricted	1,959,277	1,954,273	0.26%
Total Net Position	<u>\$ 2,793,846</u>	<u>\$ 3,017,349</u>	-7.41%

Changes in the School District's Net Position

	2022	2021	% Change
Receipts			
Program Receipts	\$ 597,888	\$ 610,208	-2.02%
General Receipts:			
Property Taxes	3,048,117	2,857,083	6.69%
State Aid	402,190	266,820	0.00%
Other Local, County, & State Receipts	599,046	705,069	-15.04%
Total Receipts	<u>4,647,241</u>	<u>4,439,180</u>	4.69%
Disbursements			
Instructional, & Support Services	2,713,375	2,746,126	-1.19%
Administrative & Business Services	653,105	528,475	23.58%
Operation & Maintenance	372,310	562,270	-33.78%
Pupil Transportation	152,585	215,734	-29.27%
Federal & State Programs	254,478	142,739	78.28%
Debt Service	419,438	430,932	0.00%
Other	92,799	142,558	-34.90%
School Nutrition	212,654	183,434	15.93%
Total Disbursements	<u>4,870,744</u>	<u>4,952,268</u>	-1.65%
Decrease in Net Position	(223,503)	(513,088)	-56.44%
Beginning Net Position	3,017,349	3,530,437	-14.53%
Ending Net Position	<u>\$ 2,793,846</u>	<u>\$ 3,017,349</u>	-7.41%

GOVERNMENTAL ACTIVITIES

Overall, the net position (as reflected by the fund balances) for the major governmental funds decreased by \$223,503. The fund balance of the General Fund increased by \$27,836 primarily due to the increase in state funding.

Fund	Beginning Balance 9/1/2021	Transfers	Receipts	Disbursements	Ending Balance 8/31/2022	Change in Fund Balance
General	\$ 1,382,957	\$ 267,191	\$ 3,906,498	\$ 4,145,853	\$ 1,410,793	\$ 27,836
Employee Benefit	38,755	(7,191)	11,394	-	42,958	4,203
School Nutrition	92,171	-	202,289	212,654	81,806	(10,365)
Activity	161,510	-	74,648	91,865	144,293	(17,217)
Depreciation	278,880	-	547	-	279,427	547
Special Building	230,461	80,000	45,698	67	356,092	125,631
Bond Fund	832,615	(340,000)	406,167	420,305	478,477	(354,138)
Total	<u>\$ 3,017,349</u>	<u>\$ -</u>	<u>\$ 4,647,241</u>	<u>\$ 4,870,744</u>	<u>\$ 2,793,846</u>	<u>\$ (223,503)</u>

The largest single source of receipts for the School District is property tax. In 2020-21, the School District's assessed valuation was \$452,342,694. In 2021-22, it decreased by \$8,212,136 (1.82%) to \$444,130,558.

The following table shows the property tax rates, by fund, for fiscal years 2021-22. Note: levies are expressed in dollars and cents per \$100 of valuation. For example, the School District's total property tax on a \$100,000 property in 2021-22 would be \$760.

Fund	2021-22 Levy	2020-21 Levy	Levy Change	% Change
General	0.660000	0.600000	0.060000	9.09%
Bond	0.090000	0.090000	-	0.00%
Special Building	0.010000	0.010000	-	0.00%
Total	0.760000	0.700000	(0.060000)	

The following table illustrates the receipts and disbursements within the School District's General Fund. The School District's state aid recorded in the General Fund for 2020-21 was \$266,820 and for the 2021-22 fiscal year, it increased by \$135,370 (50.73%) to \$402,190.

	Year Ended 8/31/2021	% of Total	Year Ended 8/31/2022	% of Total
Receipts				
Property Tax	\$ 2,449,006	68.83%	\$ 2,643,179	62.14%
State Aid	266,820	7.50%	402,190	9.46%
Federal Receipts	51,694	1.45%	141,822	3.33%
Other Local, County, State, Receipts	790,467	22.22%	1,066,498	25.07%
Total Receipts	\$ 3,557,987	100.00%	\$ 4,253,689	100.00%
Disbursements				
Instruction & Instructional Support	\$ 2,706,962	69.61%	\$ 2,713,375	64.21%
Administration & Business Services	527,875	13.57%	653,105	15.45%
Operation & Maintenance	387,410	9.96%	372,310	8.81%
Transportation	124,002	3.19%	152,585	3.61%
Federal & State Programs	142,739	3.67%	254,478	6.02%
Transfers	-	0.00%	80,000	1.89%
Total Disbursements	\$ 3,888,988	100.00%	\$ 4,225,853	100.00%

GENERAL FUND BUDGETARY HIGHLIGHTS

- Over the course of the 2021-22 fiscal year, the School District's General Fund Cash Position increased by \$27,836. The following table provides a detailed picture of the decrease in cash position:

	2021-22 Budget	Year-End Actual	Difference
09/1/2021 Actual Beginning Balance	\$ 1,750,283	\$ 1,382,957	\$ (367,326)
Receipts			
Property Taxes	2,901,949	2,643,179	(258,770)
Other Local	121,450	175,588	54,138
County	9,750	38,149	28,399
Special Education	100,000	172,235	72,235
Other State	541,190	703,611	162,421
Federal Programs	35,000	141,822	106,822
Non-Revenue	76,000	39,105	(36,895)
Other Financing Sources	150,000	340,000	190,000
Total Receipts	3,935,339	4,253,689	318,350
Expenditures	4,975,790	4,225,853	(749,937)
08/31/2022 Ending Balance	<u>\$ 709,832</u>	<u>\$ 1,410,793</u>	<u>\$ 700,961</u>

As detailed in the table above, total actual receipts were \$318,350 over budget, and the budget of expenditures was under spent by \$749,937. The Board of Education always intends to be under budget on expenditures to allow for emergencies and unforeseen school building issues.

DEBT ADMINISTRATION

At fiscal year-end, the District had \$4,800,000 in outstanding debt in the Bond Fund. This debt is associated with a facility improvement project.

	Balance 9/1/2021	Increases	Retirements	Balance 8/31/2022
General Obligation Bonds (Series 2020)	1,880,000	-	110,000	1,770,000
General Obligation Bonds (Series 2021)	3,275,000		245,000	3,030,000
Total	\$ 5,155,000	\$ -	\$ 355,000	\$ 4,800,000

OTHER INFORMATION

The School District aims to stabilize its financial condition, while attempting to maintain or reduce the overall levy of all patrons of the former school districts. However, it is likely that the district will receive little state aid in future years. The effect of this is that the School District's financial status will continue to be largely dependent upon valuation increases and less reliance on stable state aid revenues.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, students, and bond-buyers a general overview of the District's finances and to demonstrate the District's accountability for the money with which it is entrusted. If you have questions about this report or need additional financial information, contact the Superintendent's Office, South Platte Public Schools, P. O. Box 457, Big Springs, NE 69122. Our telephone number is (308) 889-3674, our fax number is (308) 889-9691, and our website address is www.southplatteschools.com.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT A

STATEMENT OF NET POSITION - MODIFIED CASH BASIS

August 31, 2022

	<u>Governmental Activities</u>
	<u>2022</u>
ASSETS	
Cash and Cash Equivalents	\$ 1,673,276
Cash with Fiscal Agent	870,570
Investments	250,000
Total Assets	<u>2,793,846</u>
NET POSITION	
Restricted:	
Debt Service	478,477
Building Improvements	356,092
Unrestricted	1,959,277
Total Net Position	<u>\$ 2,793,846</u>

The Notes to the Financial Statements are an integral part of these statements.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT B

STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS
FOR THE YEAR ENDED AUGUST 31, 2022

Functions/Programs	Disbursements	Program Receipts		Net (Disbursements)
		Charges for Services	Operating Grants and Contributions	Receipts and Changes in Net Position Governmental Activities 2022
Governmental Activities:				
Instruction	\$ (2,066,211)	\$ 1,536	\$ 22,698	\$ (2,041,977)
Special Education	(358,635)	-	172,235	(186,400)
Support Services - Students	(194,344)	-	-	(194,344)
Support Services - Instruction	(94,185)	-	-	(94,185)
Board of Education	(32,170)	-	-	(32,170)
Executive Administration Services	(133,456)	-	-	(133,456)
District Legal Services	(9,853)	-	-	(9,853)
Office of Principal	(337,794)	-	-	(337,794)
Central Services	(139,832)	-	-	(139,832)
Maintenance and Operation of Plant	(372,310)	-	-	(372,310)
Student Transportation	(152,585)	-	-	(152,585)
Federal Programs	(254,478)	-	124,520	(129,958)
Debt Service - Principal	(355,000)	-	-	(355,000)
Debt Service - Interest	(64,438)	-	-	(64,438)
Bond Issuance Costs	(934)	-	-	(934)
School Nutrition	(212,654)	33,059	169,192	(10,403)
Student Activities	(91,865)	-	74,648	(17,217)
Total Primary Government	\$ (4,870,744)	\$ 34,595	\$ 563,293	(4,272,856)
General Receipts:				
Taxes:				
Property				3,048,117
Motor Vehicle				127,096
Public Power Sales Tax				22,856
State and County Shared Receipts, unrestricted				392,224
State Aid				402,190
Interest Income				4,303
Sale of Property				4,601
Other				47,966
Total General Receipts				4,049,353
Change in Net Position				(223,503)
Net Position - Beginning				3,017,349
Net Position - Ending				\$ 2,793,846

The Notes to the Financial Statements are an integral part of these statements.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT C

STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS

August 31, 2022

	Special Revenue Funds				Capital Project Funds		Debt Service Fund	Total Major Governmental Funds
	General Fund	Employee Benefit Fund	School Nutrition Fund	Activity Fund	Depreciation Fund	Special Building Fund	Bond Fund	2022
ASSETS								
Cash and Cash Equivalents	\$ 402,927	\$ 42,958	\$ 81,806	\$ 144,293	\$ 279,427	\$ 344,822	\$ 377,043	\$ 1,673,276
Cash with Fiscal Agent	757,866	-	-	-	-	11,270	101,434	870,570
Investments	250,000	-	-	-	-	-	-	250,000
Total Assets	\$ 1,410,793	\$ 42,958	\$ 81,806	\$ 144,293	\$ 279,427	\$ 356,092	\$ 478,477	\$ 2,793,846
FUND BALANCES								
Restricted for:								
Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 478,477	\$ 478,477
Building Improvements	-	-	-	-	-	356,092	-	356,092
Committed to:								
Nutrition Activity	-	-	81,806	-	-	-	-	81,806
Student Activities	-	-	-	144,293	-	-	-	144,293
Employee Benefit Payments	-	42,958	-	-	-	-	-	42,958
Capital Outlay	-	-	-	-	279,427	-	-	279,427
Unassigned:	1,410,793	-	-	-	-	-	-	1,410,793
Total Fund Balances	1,410,793	42,958	81,806	144,293	279,427	356,092	478,477	2,793,846
Total Liabilities and Fund Balances	\$ 1,410,793	\$ 42,958	\$ 81,806	\$ 144,293	\$ 279,427	\$ 356,092	\$ 478,477	\$ 2,793,846

The Notes to the Financial Statements are an integral part of these statements.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT D

STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN
FUND BALANCES - MODIFIED CASH BASIS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED AUGUST 31, 2022

	Special Revenue Funds				Capital Project Fund		Debt Service Fund	Total Major Governmental Funds
	General Fund	Employee Benefit Fund	School Nutrition Fund	Activity Fund	Depreciation Fund	Special Building Fund	Bond Fund	2022
RECEIPTS								
Local Sources	\$ 2,818,767	\$ 11,394	\$ 33,097	\$ 74,648	\$ 547	\$ 41,489	\$ 368,277	\$ 3,348,219
County Sources	38,149	-	-	-	-	-	-	38,149
State Sources	875,846	-	-	-	-	4,209	37,890	917,945
Federal Sources	141,822	-	169,192	-	-	-	-	311,014
Other	27,313	-	-	-	-	-	-	27,313
Total Receipts	<u>3,901,897</u>	<u>11,394</u>	<u>202,289</u>	<u>74,648</u>	<u>547</u>	<u>45,698</u>	<u>406,167</u>	<u>4,642,640</u>
DISBURSEMENTS								
Instruction	2,066,211	-	-	-	-	-	-	2,066,211
Special Education	358,635	-	-	-	-	-	-	358,635
Support Services - Students	194,344	-	-	-	-	-	-	194,344
Support Services - Instruction	94,185	-	-	-	-	-	-	94,185
Board of Education	32,170	-	-	-	-	-	-	32,170
Executive Administration Services	133,456	-	-	-	-	-	-	133,456
District Legal Services	9,853	-	-	-	-	-	-	9,853
Office of Principal	337,794	-	-	-	-	-	-	337,794
Central Services	139,832	-	-	-	-	-	-	139,832
Maintenance and Operation of Plant	372,310	-	-	-	-	-	-	372,310
Student Transportation	152,585	-	-	-	-	-	-	152,585
Federal Programs	254,478	-	-	-	-	-	-	254,478
Debt Service - Principal	-	-	-	-	-	-	355,000	355,000
Debt Service - Interest	-	-	-	-	-	-	64,438	64,438
Debt Service - Other	-	-	-	-	-	67	867	934
School Nutrition	-	-	212,654	-	-	-	-	212,654
Student Activities	-	-	-	91,865	-	-	-	91,865
Total Disbursements	<u>4,145,853</u>	<u>-</u>	<u>212,654</u>	<u>91,865</u>	<u>-</u>	<u>67</u>	<u>420,305</u>	<u>4,870,744</u>
Excess (Deficiency) of Receipts Over (Under) Disbursements	(243,956)	11,394	(10,365)	(17,217)	547	45,631	(14,138)	(228,104)
OTHER FINANCING SOURCES (USES)								
Sale of Property	4,601	-	-	-	-	-	-	4,601
Interfund Loans	260,000	-	-	-	-	80,000	(340,000)	-
Transfers In	7,191	-	-	-	-	-	-	7,191
Transfers Out	-	(7,191)	-	-	-	-	-	(7,191)
	<u>271,792</u>	<u>(7,191)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,000</u>	<u>(340,000)</u>	<u>4,601</u>
Excess (Deficiency) of Receipts and Other Sources over Disbursements and Other Uses	27,836	4,203	(10,365)	(17,217)	547	125,631	(354,138)	(223,503)
Fund Balances - Beginning	1,382,957	38,755	92,171	161,510	278,880	230,461	832,615	3,017,349
Fund Balances - Ending	<u>\$ 1,410,793</u>	<u>\$ 42,958</u>	<u>\$ 81,806</u>	<u>\$ 144,293</u>	<u>\$ 279,427</u>	<u>\$ 356,092</u>	<u>\$ 478,477</u>	<u>\$ 2,793,846</u>

The Notes to the Financial Statements are an integral part of these statements.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT E

NOTES TO THE BASIC FINANCIAL STATEMENTS

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. In addition, the accounting policies of South Platte Public Schools (the School District) substantially comply with the Accounting User's Manual for Nebraska School Districts issued by the Nebraska Department of Education.

A summary of the School District's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

A. Reporting Entity

South Platte Public School's Board of Education (the Board) is the basic level of government which has oversight responsibility and control over all activities related to the public school education in the School District. The Board receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB, since board members are elected by the public and have the decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and the primary accountability for fiscal matters.

B. Measurement Focus, Basis of Accounting and Financial Statement Presentation

1. Measurement Focus – In both the government-wide financial statement and the fund financial statements, the governmental activities are presented using a cash basis measurement focus. Their reported net position/fund balance is considered a measure of "available cash and investments". The operating statements of these funds present increases (i.e., receipts and other financing sources) and decreases (i.e., disbursements and other financial uses) in net current position.

2. Basis of Accounting - The government-wide and the governmental fund financial statements are reported on a modified cash basis of accounting. This modified cash basis of accounting is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The modified cash basis of accounting is based on the recording of cash and cash equivalents and changes therein, and only recognizes revenues, expenses, assets, and liabilities resulting from cash transactions adjusted for modifications that have receipts and disbursements only when they result from cash transactions adjusted for modifications that have substantial support in generally accepted accounting principles. These modifications include adjustments for the following balances arising from cash transactions:

- Investments
- Cash with Fiscal Agent

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues and certain liabilities and their related expenditures are not recorded in these financial statements. Accordingly, the School District's financial statements are not intended to present financial position and results of operations in conformity with accounting principles generally accepted in the United States of America.

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

3. Financial Statement Presentation

a. Government-Wide Financial Statements:

The government-wide financial statements report information on all of the non-fiduciary activities of the primary government. Fiduciary activities, whose resources are not available to finance the School District's programs, are excluded from the government-wide statements. Governmental activities, which normally are supported by taxes and intergovernmental receipts, are reported separately from business-type activities (if applicable), which rely to a significant extent on fees and charges for support.

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

The effect of interfund activity between the governmental funds has been eliminated from the government-wide financial statements. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

b. Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund balances, receipts collected and expenditures disbursed. Funds are organized into two major categories: governmental and proprietary. The School District presently has no proprietary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the School District, is designated as a major fund by the School District's management, or meets the following criteria:

- 1) Total assets, liabilities, receipts/revenues or expenditures/disbursements of that individual governmental or proprietary fund are at least ten percent of the corresponding total for all funds of that category or type, and
- 2) Total assets, liabilities, receipts/revenues or expenditures/disbursements of the individual governmental fund or enterprise fund are at least five percent of the corresponding total for all governmental and proprietary funds combined.

The School District has elected to treat all funds as major funds.

The School District reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the School District and accounts for all receipts and disbursements of the School District not encompassed within other funds. All property tax receipts and other receipts that are not allocated by law, budgetary

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

requirements, or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the new and replacement capital outlay costs that are not paid through other funds are paid from the General Fund.

Special Revenue Fund – These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt services or capital projects. The restricted or committed proceeds of specific revenue sources should be expected to continue to comprise a substantial portion of the inflows reported in the fund. The reporting entity includes the following special revenue funds:

Employee Benefit Fund - The Employee Benefit Fund is established in order to specifically reserve General Fund money for the benefit of school district employees. This fund may consist of more than one account for valid allocation purposes.

School Nutrition Fund – The School Nutrition Fund is used to accommodate all aspects of the school nutrition program and accounts for all receipts and disbursements of all child nutrition programs. Receipts in this fund include the federal and state program cost reimbursements received by the School District and general fund support of the nutrition program. All food purchases and other supplies are counted as expenses of the School Nutrition Fund; accordingly, no inventories are maintained in this fund.

Activities Fund - The Activities Fund is used to account for the financial operations of quasi-independent student organizations, interschool athletics, and other self-supporting or partially self-supporting school activities, not part of another fund.

Capital Project Fund – This fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The School District reports the Depreciation Fund, Special Building Fund, and the Qualified Capital Purpose Undertaking Fund as Capital Project Funds.

Depreciation Fund - The Depreciation Fund is established for the accumulation of funds for future capital purchases. This fund is considered a component of the General Fund.

Special Building Fund - The Special Building Fund is established for acquiring or improving sites and buildings, including the construction, alteration, or improvements of buildings. The Board may approve a budget with a levy limitation of 14 cents per one hundred dollars of valuation; or a tax levy not to exceed 17.5 cents per one hundred dollars of valuation may be established for this fund by a vote of the people within the School District.

Debt Service Fund – This fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest. The reporting entity includes the following debt service fund:

Bond Fund – The Bond Fund is used to record receipts and disbursements for bond principal and interest payments. The tax levy for this fund is restricted for expenditures other than principal and interest on bonds. If the fund balance is not sufficient to meet interest or bond payments, the General Fund shall be used for these payments.

C. Assets, Liabilities and Equity

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

1. Cash and Cash Equivalents

Cash and Cash Equivalents are comprised of the School District's checking and money market accounts. Cash with Fiscal Agent represents taxes collected by the County Treasurer but not remitted to the School District as of August 31, 2022.

2. Investments

Investments consist of certificates of deposit with maturity dates greater than three months from the purchase date. The certificates of deposit are stated at cost, which approximates fair value.

3. Receivables and Payables

Outstanding long-term interfund loans resulting from cash transactions between funds are reported as "Advances From/To Other Funds". Alternatively, outstanding short-term Interfund loans resulting from cash transactions between funds are reported as "Due To/From Other Funds."

4. Capital Assets

Capital assets are recorded as disbursements when paid for by the School District and are not recorded on the government-wide or fund financial statements.

5. Equity Classification

Government-Wide Statements:

Net Position is classified and displayed in three components:

- a. *Net investment in capital assets.* Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balance of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets and adjusted for any deferred inflows and outflows of resources attributable to capital assets and related debt.
- b. *Restricted.* Consists of restricted assets reduced by liabilities and deferred inflows or resources related to those assets, with restriction constraints placed on the use either by external groups, such as creditors, grantors, contributors, or laws and regulations of other governments, or law through constitutional provision or enabling legislation.
- c. *Unrestricted.* Net amount of assets, deferred outflows or resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

It is the School District's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.

Governmental Fund Financial Statements:

Beginning with fiscal year 2011, the School District implemented GASB 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance – amounts that are not in a spendable form or are required to be maintained intact;
- Restricted fund balance – amounts constrained to specific purposes by their providers, through constitutional provisions, or by enabling legislation;
- Committed fund balance – amounts constrained to specific purposes by the School District itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the School District takes the same highest level action to remove or change the constraint;
- Assigned fund balance – amounts a School District intends to use for a specific purpose; intent can be expressed by the Board or by an official or body to which the Board delegates the authority;
- Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the General Fund.

The Board established (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This could typically be done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund. Assigned fund balance is established by the Board through adoption or amendment of the budget as intended for specific purpose.

In the General Fund, the School District strives to maintain an unassigned fund balance to be used for unanticipated emergencies that should arise from state funding shortfalls.

D. Receipts and Disbursements

1. Program Receipts:

In the Statement of Activities, modified cash basis revenues that are derived directly from each activity or from parties outside the School District's taxpayers are reported as program receipts. Program receipts in instructional activity includes tuition received, charges to other districts for special education instructors, and operating grants from state and federal agencies for special education and other grant programs. Program receipts in the School Nutrition Fund include lunchroom meal charges and operating grants from federal and state child nutrition programs.

2. Property Tax Calendar:

The county is responsible for the assessment, collection, and apportionment of property taxes for all jurisdictions including the schools and special districts within the county. The property tax requirement resulting from the budget process is utilized to establish the tax levy, which attaches as an enforceable lien on property within the School District as of January 1. Taxes are due as of that date. One-half of the real estate taxes due January 1 become delinquent after the following May 1, with the second one-half becoming delinquent after September 1.

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

E. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Position and Statement of Activities, some amounts reported as interfund activity and balances, if present in the fund financial statements, have been eliminated or reclassified.

F. Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting used by the School District requires management to make estimates and assumptions that affect certain reported amounts and disclosures (such as budget estimates); accordingly, actual results could differ from these estimates.

Note 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government unit, the School District is subject to various federal, state and local laws and contractual regulations. The results of our audit tests disclosed no instances of noncompliance that are considered material to the financial statements or that are required to be reported under *Government Auditing Standards*.

Note 3: DETAILED NOTES – TRANSACTION CLASSES/ACCOUNTS

A. CASH AND INVESTMENTS

Nebraska State Statutes authorize the School District, with the consent of the Board, to invest the funds of the School District in securities of the nature of which individuals of prudence, discretion and intelligence acquire or retain in dealing with the property of another. The School District may also invest in certificates of deposit of banks that are members of the FDIC in Nebraska to the extent that deposits are insured by the FDIC.

Cash, Cash Equivalents and Investments for the School District at August 31, 2022, consisted of the following:

Demand Deposits	\$ 1,673,276
Certificates of Deposit	250,000
Total Governmental Funds	1,923,276

RISKS

The School District attempts to mitigate the following types of deposit and investment risks through compliance with the State Statutes referred to above. The three types of deposit and investment risks are as follows:

- Custodial Credit Risk – for deposits and investments, custodial credit risk is the risk that in the failure of a bank or counterparty, the School District will not be able to recover the value of its deposits or collateral securities in the possession of a third party.
- Credit Risk - for deposits and investments, credit risk is the risk that a bank or other counterparty defaults on its principal and/or interest payments owed to the School District.
-

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

- Interest Rate Risk – for deposits and investments, interest rate risk is the risk that the value of deposits will decrease as a result of a rise in interest rates.

At August 31, 2022, the School District had bank balances of \$1,930,313 (this does not reflect outstanding checks or deposits in transit). Cash and Investments include bank balances and investments that as of August 31, 2022, are entirely insured and or collateralized by securities held by the School District's agent in the School District's name.

B. INTERFUND TRANSFERS AND BALANCES

1. Operating Transfers

Operating transfers are authorized cash transfers between funds where repayment is not expected. These Interfund transfers are eliminated in the government-wide Statement of Activities. The following is a schedule of operating trans for the year ended August 31, 2022:

Fund	Transfers In	Transfers Out
General Fund	\$ 7,191	\$ -
Employee Benefit Fund	-	7,191
Total Operating Transfers	\$ 7,191	\$ 7,191

The transfer from the Employee Benefit Fund to the General Fund represent unreimbursed expenses paid for the General Fund by the Employee Benefit Fund.

2. Advances To/From Other Funds

Advances To/From Other Funds are authorized interfund long-term loans with a requirement of repayment between funds within a two-year period. These interfund receivables and payables are eliminated in the government-wide Statement of Net Position. The following is a schedule of the advances to/from other fund balances as of August 31, 2022:

Fund	Due From Other Funds	Due To Other Funds
General Fund	\$ 340,000	\$ 80,000
Special Building Fund	-	340,000
Debt Service Fund	80,000	-
Total Due From/To Other Funds	\$ 420,000	\$ 420,000

NOTES TO THE FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

Note 4: OTHER NOTES

A. Employee Pension

1. Plan Description

The School District contributes to the Nebraska School Employees Retirement System, a cost-sharing multiple-employer defined benefit pension plan administered by the Nebraska Public Employees Retirement System (NPERS). NPERS provides retirement and disability benefits to plan members and beneficiaries. The School Employees Retirement Act establishes benefit provisions.

In 1945, the Nebraska Legislature enacted the law establishing a retirement plan for school employees of the State. During the NPERS fiscal year ended June 30, 2021, there were 266 participating school districts. These were the districts that had contributions during the fiscal year. All regular public school employees in Nebraska, other than those who have their own retirement plans (Class V school districts, Nebraska State Colleges, University of Nebraska, Nebraska Community Colleges), are members of the plan.

Normal retirement is at age 65. For an employee who became a member before July 1, 2013, the monthly benefit is equal to the greater of the following: 1) the sum of a savings annuity, which is the actuarial equivalent of the member's accumulated contributions and a service annuity equal to \$3.50 per year of service; or 2) the average of the five 12-month periods of service as a school employee in which such compensation was the greatest, multiplied by total years of creditable service, multiplied by a formula factor of two percent, and an actuarial factor based on age.

For an employee who became a member on or after July 1, 2013, the monthly benefit is equal to the greater of the following: 1) the sum of a savings annuity, which is the actuarial equivalent of the member's accumulated contributions and a service annuity equal to \$3.50 per year of service; or 2) the average of the five 12-month periods of service as a school employee in which such compensation was the greatest, multiplied by total years of creditable service, multiplied by a formula factor of two percent, and an actuarial factor based on age.

Employees' benefits are vested after five years of plan participation or when termination occurs at age 65 or later. Vested members are eligible to receive an unreduced retirement benefit at age 65.

A member's age will determine eligibility to begin receiving a monthly benefit and if those benefits are reduced or unreduced. Benefit calculations vary with early retirement. At ages 55 to 64, members who are in tier one, two, or three may qualify to receive unreduced benefits under the "Rule of 85" if the member's attained age plus creditable service equals 85 or greater. At ages 60 to 64, members may qualify to receive unreduced benefits under the tier four "Rule of 85" if the member's attained plus creditable Service equals 85 or greater.

For school employees who became members prior to July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost of living adjustment, which is increased by the lesser of the percentage change in the Consumer Price Index for Urban Wage Earners and Clerical Workers or two and one-half percent. The current benefit paid to a retired member or beneficiary is adjusted so that the purchasing power of the benefit being paid is not less than 75 percent of the purchasing power of the initial benefit.

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

For school employees who became members on or after July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost-of-living adjustment, which is increased by the lesser of the percentage change in the Consumer Price Index for Urban Wage Earners and Clerical Workers or one percent. There is no purchasing power floor for employees who fall under this tier.

For the District's year ended August 31, 2022, the District's total payroll for all employees was \$2,180,543. Total covered payroll was \$2,112,054. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

2. Contributions

The State's contribution is based on an annual actuarial valuation. In addition, the State contributes an amount equal to two percent of the compensation of all members. This contribution is considered a nonemployer contribution since school employees are not employees of the State. The employee contribution was equal to 9.78 percent from July 1, 2020, to June 30, 2021, (and from July 1, 2021, through August 31, 2022). The school district (employer) contribution is 101 percent of the employee contribution. The District's contribution to the Plan for its year ended August 31, 2022, was \$208,624.

3. Pension Liabilities

At June 30, 2021 the District had a liability (asset) of (\$1,086,333) for its proportionate share of the net pension liability (asset). (This liability is not recorded in the accompanying modified cash basis financial statements.) The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined using an actuarial valuation as of that date. The NPERS School Plan was 109.90% funded as of June 30, 2021 based on actuarial calculations comparing total pension liability to the plan fiduciary net position. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2021, the District's proportion was 0.0925%, which was a decrease of 0.00006% from its proportion measured as of June 30, 2020.

For the year ended June 30, 2021, the District's allocated pension expense (income) was (\$262,712).

4. Actuarial Assumptions

The total pension liability in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

NOTES TO THE FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

Inflation	2.65 percent
Salary increases, including wage inflation	3.15 – 13.15 percent
Cost-of-Living Adjustment	Members hired before July 1, 2013: 2.15% with a floor benefit equal to 75% purchasing power of original benefit. Members hired on/after July 1, 2013: 1.00% with no floor benefit
Investment Rate Return, net of investment expense, including inflation	7.3 percent

The School Plan's pre-retirement mortality rates were based on the Pub-2010 General Members (Above Median) Employee Mortality Table (100% of male rates for males, 95% of female rate for female), both male and female rates set back one year, projected generationally using MP-2019 modified to 75% of the ultimate rates.

The School Plan's post-retirement mortality rates were based on the Pub-2010 General Members (Above Median) Contingent Survivor Mortality Table (100% of male rates, 95% of female rates), both male and female rates set back one year, projected generationally using MP-2019 modified to 75% of the ultimate rates.

The School Plan's disability mortality rates were based on the Pub-2010 Non-Safety Disabled mortality Table (state table).

The actuarial assumptions used in the July 1, 2021, valuations for the School plan are based on the results of the most recent actuarial experience study, which covered the four-year period ending June 30, 2019. The experience study report is dated December 21, 2020.

The long-term expected real rate of return on pension plan investments was based upon the expected long-term investment returns provided by a consultant of the Nebraska Investment Council, who is responsible for investing the pension plan assets. The return assumptions were developed using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2021, (see the discussion of the pension plan's investment policy) are summarized in the following table:

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return *
U.S. Equity	27.0%	4.5%
Global Equity	19.0%	5.3%
Non-U.S. Equity	11.5%	5.8%
Fixed Income	30.0%	0.7%
Private Equity	5.0%	7.4%
Real Estate	7.5%	4.2%
Total	100.00%	

*Arithmetic mean, net of investment expenses.

5. Discount Rate

The discount rate used to measure the Total Pension Liability at June 30, 2021, was 7.3 percent. The discount rate is reviewed as part of the actuarial experience study, which was last performed for the period July 1, 2015, through June 30, 2019. The actuarial experience study is reviewed by the NPERs Board, which must vote to change the discount rate.

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and contributions from employers and nonemployers will be made at the contractually required rates, actuarially determined. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability. The projected future benefit payments for all current plan members were projected through 2120.

6. Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.3 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.3 percent) or 1-percentage-point higher (8.3 percent) than the current rate:

	Discount Rate	District's proportionate Share of net pension liability
1% decrease	6.3%	\$ 443,097
Current discount rate	7.3%	\$ (1,086,333)
1% increase	8.3%	\$ (2,342,558)

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

7. Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued Nebraska Public Employees Retirement Systems Plan financial report. NPERS issues a publicly available financial report that includes financial statements and required supplementary information for NPERS. That report may be obtained via the internet at http://www.auditors.nebraska.gov/APA_Reports.

B. Other Benefit Plans

Compensated Absences. Vacation and sick leave are recorded when paid. The liability for accumulated unpaid vacation and sick leave benefits has not been accrued for in the financial statements in accordance with the basis of accounting disclosed above. Upon retirement or an untimely death, the teacher/estate will be paid the substitute pay for all sick days not used. The value of this potential future liability was \$85,550 as of August 31, 2022.

C. Federal Food Commodities

The School District received \$6,979 worth of Federal Food Commodities for the year ended August 31, 2022.

D. Commitments and Contingencies

1. Unemployment Compensation:

The School District is self-insuring its unemployment. No funds have been designated for this purpose.

2. Property Tax Receipts:

A movement towards property tax reduction is present in the political and legal environment in the State of Nebraska. The School District will be subject to a tax levy limit of \$1.05 per hundred dollars of assessed valuation for the 2022-2023 year. In addition, the full impact of current legislation and proposed initiatives regarding spending and revenue limitations cannot be assessed.

3. Federal and State Funding:

Due to uncertainty in the current economic environment, future federal and state program funding may be reduced.

4. Long-Term Debt:

a. Bonds Payable

General Obligation Bonds, Series 2016

In June 2016, the School District issued \$3,195,000 in General Obligation Bonds, for the purpose of providing funds for construction and acquisition of additions, renovations, and improvements to its existing school facilities. The bonds call for annual principal and semi-annual interest payments with interest rates of 1.30% to 3.05%. On March 2, 2021, these bonds were refunded

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

by the issuance of Series 2021 General Obligation Bonds, retiring the remaining \$3,195,000 in principal.

General Obligation Bonds, Series 2020

In January 2020, the School District issued \$2,190,000 in General Obligation Bonds Series 2020, for the purpose of refunding the School District's previously issued and outstanding General Obligation Bonds Series 2014. The bonds call for annual principal and semi-annual interest payments with interest rates of 1.45% to 2.50%. The annual debt service requirements are as follows:

Fiscal Year Ending August 31	Principal	Interest	TOTAL
2023	105,000	33,286	138,286
2024	145,000	31,312	176,312
2025	330,000	27,430	357,430
2026	335,000	21,776	356,776
2027	200,000	16,995	216,995
2028-2032	300,000	61,535	361,535
2033-2035	355,000	13,098	368,098
Totals	<u>\$ 1,770,000</u>	<u>\$ 205,432</u>	<u>\$ 1,975,432</u>

General Obligation Bonds, Series 2021

In March 2021, the School District issued \$3,275,000 in General Obligation Bonds Series 2021, for the purpose of refunding the School District's previously issued and outstanding General Obligation Bonds Series 2016. As a result of the refunding, the School District has obtained an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$334,192.

The bonds call for annual principal and semi-annual interest payments with interest rates of 3% to 1.50%. The annual debt service requirements are as follows:

Fiscal Year Ending August 31	Principal	Interest	TOTAL
2023	245,000	28,716	\$ 273,716
2024	210,000	27,868	237,868
2025	-	27,447	27,447
2026	-	27,448	27,448
2027	155,000	26,983	181,983
2028-2032	1,560,000	99,948	1,659,948
2033-2035	860,000	19,022	879,022
Totals	<u>\$ 3,030,000</u>	<u>\$ 257,432</u>	<u>\$ 3,287,432</u>

NOTES TO THE BASIC FINANCIAL STATEMENTS – EXHIBIT E
(Continued)

Following is a summary of changes recorded in the General Long-Term Debt:

b. General Long-Term Debt

	Balance 09/01/21	Increases	Retirements	Balance 08/31/22	Amounts Due Within One Year
General Obligation Bonds (Series 2020)	\$ 1,880,000	\$ -	\$ 110,000	\$ 1,770,000	\$ 105,000
General Obligation Bonds (Series 2021)	3,275,000	-	245,000	3,030,000	245,000
Total	\$ 5,155,000	\$ -	\$ 355,000	\$ 4,800,000	\$ 350,000

E. Risk Management

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. The School District is covered by commercial insurance. Settled claims resulting from these risks have not exceeded commercial coverage in any of the past fiscal years for the district.

F. Implications of COVID-19

The COVID-19 pandemic has impacted the School District operationally and economically. Though the District has remained in in-person learning through the 2021-2022 school year, it has set certain exceptions and modifications to meet health department requirements and specific student or staff situations.

The continuation of free lunches to all students through the end of the school year 2022 has provided significant additional federal resources, which covered the added cost of those programs.

COVID-19 related expenses for the School District for the current year totaling \$101,997 have been or will be reimbursed by Elementary and Secondary School Emergency Relief (ESSER) funds.

The District does not expect any future material financial impact due to the pandemic; however, additional cost will likely be incurred, and remote learning could be necessary at times. ESSER funding will also be used to assist in covering those expenses.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT F

GENERAL FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 1,750,283	\$ 1,382,957
Receipts:		
Local Sources:		
1100 Property Taxes	2,901,949	2,643,179
1115 Carline	9,000	13,852
1120 Public Power Sales Tax	18,000	19,848
1125 Motor Vehicle Taxes	92,000	127,096
1140 Interest on Property Taxes	-	1,656
1311 Tuition	-	1,116
1510 Interest	1,000	2,294
1911 Licenses & Fees	450	420
1951 Receipts from Other School Districts	-	9,108
1990 Other	1,000	198
	3,023,399	2,818,767
County Sources:		
2110 Fines and Licenses	9,000	36,974
2210 Educational Service Unit Receipts	750	1,175
	9,750	38,149
State Sources:		
3110 State Aid	402,190	402,190
3120 Special Education	100,000	172,235
3130 Homestead Exemption	-	22,547
3131 Property Tax Credit	100,000	247,531
3180 Prorate Motor Vehicle	10,000	7,674
3400 State Apportionment	22,000	19,448
3512 Distance Education	7,000	4,221
	641,190	875,846
Federal Sources:		
4505 Title	34,000	48,449
4518 IDEA	-	46,071
4708 Medicaid in Public Schools (MIPS)	1,000	11,527
4709 Medicaid Administrative Activities (MAAPS)	-	5,775
4969 Title IV	-	30,000
	35,000	141,822
Other Non-Revenue Receipts:		
5200 Interfund Transfers	-	7,191
5301 Insurance Proceeds	1,000	-
5320 Sale of Property	-	4,601
5690 Other	75,000	27,313
	76,000	39,105
Other Financing Sources:		
9002 Interfund Loan - Bond Fund	150,000	340,000
Total Receipts	3,935,339	4,253,689
Total Available Resources	5,685,622	5,636,646

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT F
(Cont.)

GENERAL FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
Disbursements:		
Operational Disbursements:		
1100 Instruction	\$ 2,200,000	\$ 2,066,211
1200 Special Education	450,000	358,635
2100 Support Services - Students	297,190	194,344
2200 Support Services - Instruction	144,000	94,185
2310 Board of Education	68,000	32,170
2320 Executive Administration Services	236,000	133,456
2330 Legal Services	7,000	9,853
2400 Office of Principal	363,000	337,794
2510 Central Services	144,000	139,832
2600 Operation and Maintenance of Plant	525,000	372,310
2710 Student Transportation	166,600	152,585
3500 State Categorical Programs	5,000	-
6000 Federal Programs	220,000	254,478
	4,825,790	4,145,853
Total Disbursements		
Other Financing Uses:		
8000 Transfers	150,000	-
9003 Interfund Loan	-	80,000
Total Other Financing Uses	150,000	80,000
Total Disbursements and Transfers	4,975,790	4,225,853
FUND BALANCE, End of Year	\$ 709,832	\$ 1,410,793

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT G

EMPLOYEE BENEFIT FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 34,996	\$ 38,755
Receipts:		
1510 Interest	-	47
5690 Other Non-Revenue Receipts	-	11,347
Total Receipts	-	11,394
 Total Available Resources	 34,996	 50,149
Disbursements:		
2900 Re-Appropriated Funds	34,996	-
Total Disbursements	34,996	-
Other Financing Sources (Uses)		
Transfers Out - General Fund	-	(7,191)
	-	(7,191)
FUND BALANCE, End of Year	\$ -	\$ 42,958

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT H

SCHOOL NUTRITION FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 179,438	\$ 92,171
Receipts:		
1510 Interest	60	38
1611 Lunchroom Sales	20,000	33,059
3150 State Reimbursement	60,000	-
4210 Federal Reimbursement	60,000	169,192
Total Receipts	140,060	202,289
Total Available Resources	319,498	294,460
Disbursements:		
3100 Salaries	97,000	76,608
3100 Employee Benefits	30,000	28,407
3100 Purchased Services	-	595
3100 Supplies	81,000	7,807
3100 Food	95,998	90,051
3100 Capital Outlay	18,000	4,358
3100 Other	-	4,828
Total Disbursements	321,998	212,654
Other Financing Sources:		
5200 Transfers In - General Fund Support	2,500	-
	2,500	-
FUND BALANCE, End of Year	\$ -	\$ 81,806

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT I

ACTIVITY FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 162,362	\$ 161,510
Receipts:		
2900 Activity Fund Receipts	90,000	74,648
Total Receipts	90,000	74,648
Total Available Resources	252,362	236,158
Disbursements:		
2900 Activity Fund Disbursements	252,362	91,865
Total Disbursements	252,362	91,865
FUND BALANCE, End of Year	\$ -	\$ 144,293

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT J

DEPRECIATION FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 314,345	\$ 278,880
Receipts:		
1510 Interest	-	547
Total Receipts	-	547
Total Available Resources	314,345	279,427
Disbursements:		
2900 Re-appropriated Funds	364,345	-
Total Disbursements	364,345	-
Other Financing Sources:		
5200 Transfers In - General Fund Support	50,000	-
FUND BALANCE, End of Year	\$ -	\$ 279,427

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT K

SPECIAL BUILDING FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 226,780	\$ 230,461
Receipts:		
Local Sources:		
1100 Property Taxes	43,969	40,404
1115 Carline Tax	400	210
1120 Public Power District Sales Tax	-	301
1140 Interest & Penalties on Property Taxes	-	27
1510 Interest	200	547
	44,569	41,489
State Sources:		
3130 Homestead	-	341
3131 Property Tax Credit	-	3,750
3180 Pro-rate Motor Vehicle	200	118
	200	4,209
Total Receipts	44,769	45,698
Total Available Resources	271,549	276,159
Disbursements:		
2515 Building Acquisition and Improvements	271,549	-
5000 Debt Service - Other	-	67
Total Disbursements	271,549	67
Other Financing Sources (Uses):		
9001 Interfund Loan from General		80,000
	-	80,000
FUND BALANCE, End of Year	\$ -	\$ 356,092

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT L

BOND FUND
SUPPLEMENTAL SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND
FUND BALANCE - BUDGET AND ACTUAL

YEAR ENDED AUGUST 31, 2022

	Budget (Original and Final)	Actual
FUND BALANCE, Beginning of Year	\$ 662,333	\$ 832,615
Receipts:		
Local Sources:		
1100 Property Taxes	395,720	362,607
1115 Carline	1,000	1,889
1120 Public Power	-	2,707
1140 Interest & Penalties on Property Taxes	-	244
1510 Interest	800	830
1990 Other	3,000	-
	400,520	368,277
State Sources:		
3130 Homestead	-	3,075
3131 Property Tax Credit	-	33,754
3132 Personal Property Tax Credit	-	-
3134 Personal Property Tax Credit-Railroad, Public Serv	-	-
3180 Pro-rate Motor Vehicle	1,400	1,061
	1,400	37,890
Total Receipts	401,920	406,167
Total Available Resources	1,064,253	1,238,782
Disbursements:		
5000 Debt Service - Principal	1,064,253	355,000
5000 Debt Service - Interest	-	64,438
5000 Other	-	867
Total Disbursements	1,064,253	420,305
Other Financing Sources (Uses):		
9000 Interfund Loan - General	-	(340,000)
	-	(340,000)
FUND BALANCE, End of Year	\$ -	\$ 478,477

See Notes to the Supplemental Information -
Supplemental Schedules of Cash Receipts, Disbursements and Fund Balance - Budget and Actual

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT M

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (SI) –
SUPPLEMENTARY SCHEDULES OF CASH RECEIPTS,
DISBURSEMENTS AND FUND BALANCE -
BUDGET AND ACTUAL

AUGUST 31, 2022

A. Basis of Accounting

The budget is prepared on the same modified cash basis of accounting as applied to the governmental funds in the basic financial statements. Receipts and disbursements are reported when they result from cash transactions.

B. Budget and Budgetary Accounting

The School District is required by state law to adopt annual budgets for the General Fund, Depreciation Fund, Employee Benefit Fund, School Nutrition Fund, Special Building Fund, Bond Fund, and Activity Fund. Each budget is presented on the cash basis of accounting, which is consistent with the requirements of the state budget act.

State Statutes of the Nebraska Budget Act provide the prescribed budget practices and procedures that governing bodies are required to follow. The amounts that may be budgeted for certain specific funds are subject to various expenditures and/or tax levy limitations.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

As of August 1, or shortly thereafter, Administration of the School District prepares a proposed operating budget for the fiscal year commencing the following September 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted to obtain taxpayer comments.

If the School District plans to increase their property tax request by more than 2% plus allowable growth, they are required to participate in a Joint Public Hearing. The School District must notify the County Clerk of the need to participate by September 5. The hearing will be held between September 17-28.

Prior to the budget filing date, the budget is legally adopted by the Board through passage of a resolution.

Total actual expenditures may not legally exceed the Total Budget of Expenditures. Appropriations for expenditures lapse at year-end. Revisions require a public hearing and Board approval.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT M

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (SI) –
(Continued)

The property tax request for the prior year shall be the property tax request for the current year for purposes of the levy set by the County Board of Equalization unless the governing body of the School District passes, by a majority vote, a resolution or ordinance setting the tax request at a different amount prior to October 15.

The resolutions shall only be passed after a special hearing called for such purpose is held and after notice is published in a newspaper of general circulation in the area of the school district at least four days prior to the hearing.

Any resolution setting a tax request at a different amount than the prior year tax request shall be certified and forwarded to the County Clerk prior to October 15.

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT N

GENERAL FUND
SUPPLEMENTAL SCHEDULE OF OPERATIONAL CASH DISBURSEMENTS
MODIFIED CASH BASIS
FOR THE YEAR ENDED AUGUST 31, 2022

	2022	For Comparative Purposes Only 2021
Instruction - Non Special Education:		
Salaries:		
Teachers	\$ 1,149,443	\$ 863,491
Aides and Assistants	7,220	-
Substitutes	32,465	35,067
Non- Instructional	32,795	327,292
Employee Benefits	579,054	569,642
Purchased Services	29,902	20,498
Supplies and Materials	201,666	182,214
Textbooks	14,950	20,133
Capital Outlay	-	5,148
Other	18,716	49,928
Total Instruction	2,066,211	2,073,413
Special Education:		
Salaries:		
Teachers	125,603	117,853
Substitutes	5,610	7,283
Clerical and Paraprofessional Staff	88,386	71,311
Employee Benefits	83,489	78,207
Purchased Services	30,697	42,790
Supplies and Materials	24,391	25,635
Other	459	64
	358,635	343,143
Support Services - Students:		
Salaries:		
Professional Staff	61,731	60,705
Non-Instructional	-	8,575
Employee Benefits	33,970	39,529
Purchased Services	98,261	86,189
Supplies and Materials	382	536
	194,344	195,534
Support Services - Instruction:		
Clerical and Paraprofessional Staff	54,609	53,539
Employee Benefits	30,873	32,684
Purchased Services	6,948	1,429
Supplies and Materials	1,755	7,220
	94,185	94,872

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT N
(Cont.)

GENERAL FUND
SUPPLEMENTAL SCHEDULE OF OPERATIONAL CASH DISBURSEMENTS
MODIFIED CASH BASIS

FOR THE YEAR ENDED AUGUST 31, 2022

	For Comparative Purposes Only	
	2022	2021
General Administration - Board of Education:		
Employee Benefits	\$ 24,066	\$ -
Purchased Services	3,661	1,068
Supplies and Materials	264	923
Other	4,179	8,841
	32,170	10,832
General Administration - Executive Administration Services:		
Salaries:		
Administrative Staff	81,375	91,790
Clerical Staff	2,962	3,018
Employee Benefits	31,466	49,515
Purchased Services	4,622	2,746
Supplies and Materials	4,891	2,931
Capital Outlay	-	2,599
Other	8,140	3,979
	133,456	156,578
District Legal Services:		
Legal Services	9,853	4,165
Office of Principal:		
Salaries:		
Professional Staff	146,718	169,583
Clerical Staff	73,694	60,653
Employee Benefits	109,229	64,413
Purchased Services	3,575	1,167
Supplies and Materials	4,276	1,802
Other	302	129
	337,794	297,747
Central Services:		
Salaries:		
Non-Instructional	65,063	-
Employee Benefits	16,882	-
Purchased Services	22,959	24,385
Audit and Accounting Services	10,629	300
Supplies and Materials	24,199	31,578
Other	100	2,290
	139,832	58,553
Operation and Maintenance of Plant:		
Salaries	75,517	79,153
Employee Benefits	28,255	28,734
Purchased Services	83,032	79,763
Supplies and Materials	90,480	95,685
Capital Outlay	93,451	99,526
Other	1,575	4,549
	372,310	387,410

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

EXHIBIT N
(Cont.)

GENERAL FUND
SUPPLEMENTAL SCHEDULE OF OPERATIONAL CASH DISBURSEMENTS
MODIFIED CASH BASIS

FOR THE YEAR ENDED AUGUST 31, 2022

	2022	For Comparative Purposes Only 2021
Student Transportation:		
Salaries	\$ 36,459	\$ 35,287
Employee Benefits	9,146	4,799
Purchased Services	29,200	18,684
Supplies	41,373	20,760
Mileage to Parents	23,939	24,519
Capital Outlay	10,967	19,011
Other	1,501	942
	152,585	124,002
State Categorical Programs		
Other	-	293
	-	293
Federal Programs:		
Title I	103,011	96,375
IDEA	49,470	46,071
ESSER I	40,323	-
ESSER II	61,674	-
	254,478	142,446
Interfund Loans		
Building Fund	80,000	-
	80,000	-
 Total Operational Cash Disbursements	 \$ 4,225,853	 \$ 3,888,988



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

To the Board of Education
South Platte Public Schools
Big Springs, Nebraska 69122

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of South Platte Public Schools (the School District), Big Springs, Nebraska, as of and for the year ended August 31, 2022, and the related notes to the financial statements which collectively comprise the School District's basic financial statements, and have issued our report thereon dated November 5, 2022. Our report disclosed that, as discussed in Note 1 to the financial statements, the School District prepares its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

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 or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2022-001, that we consider to be a significant deficiency.

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*.

South Platte Public Schools' Response to Findings

The School District's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 blue ink that reads "Rauner & Associates, P.C." with a stylized flourish at the end.

Rauner & Associates, P.C.
Sidney, Nebraska

November 5, 2022

SOUTH PLATTE PUBLIC SCHOOLS
BIG SPRINGS, NEBRASKA

SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED AUGUST 31, 2022

FINANCIAL STATEMENT FINDINGS

2022-001: SIGNIFICANT DEFICIENCY, Segregation of Duties

Condition: Due to the size of the organization and limited personnel, the ability for the entity to segregate duties is limited, however, the School District has implemented mitigating controls.

Criteria: Proper internal accounting controls require segregation of duties so that no one individual has access to the accounting records or handles a transaction from inception to completion.

Effect: Intentional or unintentional errors could be made and not be detected within a timely period by the School District's management in the normal course of performing their assigned functions.

Recommendation: A remedy for this situation would be for the School District to hire additional accounting staff to allow for proper internal accounting control and segregation of duties.

Response: At this time, the School District's management believes that the benefit of eliminating this significant deficiency does not outweigh the costs of hiring additional accounting staff to allow for proper segregation of duties.