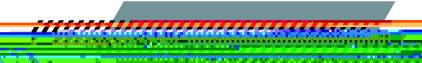


# SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS DOUGLAS COUNTY, NEBRASKA

# ANNUAL FINANCIAL STATEMENTS AND ACCOMPANYING INDEPENDENT AUDITOR'S REPORTS

AUGUST 31, 2022



# School District #17 – Millard Public Schools Douglas County, Nebraska

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# School District #17 – Millard Public Schools Douglas County, Nebraska

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#### **Independent Auditor's Report**

Board of Education School District #17 – Millard Public Schools Douglas County, Nebraska

#### **Report on the Financial Statements**

#### **Opinions**

We have audited the accompanying cash basis financial statements of the governmental activities and each major fund of the School District #17 – Millard Public Schools, Douglas County, Nebraska (the "District), as of and for the year ended August 31, 2022, and the related notes to basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective cash basis financial position of the governmental activities and each major fund of the District as of August 31, 2022, and the respective changes in financial position for the year then ended in accordance with the 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 the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### 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 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 the financial statements in accordance with the cash basis of accounting described in Note 1, and for determining that the 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 GAAS will always detect a material misstatement when it exists. The risk of not detectinbo3ehS0 gsnTT1 1 Tf04 (mis)5mnoand t ce high level

# Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that

# BASIC FINANCIAL STATEMENTS

#### School District #17 - Millard Public Schools Douglas County, Nebraska Statement of Net Position - Cash Basis August 31, 2022

#### Assets

	G	overnmental Activities
Cash Investments	\$	39,134,734 142,859,284
Total assets	_\$	181,994,018
Net Position		
Restricted for Special Building Debt Service Unrestricted Board designated	\$	72,158,693 19,334,424
Employee Benefit Depreciation Student Activities Student fees Contingency Undesignated Total netposition		8,257,020 20,336,792 5,087,731 386,233 2,410,157 54,022,968 181,994,018

					Net (Expense)
					Revenues and
					Changes in
			Program Revenue	es	Net Position
			Operating	Capital Grants	
		Charges for	Grants and	and	Governmental
	Expenditures	s Services	Contributions	Contributions	Activities
Governmental activities					
Instructional services	\$ 161,304,8	322 \$ 918,393	\$ 18,706,040	\$-	\$ (141,680,389)
Support services and facilities	83,838,	- 680	-	-	(83,838,680)

#### School District #17 - Millard Public Schools

#### Statement of Assets and Fund Balances - Cash Basis - Governmental Funds August 31, 2022

Accesto	General Fund		Special Building		School Nutrition	Act	tivities Fund	S	tudent Fees Fund	D	ebt Service Fund	G	Total overnmental Funds
Assets Cash	¢ 20.000.427	ድ		¢	4 015 961	¢	1 5 4 2 2 4 2	¢	206 222	ው		ው	20 124 724
Investments	\$ 29,990,427 50,820,649	\$	- 72,158,693	\$	4,215,861 -	\$	4,542,213 545,518	\$	386,233 -	\$	- 19,334,424	\$	39,134,734 142,859,284
Due from (to) other funds	253,130		-		(253,13 <b>0</b>		-		-		-		-
Total assets	\$ 81,064,206	\$	72,158,693	\$	3,962,731	\$	5,087,731	\$	386,233	\$	19,334,424	\$	181,994,018
Fund Balances Restricted													
Capital Projects	\$-	\$	72,158,693	\$	-	\$	-	\$	-	\$	-	\$	72,158,693

#### School Dstrict #17 - Millard Public Schools

#### Statement of ReceiptsDisbursements, and Changes in Fund Balances - Cash Basis - Governmental Funds Year Ended August 31, 2022

Receipts	General Fund	Special Building	School Nutrition	Activities Fund	Student Fees Fund	Debt Service Fund	Total Governmental Funds
Local receipts \$	151,116,401 \$	6,569,002	\$ 181.161	s -	\$-	\$ 16.088.117	\$ 173,954,681
County receipts	638.841	- 0,303,002	φ ισι,ισι	ψ -	ψ -	φ 10,000,117 -	638.841
State receipts	99,996,356	144,678	-	_	-	379.594	100,520,628
Federal receipts	12,097,010	5,462,309	14,162,939	-	-		31.722.258
Sales of lunch	-		1,920,907	· _	-	-	1,920,907
Interes	73,463	271,860	62	-	-	42,412	387,797
Categorical grants from corporations and other private interest	,	,		-	-		1.977.616
Non-revenue receipts	1,336,582	1,845,130	-	7,805,962	433,264	-	11,420,938
Total revenues	267,236,269	14,292,979	16,265,069	7,805,962	433,264	16,510,123	322,543,666
	- , ,	, - ,	-,,	,,.	, -	-,, -	- ,,
Expenditures							
Instructional services	129,748,109	-	-	-	-	-	129,748,109
Support servicesnal fadities	83,838,680	-	-	-	-	-	83,838,680
Other salaries and benefits	-	-	5,178,850		-	-	5,178,850
Supplies and materials	-	37,882	96,299	-	-	-	134,181
Purchased services	31,556,713	2,747,683	6,756,573	-	-	-	41,060,969
Capital outlage	2,549,154	11,239,712	46,313	-	-	-	13,835,179
Building and site acquisition and improvention	628,567	20,297,613	-	-	-	-	20,926,180
Other	947,391	-	4,433	7,660,199	362,097	-	8,974,120
Redemption of principal	-	-	-	-	-	11,405,000	11,405,000
Debt service interest and fiscal charges	96,646		-	-	-	8,649,437	8,857,801
Total expenditures	249,365,260	34,434,608	12,082,468	7,660,199	362,097	20,054,437	323,959,069
Excess of receipts over (under) expenditures	17,871,009	9 (20,141,629)	4,182,601	145,763	71,167	(3,544,314)	(1,415,403)
Other Financing Sources							
Proceeds from the issuance of bonds	-	9,480,000	-	-	-	38,770,000	48,250,000
Bond premium		518,272		-	-	-	518,272
Payments to refunding bond agen	-	-	-	-	-	(35,145,000)	,
Transfers in	-	-	-	6,153	-	-	6,153
Transfers ou	(6,153)	-	-	-	-	-	(6,153)
Total other financing sources	(6,153)	9,998,272	-	6,153	-	3,625,000	13,623,272
Net change in fund balances	17,864,856	(10,143,357)	4,182,601	151,916	71,167	80,686	12,207,869

# NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Measurement Focus and Basis of Accounting

Measurement focus is a term used to describecht/hiansactions are recorded within the various financial statements. Basis of accounting refel\*syteen" transactions are recorded, regardless of the measurement focus applied.

#### **Measurement Focus**

In both the government-wide financial statements and the fund financial statements, the governmental activities are presented using a **basis** measurement focus. Their reported net position/fund balance is considered a measure variable cash and investments." The operating statements focus on cashceived and cash disbursed.

#### Basis of Accounting

In the government-wide and thenfd financial statemens, the District prepares its financial statements using the cash basis of accounting. Accordingly, uses are recognized when cash is received by the District and expenditures received when cash is disbursed. This basis is a comprehensive basis of accounting other the argely accepted accounting principles in the United States of America.

This basis of accounting is applied all transaction, sincluding the disbursements for capital assets, receipt of proceededs m issuance of debt and retirement of debt.

#### Equity Classification

#### Government-wide Statements

Equity is classified as net positi and displayed in two components:

- a. Restricted net position Consists of net positivith constraints placed on the use either by 1) external groups, such as dtecs, grantors, contributors or laws and regulations of other governments; or 2) law through constitution provisions or enabling legislation.
- b. Unrestricted net position All other net position thandomeet the definition of "restricted." However, if the funds haved designated by the Bdaof Education, these funds have been shown separatelodistinguish their designation.

It is the District's policy to first use restricted position, then use unrestricted net position, when a disbursement is made for purposes which both restricted and unrested net position are available.

# NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

# Equity Classification (Continued)

# Fund Financial Statements (Continued)

- d. Assigned Amounts in the assignfeind balance classification are intended to be used by the District for specific purposes but do **mot**et the criteria to be classified as restricted or committed. In governmentantials other than the General Fund, assigned fund balance represents then agining amount thats not restricted or committed. In the General Fund, assigned amounts representated uses established by Board of Education or a District Andinistrator delegated that authority by the Board of Education.
- e. Unassigned This fund balance is **tes**idual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unagested classification is used by to report a deficit balance resulting from overspecting for specific purposes which amounts had been restricted, committed, or assigned.

The District applies restricted resourcest finds en expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned ansound en expenditures and for purposes for which amounts in any of the unrestricted balance classifications could be used.

#### Internal and Interfund Balances and Activities

In the process of aggregating thinancial information for the government-wide financial statements, some amounts reported as interfundivity and balances in the fufidancial statements have been eliminated or reclassified.

Interfund transfers, the flow of saets from one fund to another where payment is not expected, are reported as cash receipts an solution of the second secon

In addition, the School Nutritin Fund borrowed \$253,130 from the Great Fund for general operations during the year ended August 31, 20202d that amount is still outstain g and shown on the Statement of Assets and Fund Balances -scalasis – Governmental Funds.

# NOTE 2 – BUDGET PROCESS AND PROPERTY TAXES

The District is required by **st**e law to adopt annual budgets floe General Fund, Special Building Fund, School Nutrition Fund, Employee Benefit Fu@dntingency Fund, Depreciation Fund, Activities Fund, Student Fees Fund, and Debt Service Fitmech budget is presented on the cash basis of accounting, which is consistent withethequirements of the state budget act.

State Statues of the Nebraskade et Act provide the prescribed butdge actices and procedures that governing bodies are required to follow. The amount may be budgeted for certain specific funds are subject to various expendes and/or tax levy limitations.

The District follows these procedes in establishing the budgetarytads effected in the accompanying financial statements:

- x Prior to August 1, the Superintendent submitthe Board of Eduction a proposed operating budget for the fiscal year commencing the forilog September 1. The operating budget includes proposed expenditures and theans of financing them.
- x A hearing is conducted at a public meeting to obtain public comments.
- x The budget is legally adopted by the Board **dufa**tion through passage **a** of esolution and is filed with the appropriate age rescion or before September 20.
- x Total fund expenditures may not legally exceeded to propriations at the fund level or for "regular education" in the geral fund without holding a plub budget hearing and obtaining approval from the Board of Eduicant. Appropriations lapse atsteal year-end and any revisions require Board approval.

The property tax requirement resulting from the budget **proise**utilized by the County Assessor to establish the tax levy in accordancie/hwState Statutes, which tax levy/randhes as an enforceable lien on property within the District as of December 31. The tax becomes due at that date with the first half becoming delinquent on April 1 and the secon/d/brecoming delinquent/on August 1 following the levy date.

The 2021 property tax valtion was \$12,624,27360. The combined tax rate to be District for the year ended August 31, 222 was 1.219100 per \$100 assessed valuation.

# NOTE 3 – DEPOSITS AND INVESTMENTS

Nebraska Statutes §79-408, §79-1042 and §79-1043 der the Districtnay, by and with the consent of the Board of Education the District, invest the funds the District in securities, including repurchase agreements, the nature hold individuals of prudence, subtration, and intelligence acquire or retain in dealing with the property of another.

# NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

## Deposits

As of August 31, 2022, the carrying amount of District's depositors \$39,134,734 and the bank balance was \$40,872,532.

While the District maintains separate bank accounts for individual funds for cash flow and investment purposes the District occasionally pools cashars of their cash management procedures.

#### Investments

Investments include \$102,979,564Nebraska School District Liquid Asset Fund Plus and which is similar in nature to an open-end mutual fund design pecifically for Nebraska school entities, investing only in those securities allowable for such entities undebraska Law. These investments are reported at fair value.

Investments also include \$39,879,720 in money market funds. These investments are reported at fair value.

#### Risks

The District attempts to mitigathe following types of deposit aind/estment risks through compliance with the State Statutes referred to above. The thypes of deposit and inverse in trisks are as follows:

- x <u>Custodial Credit Ris</u>k for deposited investments, custodial credit risk is the risk that in the event of the failure of a bank other counterparty, the District livinot be able to recover the value of its deposits or collateral sections in the possession of a third-party.
- x <u>Interest Rate Risk</u> for depositsdainvestments, interest rate risk that the value of deposits will decrease as a resulta rise in interest rates.

The bank balances of the District eposits are insured rthugh federal depository insurance coverage or collateral held by the District's agent in the District in ame. At August 32,022, the entire bank balance was covered by the Federal Deposit Insurance

# NOTE 4 – FUNDS HELD BY COUNTY TREASURER

These funds were transferred to **Die**trict subsequent to August 31, **20a**nd are not included as receipts or cash balances in the financial statements:

	Sarpy County			ouglas County
General Fund	\$	763,875	\$	8,355,132
Debt Service Fund		50,876		1,855,035
Building Fund		19,497		712,043

NOTE 5 – NEBRASKA SCHOOL EMLOYEES RETIREMENT SYSTEM

### Plan Description

The District contributes to the Nebraska School Employees Retitestysetem, a cost-sharing multipleemployer defined benefit pension plan administery the Nebraska Public Employees Retirement System (NPERS). NPERS provides retirement and disability benefits to phaberrseand beneficiaries. The School Employees Retirement Asstablishes beneforvisions.

In 1945, the Nebraska Legislature **enced** the law establishing retirement plan for chool employees of the State. During NPERS fiscal year ended June 30, 2021, there vor article planting school districts. These were the districts that had contributions the fiscal year All regular public school employees in Nebraska, other than those who have their own retirelaness (Class V school districts, Nebraska State Colleges, University of Nebraska State Colleges), are members of the plan.

Normal retirement is at a gets. For an employee who became a member before July 1, 2013, the monthly benefit is equal to the great of the following: 1) the suronf a savings annuity, which is the actuarial equivalent of the member's accumulated ributions and a service annuity equal to \$3.50 per year of service; or 2) the average of the threen to 2 th periods of service asschool employee in which such compensation was the greatest, multipliet to tay years of creditable service, multiplied by a formula factor of two percent, and actuarial factor based on age.

For an employee who became a member on or aftyeft J2013, the monthly benefit is equal to the greater of the following: 1) the sum of a savings annuity, which the actuarial equivalent of the member's accumulated contributions a service annuity eql to \$3.50 per year of service; or 2) the average of the five 12-month periods of service as a school employee insubic compensation was the greatest, multiplied by total years of credite service, multiplied by a formula factor of two percent, and an actuarial factor based on age.

Benefit calculations vary with early tirement. Employees' benefits an ested after five years of plan participation or when termination occurs at age 65 or later.

NOTE 5 – NEBRASKA SCHOOL EMLOYEES RETIREMENT SYSTEM (CONTINUED)

Pension Asset (Continued)

For the year ended June 30, 2021, the Distriallocated pension income was \$19,682,452.

**Actuarial Assumptions** 

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

Inflation Salary increases, including wage 2.65 percent

# NOTE 5 – NEBRASKA SCHOOL EMLOYEES RETIREMENT SYSTE M (CONTINUED)

Actuarial Assumptions (Continued)

The long-term expected alrate of return on pension planinestmets was based upon the expected long-term investment returns on planing term investment returns on pension planing the Nebkashvestment Council, who is responsible for investing the people plan assets. The return assumptions were descelors a b

# NOTE 5 – NEBRASKA SCHOOL EMLOYEES RETIREMENT SYSTEM (CONTINUED)

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

The following presents the Districtor proportionate share of the net pieons liability calculated using the discount rate of 7.3 percent, as well as what the District's proportishate 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 ligher (8.3 percent) than the current rate:

	Discount rate	District's proportionate Share of net pension liability (asset)
1% decrease	6.3%	\$ 32,339,704
Current discount rate	7.3%	(79,286,671)
1% increase	8.3%	(170,973,046)

# Plan Fiduciary Net Position

Detailed information about the Plan's fiduciarly **pe**sition is available in the separately issued Nebraska Public Employees Retinent Systems Plan financia port. NPERS issues a publicly available financial report that induces financial statements and required supplementary information for NPERS. That report may be obtained by writing NPERS, P.O. Box 94816, Lincoln, NE 68509-4816, by calling 1-800-245-5712 on the internet attp://www.auditors.nebraska.gov

NOTE 6 - COMMITENTS AND CONTINGENCIES-0.026 Tw (]TJ 12ft PositTJ 0.0006 Tc NC)54esn16onda

NOTE 6 – COMMITENTS AND CONTINGENCIES (CONTINUED)

# NOTE 6 – COMMITENTS AND CONTINGENCIES (CONTINUED)

# Bond Issuance and Refunding (Continued)

At a meeting held on March 7, 2022, the board approved the issuance of bonds in the total amount not to exceed \$10,000,000. A general ob**tiga** was issued March 31, 2022,**time** amount of \$9,480,000 with an interest rate of 4.00%. The purpose of the **bsopc**bviding funds to pay a portion of the costs of various capital projects approved by the voters o**Dise**rict. This bond was issued at a premium of \$518,272 and bond issue costs\$111,718, resulting inet proceeds of \$9,886,553.

# Lease Commitment

The District has non-cancelable operguiease agreements for the following:

- x Twenty-seven vans used for transportation **uden**ts in special education programs expiring on various dates through February 2027.
- x Vehicles used by administration and maintena here leases expire on various dates through August 2025.
- x Several copiers used throughout the Disterpring on varios dates through 2026.

# Future minimum lease paymentors all leases are as follows

	 Amount
2023 2024	\$ 196,126 145,099
2025	73,122
2026	16,643
2027	 2,168
	 433,158

The total paid for lease commitme for the year ended August 31,220 was \$247,374 all of which was paid-out of the General Fund.

# Grant Program Involvement

The District participates in a numerbof state and federally assistered grams. These programs are subject to financial and compliance audits of various agenerized departments, many of which have not yet been performed. The District's management believes the authount of expenditures, if any, which may be

# NOTE 6 – COMMITENTS AND CONTINGENCIES (CONTINUED)

# Compensated Absences

As a result of the District's use the cash basis of accounting, aread labilities related to compensated

NOTE 6 – COMMITENTS AND

#### School District #17 - Millard Public Schools Douglas County, Nebraska Budgetary Comparison Schedule - Cash Basis - General Fund Year Ended August 31, 2022

	Ori	ginal & Final Budget		Actual Amounts	Fir	ariance with nal Budget - ver (Under)
Budgetary fund balance, September 1, 2021, as previously rep Prior period adjustment Budgetary fund balance, September 1, 2021, restated	orted	-	\$	40,091,244 151,062 40,242,306		
Receipts						
Local sources	•				•	
Local property taxes Motor vehicle taxes	\$	132,054,256		132,514,839	\$	460,583
Carline tax		13,000,000 10,000		13,607,433 8,682		607,433 (1,318)
Public power district sales tax		3,750,000	)	4,392,250		642,250
Tuition releved from individuals - summer school		250,000		261,163		11,163
Local fines and license fees		250,000		299,484		49,484
Categorical grants from corporations and private interest	s		-	1,902,583		1,902,583
Other local receipts		-		32,550		32,550
Local property taxes				150 010 001		-
Total local sources		149,314,256		153,018,984		3,704,728
County sources						
Fines and licenses		750,000		638,841		(111,159)
						( , )
State sources						
State aid		73,782,429		73,782,429		-
Special education		12,000,000		12,540,301		540,301
Special education transportation		1,200,000	0	659,158		(540,842)
Homestead exemption		-		3,121,903		3,121,903
Personal property tax		-		6,140,378		6,140,378
Pro-rata motor vehicle		250,000		302,115		52,115
State apportionment		3,000,000		3,192,095		192,095
Textbook loan		- 75,000		61,545 196,432		61,545 121,432
Other state receipts Total state sources		90,307,429	<u>,                                     </u>	99,996,356		9,688,927
		30,307,423	,	33,330,330		3,000,321
Federal sources						
Title I, Part A		2,000,000		1,463,475		(536,525)
Special education - grants to states		4,602,40	)1	90,512		(4,511,889)
Special education - additional funds		-		4,429,037		4,429,037
Special education - other funds		-		18,171		18,171
ESSER II		4,000,000		4,005,836		5,836
Medicaid in public schools		500,000	~~	918,393		418,393
Federal vocational and applied technology education		130,0	00	127,545		(2,455)
Other federal receipts		9341,302 15,173,703	,	1,119,074 12,172,043		(2,822,228)
Total federal sources		15,175,705	)	12,172,043		(3,001,660)
Interest		10,000		28,167		(21,833)
Non-revenue sources:						
Non-revenue receipts				63,944		63,944
Total receipts	\$	255,555,388	\$	265,918,335	\$	10,362,947

Bud

#### Budgetary Comparison Schedule - Cash Basis - School Nutrition Fund Year Ended August 31, 2022

Budgetary fund balance, September 1, 2021		\$ (219,870)	
Receipts:			
Sale of lunches/mil	\$ 1,150,000	1,920,907	\$ 770,907
Interest	-	62	62
State reimbursement	50,000	-	(50,000)
Federal reimbursement	13,124,178	14,162,939	1,038,761
Local receipts	1,100,000	181,161	(918,839)
Total receipts	15,424,178	16,265,069	840,891
Disbursements:			
Salaries and benefits	5,620,000	5,178,850	(441,150)
Supplies and materials	1,050,000	142,612	(907,388)
Contracted services	7,500,000	6,756,573	(743,427)
Other	-	4,433	4,433
Equipment	10,000	-	(10,000)
Total disbursements	14,180,000	12,082,468	(2,097,532)

#### Budgetary Comparison Schedule - Cash Basis - Ephoyee Benefit Fund Year Ended August 31, 2022

Budgetary fund balance, September 1, 2021		\$	6,816,957		
Receipts: Interest Other receipts	\$	1,500 200,000	17,170 852,487	\$	15,670 (347,513)
Operational transfers from the General Fund General fund		30,000,000	32,159,343		2,159,343
Total receipts		32,01,500	33,029,000		1,827,500
Disbursements: Purchased services Other		38,605,045 -	31,556,713 32,224		(7,048,332) 32,224
Total disbursements		38,605,045	31,588,937		(7,016,108)
Excess (deficiency) of receipts over disbursements	\$	40(87,545)	1,440,063	\$	8,843,608
Budgetary fund balance, August 31, 2022		\$	8,257,02	20	

#### School District #17 - Millard Public Schools Douglas County, Nebraska Budgetary Comparison Schedule - Cash Basis - Deciation Fund Year Ended August 31, 2022

	Original and Final Budget		Actual Amounts		ariance with nal Budget - ver (Under)
Budgetary fund balance, September 1, 2021, as previously reported Prior period adjustment Budgetary fund balance, September 1, 2021, restated		-	\$ 14,132,660 7,427 14,140,087		
Receipts Interest	\$	10,000	23,504	\$	13,504
Operational transfers from the General Fund General fund Total receipts		10,000	7,474,878 7,498,382		7,474,878 7,488,382
Disbursements Capital outlays: Furniture and equipment Building and site acquisition and improvement Total disbursements		7,043,864 	- 628,567		(6,370,754) 628,567 (6,370,754)
Excess (deficiency) of receipts over disbursements	\$	03(\$7,864)	6,196,705	\$	13,859,136
Budgetary fund balance, August 31, 2022		-	<u>\$ 20,336,</u> 79	92	

#### Budgetary Comparison Schedule - Cash Basis - Contigency Fund Year Ended August 31, 2022

	Actual Amounts				
Budgetary fund balance, September 1, 2021		\$	2,000,000		
Receipts Interest Other Total receipts	\$	-	4,622 420,151 424,773	\$	4,622 420,151 424,773
Disbursements Judgments Insurance Claims		- 2,000,000 6.5 (14,516) <b>]</b> €J	100 14,516 J0\$0000402015cT-∿0	. <b>00</b> ī	100 (1,985,484) ™ ™ 56(6)556079313(93(0)56 5-6

Budgetary Comparison Schedule - Cash Basis - Activities Fund Year Ended August 31, 2022

> Actual Amounts

Budgetary Comparison Schedule - Cash Basis - Student Fees Fund Year Ended August 31, 2022

> Actual Amounts

\$

Budgetary fund balance, September 1, 2021

315,066

Receiptsust 31, 2022

Actual

# Budgetary Comparison Schedule - Cash Basis - Debt Service Fund Year Ended August 31, 2022

	Actual Amounts			
Budgetary fund balance, September 1, 2021		\$	19,253,738	
Receipts Local sources: Local property taxes	\$	14,685,193	15,598,279	\$ 913,086

## School District #17 – Mllard Public Schools Douglas County, Nebraska

#### Notes to Other Supplementary Information – Budgetary Comparison Schedules

## 1. BUDGETARY ACCOUNTING

The District prepares its budget for the GovernaleFunds on the cash basis of accounting. This basis is consistent with the basis actounting used in presenting the basic financial statements. Under this method of accounting\_radkpended appropriations lapse at the end of the budget year.

The term "Budgetary Fund Balance" used isstance by the terms "Fund Balance – Cash Basise'duis the basic financial statements.

## 2. PRESENTATION

Government Auditing Standards requires that exporting purposes, the General Fund include all activity of funds that do not generate a signalifit amount of revenues from outside sources. Therefore, in the fund financial statementation, Depreciation Fund, Exployee Benefit Fund and Contingency Fund have been included in the General Fund since their revenues are mainly derived from transfers from the General Fund. Howesience the Depreciationulind, Employee Benefit Fund and Contingency Funde required by state law to addresir own budget, their respective budgetary schedule has been included here.

Receipts	
Local receipts	
1100 Local district taxes	\$ 132,514,839
1115 Carline tax	8,682
1120 Public power district sales tax	4,392,250
1125 Motor vehicle taxes	13,607,433
1312 Tuition eceived from individuals general education	261,163
1510 Interest on investments	28,167
1921 Local sources and police court fines	299,484
1925 Categorical grants from corporations & other private interests	2,475,617
1980 Other refund of prior year's expenditures	28,000
Total local receipts	153,615,635
County receipts	
2110 County fines and license fees	638,841
Total county receipts	638,841
State receipts	
3110 State ali	73,782,429
3120 Special education (school age)	11,818,106
3125 Special education transportation (school age)	659,158
3130 Homestead exemption	3,121,903
3131 Property tax cretdi	6,140,378
3155 Textbook loan	61,545
3165 Flex funding: ages 0-5 support services	87,498
3166 Flex funding: school age support services	634,697

#### Disbursements Program

ogram	
1100 Regular instructional programs	118,657,443
1125 Regular instructional programs school age (flex-spending)	2,046,243
1150 Limited english proficiency programs	2,055,241
1160 Poverty programs	4,328,208
1190 Early childhood educational programs	489,954
1195 Regular instructional programs below age five	225,285
1200 Special education instruction programs	23,372,608
1291 Special education instruction programs - ages 3-5	308,138
1292 Special education instruction programs - ages 0-2	209,268
1300 Summer school	1,433,004
2100 Support services - pupils	12,593,166
2200 Support servies - staff	6,185,887
2300 Support services - general administration	16,881,812
2400 Office of the principal	12,924,520
2500 Central services	7,426,477
2600 Support services - maintenance and operation of building and site	25,046,359
27RG Support services - regular pupil transportation	1,317,695
27S.2(7(ic)-6(9n.,477)Tj 1,c ( )Tj -37.9089 -1.125 TD .0002 Tc .0001 Tw	[(2500 f)]TJ 40.2686895924krt a00 ft5am]

#### Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	\$ 82,302,050
Cash Receipts:	
Local property taxes	5,608,745
Carline tax	371
Public power district sales tax	187,197
Other local receipts	511,147
Homestead exemptions	131,773
Pro-rata motor vehicle	12,905
Property tax credit	261,500
Other state receipts	42
Other federal receipts	5,462,309
Interest	271,860
Proceeds frombond issuance	9,480,000

School District #17 - Millard Public Schools Douglas County, Nebraska Schedule of Cash Rec**pt**s, Disbursements, and Fund Balance Cash Basis - Actual - School Nutrition Fund Year Ended August 31, 2022

Fund balance, September 1, 2021	\$ (219,870)
Cash receipts:	
Sale of lunches/mil	1,920,907
Interest	62
Federal reimbursement	14,162,939
Local receipts Special functions	87,563 93,598
Total cash receipts	16,265,069
Total funds available	16,045,199
	10,040,100
Cash disbursements:	
Food services operations	12,082,468
Total cash disbursements	12,082,468
Fund balance, August 31, 2022	<u>\$ 3,962,7</u> 31
Analysis of fund balance	
Cash in bah	\$ 4,215,861
Checking accounts Investments	\$   4,215,861 -
Due to General Fund	(253,130)
Total fund balance	\$ 3,962,731
	+

Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	\$ 19,253,738
Cash receipts:	
Local sources:	
Local property taxes	14,915,669
Carline tax	993
Public power district	488,845
Homestead exemption	344,746
Property tax credit	682,610
Agriculture state tax credit	112
Pro-rata motor vehicle	34,736

#### School District #17 - Millard Public Schools Douglas County, Nebraska Schedule of Cash Rec**pt**s, Disbursements, and Fund Balance Cash Basis - Actual - Contigency Fund Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	\$ 2,000,000
Cash receipts: Interest Other receipts Total cash receipts	4,622 <u>420,151</u> 424,773
Cash disbursements Judgments Insurance Claims Total cash disbursements	100 14,516 14,616
Fund balance, August 31, 2022	\$ 2,410,157
Analysis of fund balance Cash in ban Checking Investments Total fund balance	\$- 2,410,157 \$2,410,157

		Actual Amounts
Fund balance, September 1, 2021 Prior period adjustment Fund bænce, September 1, 2021, as restated	\$	14,132,660 7,427 14,140,087
Cash receipts:		
Interest Operational transfers from the General Fund		23,504 7,474,878
Total cash receipts		7,498,382
Cash disbursements: Other support services Total cash disbursements	•	1,301,677 1,301,677
Fund balance, August 31, 2022	\$	20,336,792
Analysis of fund balance Cash in ba <mark>n</mark> Checking	\$	

Actual Amounts

Fund balance, September 1, 2021

Cash receipts:

Interest

\$ 6,816,957

17,170

#### School District #17 - Millard Public Schools Douglas County, Nebraska Budgetary Comparison Schedule - Cash Basis - Activities Fund Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	\$ 4,935,815
Cash receipts: Activities revenue Total cash receipts Total funds available	7,812,115 7,812,115 12,747,930
Cash disbursements: Current Total cash disbursements	7,660,199
Fund balance, August 31, 2022	<u>\$ 5,087,731</u>
Analysis of fund balance Cash in bahn Checking accounts Investments Total fund balance	\$ 4,542,213 545,518 \$ 5,087,731

#### School District #17 - Millard Public Schools Douglas County, Nebraska Budgetary Comparison Schedule - Cash Basis - Student Fee Fund Year Ended August 31, 2022

	Actual Amounts	
Fund balance, September 1, 2021	\$	315,066
Cash receipts: Activities revenue Total cash receipts Total funds available		433,264 433,264 748,330
Cash disbursements: Purchased services Total cash disbursements		362,097 362,097
Fund balance, August 31, 2022	\$	386,233
Analysis of fund balance Cash in bałn Checking accounts Total fund balance	\$ \$	386,233 386,233

## School District #17 – Mllard Public Schools Douglas County, Nebraska

## Notes to Other Supplementary Information – Schedules of Cash Receipts, Dispresements, and Fund Balances

# 1. BASIS OF PRESENTATION

The Schedules of Cash Recsip bisbursements, and Fund bace for each major fund are supplementary information required by the Neeka Department of Education. The District prepared this information on the cash basis of accounting, which is the same basis of accounting used to prepare the District's financial estatents. The presentation lows the same major function codes as those that are used by the idited prepare their Annual Financial Report, which the District submits to the Nebraska Department of Education.

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 Scholl District #17 – Mard Public Schools Douglas County, Nebraska

We have audited, in accordance with auditing statsdgenerally accepted in the United States of America and the standards applicable to financial audits contained view ment Auditing Standards issued by the Comptroller General of the United states, the financial statements of the governmental activities and each major fund of the School Dist#17 – Millard Public Schools, Douglas County, Nebraska (the "District"), as of and for the symmetries District's basic financial statements and have issued our report thereon dated November 7, 2022.

Report on Internal Control over Financial Reporting

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

A deficiency in internal control exists where the sign or operation of a control does not allow management or employees, the normal course of preventing their assigned futions, to prevent, or

#### **Compliance and Other Matters**

As part of obtaining reasonables as ance about whether the Districtive ancial statements are free from material misstatement, we performed tests of its plance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance while the could have a dire and material effect on the financial statement amounts. However, provide in opinion on compliance with those provisions was not an objective of our audit and, accordingly domenot express such an opinion. The results of our tests disclosed no instances of normon pliance or other matters there required to be reported under Government Auditing Standards.

#### Purpose of this Report

The purpose of this report is solely to desctible scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance witl Government Auditing Standards considering the District's internal control and compliance. Accordingly, this communicant is not suitable for any other purpose.

Omaha, Nebraska November 7, 2022 School District #17 – Millard Public Schools Douglas County, Nebraska Schedule of Findings and Responses

# FINANCIAL STATEMENT FINDINGS

None

PRIOR YEAR FINDINGS AND QUESTIONED COSTS

None



School District #17 – Millard Public Schools Douglas County, Nebraska

> Independent Auditor's Reports on Federal Single Audit

> > August 31, 2022

# School District #17 – Mllard Public Schools Douglas County, Nebraska Table of Contents

Schedule of Expenditures of Federal Awards	1
Notes to Schedule of Expenditures of Federal Awards	2
Independent Auditor's Repoon Compliance for Each Major Program, Report on InternabOtrol Over Compliance, and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	4
Schedule of Findings and Questioned Costscicordance with the Uniform Guidance	7

	Pass-Through Entity Identifying Number	Federal Assistance Listing Number	Federal Expenditures
U.S. Department of Agriculture			
Passed through Nebraska Dpeartment of Education Child Nutrition Cluste School Breakfast Poppam National School Lunch Poppam Child and Adult Care Food Poppam Summer Food Service Poppam	280017 280017 280017 280017	10.553 10.555 10.558 10.559	\$ 2,312,551 11,568,400 42,811 239,178
Passed through the Nebraska Department of Health and Human Services Food Distribution Program Total Child Nutrition Cluste Total U.S. Department of Agriculture	280017	10.555	91, <b>6</b> 36 15,077,976 15,077,976

Federal Communications Commissio

Passed through Universal Service Administrative Company Emergency Connectivit( Connec TJ 35.1311 -.0986 TD .0063 Tc 0 Tw (280017)Tj 8.2554 .0986 TD .0058 Tc (84.027)Tj 8.7476 -.0986 TD 0 Tc School District #17 – Mllard Public Schools Douglas County, Nebraska Notes to Schedule of Expenditures of Federal Awards For the Year Ended August 31, 2022

# NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Basis of Presentation**

The accompanying Schedule of Expenditures of Federards has been prepared on a cash basis of accounting with the exception of commodities erived under the food distribution program of \$915,036. Under this method, expenditures are receiption disbursements are made. Some programs are funded jointly by Distrize propriations and federal funds.

#### **Expenditure Presentation**

Expenditures of Federal funds **fibre** National School Lunch Program, **Wie**aid in Public Schools and Food Distribution are not separately identifiaible the accounting records of the District. These programs are jointly funded with District moniess dexpenditures and earnot required to be accumulated in the accounting records by funding source. For report purposes, the amount of Federal expenditures is shown equal to the the account of Federal funds received.

## **Program Activity**

Various reimbursement proceduree ased for Federal awards receivey of the District. Additionally, most Federal grant periods enunded 30, while the District's yearn d is August 31. Consequently, timing differences between expenditures and program bursement can exist the beginning and end of the year. These timing differences void resolved over the term of the grants.

## NOTE 2 – REPORTING ENTITY

The District, for purposes of the chedule of Expenditures of Federavards, includes all funds for which the District is financially accountable.

## NOTE 3 – PASS-THROUGH AWARDS

The District receives certain deral awards in the form of sethrough awards from the State of Nebraska and other various agesciSuch amounts received assethrough awards are specifically identified on the Schedule Expenditures of Federal Awards.

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required By the Uniform Guidance

Board of Education School District #17 – Miard Public Schools Douglas County, Nebraska

**Opinion on Each Major Federal Program** 

We have audited the School Distr#17 – Millard Public School Qouglas County, Nebraska's (the "District") compliance withthe types of compliance requirements described in the Compliance Supplement that could have a dect and material effect neach of the District major federal programs for the year ended August 31, 2022. The Districtajor federal programs are identified in the summary of auditor's results section of the accompanying Studies of Findings and Questioned Costs.

In our opinion, the District complicit all material respects, with the compliance requirements referred to above that could have a direct material effect on each of its jor federal progras for the year ended August 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordavite auditing standards generally accepted in the United States of America (GAAS); the standardplicable to financlaudits contained in Government Auditing Standards by the Comptroller General of the United States (rnment Auditing Standards; and the audit requiremnts of Title 2 U.SCode of Federal Regulation start 200, Uniform Administrative Requirements, Cost Principles, and the Requirements for Federal Awar(dsnifts under those standards) the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

## Auditor's Responsibilities for the Audit of Compliance

Our objectives are to dein reasonable assurance about whretheterial noncompliance with the compliance requirements referred to above occurrent due to fraud cerror, and express an opinion on the District's compliance based on outline Reasonable assurance is a high level of assurance but is not absolute assurance and the is fnot a guarantee that audit conducted in accordance with GAASG overnment Auditing Standar, dend the Uniform Guidance will always detect material noncompliance when it exists. The risk of detecting material noncompliance reulting from fraud is higher than for that setting from error, as audit may involve collusin, forgery, intentional omissions, misrepresentations, or the verride of internal control Noncompliance with the compliance requirements referred to above is considered material hard is a subsential likelihood that, individually or in the aggregatit, would influence the judgment made a reasonable user of the report on compliance about the District's ropliance with the requirements referred program as a whole.

In performing an audin accordance with GAASGovernment Auditing Standar, dand the Uniform Guidance, we:

- x Exercise professional judgmeanted maintain professionalkepticism throughouthe audit.
- x Identify and assess the risks of material norpolizance, whether due focaud or error, and design and perform audit produces responsive to those sistSuch procedures include examining, on a test basis, exind regarding the District compliance with the compliance requirements referred to above and performsing other procedures as we considered necessary in the circumstances.
- x Obtain an understanding of the District's internontrol over compliance levant to the audit in order to design audit proceeds repropriate in the cumstances and to test and report on internal control over repliance in accordance with the iform Guidance, but not for the purpose of expressing an opinion on the cetiffeness of the Schoblistrict's internal control over compliance. According no such opinion is expressed.

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

## Report on Internal Control Over Compliance

A deficiency in internal control over complianexists when the design or operation of a control over compliance does not allow managementemployees, in the normal coerof performing their assigned functions, to prevent, or detexted correct, noncompliance with a type compliance requirement of a federal program on a timely basis material weakness internal control over compliances a deficiency, or a combination of defiencies, in internal control overompliance, such that there is a reasonable possibility that materized ncompliance with type of compliance requirement of a federal program will not be prevented, or detend and corrected, on a timely basis ignificant deficiency in internal control over compliances, in internal control over compliances, in internal control over compliance of a federal program will not be prevented, or detend and corrected, on a timely basis ignificant deficiency in internal control over compliances, in internal control over compliances, in internal control over compliances and the program will not be prevented.

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Ber makersy run

5HSRUW RQ 6FKHGXOH RI ([SHQGLWXUHV RI )HGHUDO \$ZDUGV :H KDYH DXGLWHG WKH FDVK EDVLV ILQDQFLDO VWDWHPHQWV RI WKH 'LVWULFW DV RI DQG IRU WKH \HDU HQGHG \$XJXVW VWDWHPHQWV ZKLFK FROOHFWLYHO\ FRPSULVH WKH 'LVWULF WKHUHRQ GDWHG 1RYHPEHU ZKLFK FRQWDLQHG XQPRG 2XU DXGLW ZDV FRQGXFWHG IRU WKH SXUSRVH RI IRUPLQJ RS FROOHFWLYHO\ FRPSULVH WKH EDVLF ILQDQFLDO VWDWHPHQ ) HGHUDO \$ZDUGV LV SUHVHQWHG IRU SXUSRVHV RI DGGLWLR DQG LV QRW D UHTXLUHG SDUW RI WKH EDVLF ILQDQFLDO VW PDQDJHPHQW DQG ZDV GHULYHG IURP DQG UHODWHV GLUHFW WR SUHSDUH WKH EDVLF ILQDQFLDO VWDWHPHQWV 7KH LQIF DSSOLHG LQ WKH DXGLW RI WKH ILQDQFLDO VWDWHPHQWV D( DQG UHFRQFLOLQJ VXFK LQIRUPDWLRQ GLUHFWO\ WR WKH XQ WKH EDVLF ILQDQFLDO VWDWHPHQWV RU WR WKH EDVLF ILQD SURFHGXUHV LQ DFFRUGDQFH ZLWK DXGLWLQJ VWDQGDUGV J RXU RSLQLRQ WKH 6FKHGXOH RI ([SHQGLWXUHV RI )HGHUDO LQ UHODWLRQ WR WKH EDVLF ILQDQFLDO VWDWHPHQWV DV D

7KH SXUSRVH RI WKLV UHSRUW RQ LQWHUQDO FRQWURO RYHI WHVWLQJ RI LQWHUQDO FRQWURO RYHU FRPSOLDQFH DQG WK WKH 8QLIRUP \*XLGDQFH \$FFRUGLQJO\ WKLV UHSRUW LV QRV

2XU DXGLW ZDV QRW GHVLJQHG IRU WKH SXUSRVH RI H[SUHV FRQWURO RYHU FRPSOLDQFH \$FFRUGLQJO\ QR VXFK RSLQLR

5HSRUW RQ ,QWHUQDO &RQWURO 2YHU &RPSOLDQFH &RQWLG 2XU FRQVLGHUDWLRQ RI LQWHUQDO FRQWURO RYHU FRPSOLD \$XGLWRU¶V 5HVSRQVLELOLWLHV IRU WKH \$XGLW RI &RPSOLDQ DOO GHILFLHQFLHV LQ LQWHUQDO FRQWURO RYHU FRPSOLDQ GHILFLHQFLHV LQ LQWHUQDO FRQWURO RYHU FRPSOLDQFH \* LGHQWLI\ DQ\ GHILFLHQFLHV LQ LQWHUQDO FRQWURO RYHU F DV GHILQHG DERYH +RZHYHU PDWHULDO ZHDNQHVVHV RU VL FRPSOLDQFH PD\ H[LVW WKDW ZHUH QRW LGHQWLILHG School District #17 – Mllard Public Schools Douglas County, Nebraska Schedule of Findings and Questioned Costs For the Year Ended August 31, 2022

# SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements	
Type of auditor's report issued:	Unmodified
Internal control over financial reporting: x Material weakness identified? x Significant deficiency identified?	No None Identified
Noncompliance material to financial statements noted?	No
Federal Awards	
Type of auditor's report issued on compliance for major programs:	Unmodified
Internal control over major programs: x Material weakness(es) identified? x Significant deficiency(ies) identified?	No None Identified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516?	No
Identification of Major Programs	
Assistance Listing No: Name of Federal Program or Cluste	10.555 National School Lunch Program (Child Nutrition Cluster)

School District #17 – Mllard Public Schools Douglas County, Nebraska Schedule of Findings and Questioned Costs For the Year Ended August 31, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III - FEDERAL AWARD FI NDINGS AND QUESTIONED COSTS

There were no questioned costs.

SECTION IV – PRIOR YEAR FINDI NGS AND QUESTIONED COSTS

None