

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**SCHOOL DISTRICT OFFICIALS**  
**June 30, 2024**

**BOARD OF EDUCATION**

President	Brina Tate
Vice-President	Dr. Colm McCauley
Member	Shawn Hubble
Member	Dena Floyd
Member	Brad Ethridge

**CLERK OF BOARD OF EDUCATION**

Dena Floyd

**SCHOOL DISTRICT TREASURER**

Danielle Allen

**SUPERINTENDENT OF SCHOOLS**

Dr. Melissa Amon

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**CONTENTS**

	<b>Page No.</b>
<b>School District Officials</b>	
<b>Independent Auditor's Report</b>	1-3
<b>Management's Discussion and Analysis</b>	4-8
<b>Basic Financial Statements:</b>	
Government-Wide Financial Statements:	
Statement of Net Position – Regulatory Basis	9
Statement of Activities and Changes in Net Position – Regulatory Basis	10
Fund Financial Statements:	
Balance Sheet - Governmental Funds - Regulatory Basis	11
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position – Regulatory Basis	12
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Regulatory Basis	13
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Government-Wide Statement of Activities and Changes in Net Position – Regulatory Basis	14
Statement of Changes in Fiduciary Net Position - Fiduciary Funds - Regulatory Basis	15-16
<b>Notes to the Basic Financial Statements</b>	17-30
<b>Supplemental Information:</b>	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Governmental Funds	31-34
Notes to Budgetary Information	35
Schedule of Expenditures of Federal Awards	36-38
<b>Reports Required by <i>Government Auditing Standards</i>:</b>	
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	39-40
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	41-43
Schedule of Findings and Questioned Costs	44
Summary Schedule of Prior Audit Findings	45

**CUSHING SCHOOL DISTRICT NUMBER I-67  
Payne County, Oklahoma**

**CONTENTS**

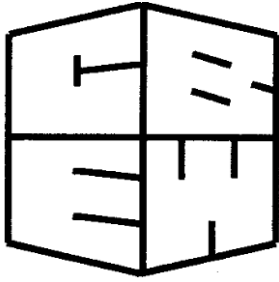
**Page No.**

**Other Department of Education Required Information:**

Accountant's Professional Liability Insurance Affidavit

46

Audit Acknowledgement



## **CBEW Professional Group, LLP**

Certified Public Accountants

P.O. Box 790

Cushing, OK 74023

918-225-4216 FAX 918-225-4315

Charles E. Crooks, Jr., CPA – Trisha J. Rieman, CPA – Gabrielle Conchola, CPA

### **INDEPENDENT AUDITOR'S REPORT**

September 9, 2024

The Honorable Board of Education  
Cushing School District Number I-67  
Cushing, Payne County, Oklahoma

#### ***Opinions***

We have audited the accompanying basic financial statements—regulatory basis of the governmental activities, each major fund, and the aggregate remaining fund information of the Cushing School District Number I-67, Payne County, Oklahoma (District), as of and for the year ended June 30, 2024 and the related notes to the financial statements, as listed in the table of contents.

#### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the basic financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position—regulatory basis of the governmental activities, each major fund and the aggregate remaining fund information of the Cushing School District Number I-67, Payne County, Oklahoma, as of June 30, 2024, and the respective changes in financial position—regulatory basis for the year then ended on the regulatory basis of accounting described in Note 1.

#### ***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the basic financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Cushing School District Number I-67, Payne County, Oklahoma as of June 30, 2024, the changes in its financial position, or, where applicable, its cash flows for the year then ended.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Cushing School District Number I-67, Cushing, Payne County, Oklahoma, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

As discussed in Note 1, the financial statements are prepared by the Cushing School District Number I-67, on the basis of the financial reporting provisions of the Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Oklahoma State Department of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determined, are presumed to be material.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with financial reporting provisions of the Oklahoma State Department of Education to meet financial reporting requirements of the State of Oklahoma. 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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Cushing School District Number I-67, Payne County, Oklahoma '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 Cushing School District Number I-67, Payne County, Oklahoma 's ability to continue as a going concern for a reasonable period of time.

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole arising from regulatory basis transactions.

Management's discussion and analysis and budgetary comparison information and notes presented are the responsibility of management and, although not a part of the basic financial statements – regulatory basis, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements – regulatory basis in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements – regulatory basis, and other knowledge we obtained during our audit of the basic financial statements – regulatory basis. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 9, 2024 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

***CBEW Professional Group, LLP***

CBEW PROFESSIONAL GROUP, LLP  
Certified Public Accountants

# *Cushing Public Schools*

**DR. MELISSA AMON, SUPERINTENDENT**  
**1401 NORTH LITTLE**  
**CUSHING, OKLAHOMA 74023**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

*For the Fiscal Year Ended June 30, 2024*  
*Unaudited*

As management of the Cushing School District Number I-67 (the "District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

### **Financial Highlights**

The total net position of the District increased \$5,710,091 or (7.726%) over the fiscal year.

General revenues accounted for \$25,320,546 or 92.62% of total governmental activities revenue. Program specific revenues accounted for \$2,016,619 or 7.38% of total governmental activities revenue.

The District had \$21,627,074 in expenses related to governmental activities; \$2,016,619 of these expenses were offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities were offset by property tax levies, state and county sources, and other miscellaneous sources.

### **Overview of the Financial Statements**

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

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

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

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected property taxes).

The government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. The government-wide financial statements can be found on pages 9–10 of this report.



**Fund financial statements** – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories – governmental funds and fiduciary funds.

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

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

The District maintains six individual governmental funds. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Building, Sinking and Building Bond funds, all of which are considered to be major funds. Data from the other three funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for its General, Special Revenue (Building and Child Nutrition Funds) and Debt Service Funds. Budgetary comparison schedules have been provided for the major funds to demonstrate compliance with the budget and are presented as required supplemental information.

The basic governmental fund financial statements can be found on pages 11–14 of this report.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of these funds are not available to support the District's own programs.

The District uses an agency fund to account for resources held for student activities and groups. The basic fiduciary fund financial statement can be found on pages 15-16 of this report.

**Notes to the Financial Statements** – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on page 17–30 of this report.

## **Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain information required by the Oklahoma State Department of Education concerning the District's budgetary comparisons and notes. Required supplementary information can be found on pages 31–35 of this report.

## **Governmental-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets (excluding accumulated depreciation) exceed liabilities by \$79,620,538 as of June 30, 2024.

A portion of the District's net position (46.11%) reflects its investments in capital assets (e.g., land, buildings and improvements, furniture, fixtures and equipment, and vehicles), less any debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide service to students; consequently these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets cannot be used to liquidate these liabilities.

**District's Net position**

	Governmental Activities	
	6/30/24	6/30/23
Current and other assets	\$ 45,308,371	\$ 28,626,592
Capital assets	108,661,551	109,421,253
Total assets	<u>153,969,922</u>	<u>138,047,845</u>
Long-term liabilities	71,945,000	61,870,000
Other liabilities	2,404,384	2,267,398
Total liabilities	<u>74,349,384</u>	<u>64,137,398</u>
Net position:		
Invested in capital assets, net of related debt	36,716,551	47,551,253
Restricted	39,047,287	23,597,134
Unrestricted	3,856,700	2,762,090
Total net position	<u>\$ 79,620,538</u>	<u>\$ 73,910,477</u>

An additional portion of the District's net position (49.04%) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position \$3,856,700 may be used to meet the government's ongoing obligation to citizens and creditors.

As of June 30, 2024, the District is able to report positive balances in all three categories of net position for the government as a whole.

**Analysis of the District's Operations** – The following table provides a summary of the District's operations for the year ended June 30, 2024 with comparative totals for the year ended June 30, 2022. Governmental activities increased the District's total net position by \$5,710,091.

## District's Changes in Net position

	Governmental Activities	
	6/30/24	6/30/23
Revenues:		
Program revenues		
Charges for services	\$ 144,818	\$ 127,311
Operating grants and contributions	1,871,801	2,577,592
General revenues:		
Property taxes	20,568,443	20,575,100
State and county aid not restricted to specific programs	3,910,080	3,647,390
Earnings on investments	691,959	170,301
Rental activities	70,583	70,583
Miscellaneous	77,782	163,664
Special items:		
Adjustment to prior year encumbrances	1,699	954
Total revenues	<u>27,337,165</u>	<u>27,332,895</u>
Expenses:		
Instructional services	11,321,450	10,396,214
Support services	8,179,509	7,680,537
Non-instructional services	17,855	15,590
Capital repairs	12,515	-
Repayments	19,897	24,564
Food service	894,206	796,943
Interest and fiscal agent charges	278,880	460,430
Unallocated depreciation	902,762	873,073
Total expenses	<u>21,627,074</u>	<u>20,247,351</u>
Increase in net position	5,710,091	7,085,544
Net position - beginning of year	73,910,447	66,824,903
Net position - end of year	<u>\$ 79,620,538</u>	<u>\$ 73,910,447</u>

## Financial Analysis of the Governments Funds

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

At the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$79,620,538. Approximately 51% of the total amount (\$40,573,251) constitutes unreserved fund balance. The remainder of the fund balance is reserved to indicate that is not available for new spending because it has already been committed 1) to pay for debt service (\$226,117), 2) to pay for Building (\$16,900,626), 3) to pay for child nutrition (\$650,027) and 4) to pay for capital projects (\$21,343,322).

## Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2024, amounts to \$139,178,232 (excluding accumulated depreciation). This investment in capital assets includes land, building and improvements, furniture, fixtures and equipment, and vehicles.

Major capital asset events during the current fiscal year included the following: Construction, equipment and capital improvement of the new elementary school, middle school addition, playground, stadium concessions, freshman wing, band wing and high school renovations.

## Capital Assets at Year-end Excluding Accumulated Depreciation

	Governmental Activities	
	6/30/24	6/30/23
Land	\$ 1,139,875	\$ 1,193,875
Work in process	52,758,712	55,267,123
Buildings and improvements	75,152,630	72,476,432
Furniture, fixtures and equipment	7,304,373	7,275,099
Vehicles	2,822,642	2,822,642
Total	<u>\$ 139,178,232</u>	<u>\$ 139,035,171</u>

Additional information on the District's capital assets can be found in note 2 on page 26 of this report.

## Debt Administration

At the end of the current fiscal year, the District had a total of general obligation bonds payable of \$20,035,000, which are backed by the future revenues of the Debt Service Fund and a lease payable of \$51,910,000, which are backed by future revenues from general obligation bond issues and building fund revenues.

## Outstanding Debt at Year-end – General Obligation Bonds and Lease Payable

	Governmental Activities	
	6/30/24	6/30/23
General obligations	\$ 20,035,000	\$ 9,960,000
Leases payable	51,910,000	51,910,000
Total	<u>\$ 71,945,000</u>	<u>\$ 61,870,000</u>

Additional information on the District's long-term debt can be found in footnote 2 on pages 26–27 of this report.

## Economic Factors and Next Year's Budgets and Rates

In the 2024-25 Budget, General fund revenues are budgeted to increase from the 2023-24 Budget. General property taxes as certified assessed valuations have increased over this year. The state sources of revenue make up 10% of General fund revenues. This revenue source is the most volatile and subject to decline if the State of Oklahoma is unable to supplement its income.

As a result of the potential impact in revenue, the District has made a concerted effort to limit appropriations to only those items truly necessary.

## Request for Information

The financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. If you have questions about this report or need any additional information, contact Dr. Melissa Amon, Superintendent, 1401 North Little, Cushing, OK 74023, or call 918-225-3425.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF NET POSITION - REGULATORY BASIS**  
**June 30, 2024**

	<b>Governmental Activities</b>
<b>Assets:</b>	
Cash and investments	\$ 45,308,371
Capital Assets:	
Land	1,139,875
Work in process	52,758,712
Depreciable buildings, property and equipment net of depreciation	<u>54,762,964</u>
<b>Total assets</b>	<u><u>153,969,922</u></u>
<b>Liabilities:</b>	
Warrants payable	2,404,384
Encumbrances	-
Leases payable currently	-
General obligation bonds payable currently	-
Long-term liabilities:	
Leases payable	51,910,000
General obligations bonds payable	<u>20,035,000</u>
<b>Total liabilities</b>	<u><u>74,349,384</u></u>
<b>Net Position:</b>	
Net Investment in capital assets	36,716,551
Restricted	39,047,287
Unrestricted	<u>3,856,700</u>
<b>Total net position</b>	<u><u>\$ 79,620,538</u></u>

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION - REGULATORY BASIS**  
**For the Fiscal Year Ended June 30, 2024**

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for	Operating	Revenue and Changes
		Services	Grants and	in Net Position
			Contributions	Total
				Governmental
				Activities
<b>Governmental activities:</b>				
Instruction	\$ 11,321,450	\$ -	\$ 1,111,591	\$ (10,209,859)
Support services	8,179,509	-	-	(8,179,509)
Non-instructional services	17,855	-	-	(17,855)
Capital repairs	12,515	-	-	(12,515)
Other outlays	19,897	-	-	(19,897)
Food Service	894,206	144,546	760,210	10,550
Interest and fiscal agent charges	278,880	-	-	(278,880)
Unallocated depreciation*	902,762	-	-	(902,762)
<b>Total school district</b>	<b>\$ 21,627,074</b>	<b>\$ 144,546</b>	<b>\$ 1,871,801</b>	<b>(19,610,727)</b>
<b>General revenues:</b>				
Property taxes, levied for general purposes				15,270,917
Property taxes, levied for debt service				5,297,526
State aid				3,143,592
County sources not restricted to specific programs				766,488
Earnings on investments				691,959
Rental activities				70,583
Miscellaneous				78,054
Special items:				
Lapsed Appropriations & Estoppel of warrants				1,699
<b>Total general revenues and transfers</b>				<b>25,320,818</b>
<b>Change in net position</b>				<b>5,710,091</b>
<b>Net position - beginning of year</b>				<b>73,910,447</b>
<b>Net position - end of year</b>				<b>\$ 79,620,538</b>

\*- This amount does not include the depreciation that is included in the direct expenses of various programs.

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
Payne County, Oklahoma

**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**REGULATORY BASIS**  
June 30, 2024

	<u>General Fund</u>	<u>Special Revenue Building</u>	<u>Capital Projects General</u>	<u>Debt Service</u>	<u>Special Revenue Child Nutrition (Non-major)</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>						
Cash and investments	\$ 6,122,924	\$ 16,900,626	\$ 21,343,322	\$ 226,117	\$ 715,382	\$ 45,308,371
<b>Total assets</b>	<u>\$ 6,122,924</u>	<u>\$ 16,900,626</u>	<u>\$ 21,343,322</u>	<u>\$ 226,117</u>	<u>\$ 715,382</u>	<u>\$ 45,308,371</u>
<b>Liabilities:</b>						
Warrants payable	\$ 2,266,224	\$ 72,805	\$ -	\$ -	\$ 65,355	\$ 2,404,384
Encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities</b>	<u>2,266,224</u>	<u>72,805</u>	<u>-</u>	<u>-</u>	<u>65,355</u>	<u>2,404,384</u>
<b>Fund balances:</b>						
<b>Restricted for:</b>						
Debt service	-	-	-	226,117	-	226,117
CO-OP	-	-	-	-	-	-
Building	-	16,827,821	-	-	-	16,827,821
Child nutrition	-	-	-	-	650,027	650,027
Capital projects	-	-	21,343,322	-	-	21,343,322
<b>Unassigned</b>	<u>3,856,700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,856,700</u>
<b>Total fund balances</b>	<u>3,856,700</u>	<u>16,827,821</u>	<u>21,343,322</u>	<u>226,117</u>	<u>650,027</u>	<u>42,903,987</u>
<b>Total liabilities and fund balances</b>	<u>\$ 6,122,924</u>	<u>\$ 16,900,626</u>	<u>\$ 21,343,322</u>	<u>\$ 226,117</u>	<u>\$ 715,382</u>	<u>\$ 45,308,371</u>

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE GOVERNMENT-WIDE  
STATEMENT OF NET POSITION - REGULATORY BASIS**  
**June 30, 2024**

<b>Total Fund Balances - Total Governmental Funds</b>	\$ 42,903,987
---	---------------

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These consist of:

Land	1,139,875	
Work in process	52,758,712	
Depreciable buildings, property and equipment net of depreciation	<u>54,762,964</u>	
		108,661,551

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

(71,945,000)

<b>Net position of governmental activities</b>	\$ <u><u>79,620,538</u></u>
--	-----------------------------

The accompanying notes are an integral part of the basic financial statements.



**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**REGULATORY BASIS**  
**For the Fiscal Year Ended June 30, 2024**

	<b>General Fund</b>	<b>Special Revenue Building</b>	<b>Capital Projects General</b>	<b>Debt Service</b>	<b>Special Revenue Child Nutrition (Non-major)</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>						
Local sources	\$ 13,800,008	\$ 2,315,321	\$ 20,035,000	\$ 5,297,526	\$ 144,546	\$ 41,592,401
Intermediate sources	766,488	-	-	-	-	766,488
State sources	3,123,562	20,008	-	22	7,417	3,151,009
Federal sources	1,111,591	-	-	-	752,793	1,864,384
Other sources	37,797	-	-	11,210	1,178	50,185
<b>Total revenues</b>	<u>18,839,446</u>	<u>2,335,329</u>	<u>20,035,000</u>	<u>5,308,758</u>	<u>905,934</u>	<u>47,424,467</u>
<b>Expenditures:</b>						
Instruction	11,315,620	5,830	-	-	-	11,321,450
Support services	6,389,373	1,728,379	61,757	-	-	8,179,509
Non-instructional services	17,855	-	-	-	894,206	912,061
Capital outlay	4,900	204,676	-	-	-	209,576
Other outlays	18,719	-	-	-	1,178	19,897
Repayments	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	9,960,000	-	9,960,000
Interest & fiscal agent charges	-	-	-	278,880	-	278,880
<b>Total expenditures</b>	<u>17,746,467</u>	<u>1,938,885</u>	<u>61,757</u>	<u>10,238,880</u>	<u>895,384</u>	<u>30,881,373</u>
<b>Excess of revenues over (under) expenditures</b>	1,092,979	396,444	19,973,243	(4,930,122)	10,550	16,543,094
<b>Adjustments to prior year encumbrances</b>	<u>1,661</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38</u>	<u>1,699</u>
<b>Net changes in fund balance</b>	1,094,640	396,444	19,973,243	(4,930,122)	10,588	16,544,793
<b>Fund balance - beginning of year</b>	<u>2,762,060</u>	<u>16,431,377</u>	<u>1,370,079</u>	<u>5,156,239</u>	<u>639,439</u>	<u>26,359,194</u>
<b>Fund balance - end of year</b>	<u>\$ 3,856,700</u>	<u>\$ 16,827,821</u>	<u>\$ 21,343,322</u>	<u>\$ 226,117</u>	<u>\$ 650,027</u>	<u>\$ 42,903,987</u>

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENTS OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES AND CHANGES  
IN NET POSITION - REGULATORY BASIS**  
**For the Fiscal Year Ended June 30, 2024**

<b>Net Change in Fund Balances - Total Governmental Funds</b>	<b>\$ 16,544,793</b>
Amounts reported in governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets have not been reflected. This is the amount of capital outlays during the current period.	197,061
Depreciation expense on capital assets is reported in the Government-Wide Statement of Activities and Changes in Net Position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditures in Governmental Funds.	(902,763)
Bond proceeds are reported as income in governmental funds, the receipt of bond proceeds increase long-term liabilities in the statement of net assets. This is the amount of bond proceeds received during the current period.	(20,035,000)
Gain/(loss) on disposition of capital assests is reported in the Government-Wide Statement of Activities and Changes in Net assets, but it does not require the use of current financial resources. Therefore, gain/(loss) is not reported as income in Governmental Funds.	(54,000)
Repayment of long-term obligations is reported as an expenditure in governmental funds, the repayment reduces long-term liabilities in the statement of net position. This is the amount of repayments during the current period.	<u>9,960,000</u>
Change in net position of governmental activities	<u><u>\$ 5,710,091</u></u>

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
Payne County, Oklahoma

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**AGENCY FUND**  
**REGULATORY BASIS**  
**June 30, 2024**

<b>School Activity Funds</b>					
	<b>Balance July 1, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>Adjustments</b>	<b>Balance June 30, 2024</b>
<b>Assets:</b>					
Cash:					
High school	\$ 224,123	\$ 409,101	\$ 450,255	\$ 17,832	\$ 200,801
Middle school	125,629	100,645	98,361	2,502	130,415
Central office	4,662,281	412,397	429,773	2,656	4,647,561
<b>Total Assets</b>	<b>\$ 5,012,033</b>	<b>\$ 922,143</b>	<b>\$ 978,389</b>	<b>\$ 22,990</b>	<b>\$ 4,978,777</b>
<b>Liabilities:</b>					
Due to student groups:					
High school:					
Administration	\$ 29,768	\$ 4,990	\$ 12,739	\$ 8,218	\$ 30,237
Art	42	-	31	128	139
Athletics	42,215	119,320	118,619	625	43,541
Band	9,971	28,911	27,113	533	12,302
FFA	26,366	72,131	88,311	805	10,991
FCCLA	2,797	261	1,082	172	2,148
Dance Team	4,101	23,616	25,330	327	2,714
Cheerleading	4,607	20,467	31,168	8,520	2,426
Spanish Club	664	354	628	348	738
Flowers	528	-	58	-	470
Media Center	565	729	379	128	1,043
Girls Basketball	294	2,624	1,570	128	1,476
All Sports	49,254	67,106	73,045	(4,265)	39,050
Drama	3,952	2,681	2,786	128	3,975
Student Council	10,850	22,567	22,167	659	11,909
Boys Basketball	3,060	16,331	15,588	128	3,931
Yearbook	18,305	4,066	4,835	128	17,664
Vocal Music	1,823	4,233	4,110	128	2,074
Academic Team	228	-	-	128	356
9th Cheerleaders	44	-	-	(44)	-
Math/Science/Physics	5,507	4,257	3,849	128	6,043
FCA	1,105	2,755	2,673	128	1,315
NHS/GT	2,339	4,154	6,620	2,871	2,744
Reese-MMR	104	-	-	(104)	-
Quarterback Club	-	-	-	-	-
Soccer	2,126	-	-	128	2,254
BPA	333	-	82	128	379
Cross Country	678	7,502	7,471	128	837
Key Club	2,497	-	-	(2,497)	-
Stem Club	-	46	-	-	46

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**AGENCY FUND**  
**REGULATORY BASIS**  
**June 30, 2024**

<b>School Activity Funds</b>					
	<b>Balance July 1, 2023</b>	<b>Additions</b>	<b>Deletions</b>	<b>Adjustments</b>	<b>Balance June 30, 2024</b>
<b>(Continued):</b>					
Middle school:					
Administration	18,553	23,205	24,999	2,237	18,996
Tiny Tigers	2,363	9,343	8,833	(195)	2,678
FACS	1,495	1,618	1,211	-	1,902
Athletics	67,785	38,659	36,069	360	70,735
Student Council	18,538	9,375	8,863	-	19,050
Yearbook	8,684	2,340	3,269	-	7,755
Library	1,898	3,212	3,354	-	1,756
Art	4	300	304	-	-
Speech & Drama	5,828	5,005	4,306	-	6,527
Chorus	481	6,103	6,324	-	260
Gifted & Talented	-	1,485	830	100	755
Central office:					-
Clearing	-	1,927	1,927	-	-
Cultural Organization	752	-	100	-	652
Transportation	-	-	-	-	-
Office Fund	1,595	1,723	1,304	1,098	3,112
Pre-K Child Enrichment	3,169	11,828	13,512	-	1,485
Lower Elementary	21,592	24,907	23,180	381	23,700
Upper Elementary	26,746	29,468	25,430	(58)	30,726
Pre-K	20,234	12,724	11,946	9	21,021
IC Payment Processing	149	-	-	-	149
Special Education	383	-	-	-	383
Tiger Fund	4,580,872	327,038	347,024	-	4,560,886
Technology	6,789	2,782	5,350	1,226	5,447
<b>Total Liabilities</b>	<b>\$ 5,012,033</b>	<b>\$ 922,143</b>	<b>\$ 978,389</b>	<b>\$ 22,990</b>	<b>\$ 4,978,777</b>

The accompanying notes are an integral part of the basic financial statements.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements of the Cushing School District Number I-67 (the "District") conform to the regulatory basis of accounting, which is another comprehensive basis of accounting prescribed by the Oklahoma State Department of Education and conforms to the system of accounting authorized by the State of Oklahoma. Accordingly, the accompanying 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. The District's accounting policies are described in the following notes that are an integral part of the District's financial statements.

**A. Reporting Entity**

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

The governing body of the District is the Board of Education (Board) composed of five elected members. The appointed superintendent is the executive officer of the District. The Board, constituting an on-going entity, is the level of government, which has governance responsibilities over all activities, related to public elementary and secondary school education within the jurisdiction of the Local Independent 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 in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards, since Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters.

These financial statements present only the activities of the District. The Cushing Public School Foundation is not included in the reporting entity since the District does not appoint any of the board members or exercise any oversight authority over the Foundation. The Foundation is an independently operated non-profit organization that was developed to assist teachers in improving the quality of education and to provide scholarships. The Foundation exists outside the operational boundaries of the school system. There are no component units (entities considered to be financially accountable to the District).

**B. Measurement Focus, Basis of Accounting and Basis of Presentation – Fund Accounting**

The District prepares its financial statements in a presentation format that is, in substance, the format established by GASB Statement No. 34, *Basic Financial Statements-Management's Discussion and Analysis for State and Local Governments*.

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

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

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Measurement Focus, Basis of Accounting and Basis of Presentation – Fund Accounting (Continued)**

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

The Fund financial statements conform to the regulatory (statutory) basis of accounting, which is another comprehensive basis of accounting other than generally accepted accounting principles. The accounting policies are prescribed by the Oklahoma Department of Education and conform to the system of accounting authorized by the State of Oklahoma.

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information. Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the regulatory basis of accounting.

**Government-wide Financial Statements** – The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except fiduciary funds.

The statement of net position presents the financial condition of the District activities at year-end. The statement of activities presents demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes, interest and other items not properly included among program revenues are reported instead as general revenues.

**Fund Financial Statements** – During the year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

**Fund Accounting** – The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. There are two categories of funds: governmental and fiduciary.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Measurement Focus, Basis of Accounting and Basis of Presentation – Fund Accounting (Continued)**

**Governmental Funds** – are used to account for the District's general activities including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds). Governmental fund types use the Regulatory (Statutory) basis of accounting, which is primarily cash receipts and disbursements with certain modifications as required by the regulations of the Oklahoma State Department of Education. If the District utilized the basis of accounting recognized as generally accepted, the governmental funds would use the modified accrual basis of accounting based on the flow of current financial resources measurement focus recognizing revenues when susceptible to accrual (i.e., when they become measurable and available, normally considered available if collected within 60 days of the end of the current fiscal period). As a result, Ad valorem taxes on real and personal property associated with the current fiscal period and all other revenue items are recorded as revenues when collected rather than when "measurable" and "available." Entitlements, grants and shared revenues are recorded at the time of receipt. Expenditures are generally recognized when encumbered or reserved rather than at the time the related liability is incurred. Unmatured interest for debt service is recognized when due and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Fiduciary type funds are accounted for using the cash basis of accounting. These practices differ from accounting principles generally accepted in the United States of America.

The following are the District's major governmental funds:

General fund – is the main operating fund of the District. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. This is a budgeted fund, and any fund balances are considered as resources available for use. Major revenue sources include local property taxes and federal and state funding. Expenditures include all costs associated with the daily operations of the schools except for programs funded for building repairs and maintenance, school construction, and debt service on bonds and other long-term debt. The General Fund also accounts for federal and state financed programs where restricted monies must be expended for specific programs. Project accounting is employed to maintain integrity for the various sources of these funds.

Capital Projects fund – consists of the District's Bond Fund and accounts for the proceeds of bond sales used exclusively for acquiring school sites, constructing and equipping new school facilities, renovating existing facilities, acquisition of technical equipment and the acquisition of transportation equipment.

Debt Service fund – consists of the District's Sinking Fund and accounts for the accumulation of financial resources for servicing of general long-term debt (principal, interest and related costs). This is a budgeted fund. The primary revenue sources are local property taxes levied specifically for debt service.

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

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Measurement Focus, Basis of Accounting and Basis of Presentation – Fund Accounting (Continued)**

Other governmental funds of the District that are considered non-major funds include:

Special Revenue funds – account for revenue sources that are restricted to expenditures for specific purposes (not including expendable trusts or major capital projects). The special revenue funds are composed of the District's Building Fund, Child Nutrition Fund and CO-OP Fund. These are budgeted funds and any fund balances are considered as resources available for use.

Child Nutrition Fund – consists of monies derived from federal and state financial assistance and food sales. This fund is used to account for the operations of the school cafeteria.

CO-OP Fund – is a special revenue fund which is called the Oklahoma Technical Assistance Center. It accounts for revenue sources that are restricted to expenditures for specific purposes. These are budgeted funds and any fund balances are considered as resources available for use. This fund has not been in use this year.

**Fiduciary Funds** – account for assets held by the District in a trustee capacity or as an agent on behalf of others.

Agency fund – is custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the cash basis of accounting. This fund is the School Activities Fund used to account for monies collected principally through fundraising efforts of the students and District-sponsored groups. This is an unbudgeted fund. The administration is responsible, under the authority of the Board, of collecting, disbursing and accounting for these activity funds. These funds have no equity, assets are equal to liabilities, and do not include revenues and expenditures for general operation of the District.

**C. Assets, Liabilities, Fund Balance, Revenue and Expenditures**

**1. Deposits and Investments**

State statutes govern the District's investment policy. Permissible investments include direct obligations of the United States Government and Agencies; certificates of deposit of savings and loan associations, and bank and trust companies; and savings accounts or savings certificates of savings and loan associations, and trust companies. Collateral is required for demand deposits and certificates of deposit for all amounts not covered by federal deposit insurance. Investments are stated at cost. The School District invests entirely in certificates of deposit, U.S. Treasury Securities, and participates in the Secured Investment Program of Oklahoma State School Boards Association, as authorized by Oklahoma Statutes Title 62, Section 348.

**2. Fair Value of Financial Instruments**

The District's financial instruments include cash and investments. The District's estimates of the fair value of all financial instruments does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statement of net assets and fund balance sheets. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.



**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities, Fund Balance, Revenue and Expenditures (Continued)**

**3. Estimates**

The preparation of financial statements in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**4. Interfund Transactions**

Interfund transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund or expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the fund that is reimbursed. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers.

**5. Inventories**

Inventories consist of minimal amounts of expendable supplies held for consumption. The value of consumable inventories at year-end is not material to the District's financial statements. The costs of inventories are recorded as expenditures when encumbered and purchased rather than when consumed.

**6. Capital Assets**

Capital assets, which include land, buildings and improvements, furniture, fixtures and equipment, and vehicles, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during construction is not capitalized.

All reported capital assets are depreciated except for land. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	40 - 100
Furniture, Fixtures and Equipment	10 - 100
Vehicles	5 - 40

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities, Fund Balance, Revenue and Expenditures (Continued)**

**7. Compensated Absences**

The District provides vacation and sick leave benefits in accordance with Title 70 of the Oklahoma Statutes, Article 6-104, which provides for annual sick leave and personal business days. District policy allows certified employees to accumulate such days to a maximum number of days. None of the benefits are payable upon retirement or death. Accrued vacation and sick leave benefits are not reflected in the financial statements because such statements are prepared on the regulatory basis of accounting. This practice differs from generally accepted accounting principles.

**8. Long-term Obligations**

In the government-wide financial statements, long-term debt and long-term lease obligations are reported as liabilities in the applicable statement of net position.

**9. Net Position**

In the government-wide financial statement, net position represents the difference between assets and liabilities. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws or other governments, or are imposed by law through constitutional provisions or enabling legislation.

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

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

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

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

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities, Fund Balance, Revenue and Expenditures (Continued)**

**9. Net position (Continued)**

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

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

**10. Property Taxes and Other Local Revenues**

The District is authorized by state law to levy property taxes, which consist of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the County Excise Board, extends the tax levies on the tax roll for submission to the County Treasurer. Property taxes are levied on November 1 and are due on receipt of the tax bill. The first half of taxes is due prior to January 1. The second half is due prior to April 1. If the first payment is not made timely, the entire tax becomes due and payable on January 2. Second half taxes become delinquent on April 1 of the year following the assessment. If not paid by the following October 1, the property is offered for sale for the amount of the taxes due. The owner has two years to redeem the property by paying the taxes and penalty owed. If at the end of two years the owner has not done so, the purchaser is issued a deed to the property. No provision has been made for uncollected taxes, as all taxes are deemed collectible. Other local sources of revenues include tuition, fees, rentals, disposals, commissions and reimbursements.

**11. Intermediate Revenues**

Revenue from intermediate source is the amount of money from funds collected by an intermediate administrative unit, or a political subdivision between the district and the state, and distributed to districts in amounts that differ in proportion to those which were collected within such systems.

**12. State Revenues**

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

Revenues from state sources for current operations are primarily governed by state aid formula under the provisions of Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts. After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally, such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Assets, Liabilities, Fund Balance, Revenue and Expenditures (Continued)**

**13. Federal Revenues**

Federal revenues consist of revenues from the federal government in the form of operating grants or entitlements. An operating grant is a contribution to be used for a specific purpose, activity or facility. A grant may be received either directly from the federal government or indirectly as a pass through from another government, such as the state. Entitlement is the amount of payment to which the District is entitled pursuant to an allocation formula contained in applicable statutes. The majority of the federal revenues received by the District are apportioned to the general fund. The District maintains a separate child nutrition fund and the federal revenues received for the child nutrition programs are apportioned there.

**14. Non-Monetary Transactions**

The District receives commodities from the U. S. Department of Agriculture. The value of these commodities has been included in the Schedule of Expenditures of Federal Awards and they have been reflected in the basic financial statements as revenue and expense.

**15. Resource Use Policy**

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

**2. DETAILED NOTES CONCERNING THE FUNDS**

**A. Deposits and Investments**

*Custodial Credit Risk*

At June 30, 2024, the District held deposits of approximately \$45,308,371 at financial institutions. The District's cash deposits, including interest-bearing certificates of deposit, are entirely covered by Federal Depository Insurance (FDIC) or direct obligation of the U.S. Government insured or collateralized with securities held by the District or by its agent in the District's name.

*Investment Interest Rate Risk*

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Investment Credit Risk*

The District has no policy that limits its investment choices other than the limitation of state law as follows:

- a. Direct obligations of the U.S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**2. DETAILED NOTES CONCERNING THE FUNDS (Continued)**

**A. Deposits and Investments (Continued)**

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

The cash and investments held at June 30, 2024 are as follows:

Type	Weighted Average Maturity (Months)	Credit Rating	Market Value	Cost	
Investments					
Money Market	N/A	AAAm	\$ 30,439,991	\$ 30,439,991	67%
Government & agency securities			1,910,733	1,910,733	4%
Mutual funds			1,096,880	1,096,880	2%
CDs	14		11,860,767	11,860,767	26%
Total investments			<u>\$ 45,308,371</u>	<u>\$ 45,308,371</u>	

*Concentration of Investment Credit Risk*

The District places no limit on the amount it may invest in any one issuer. The District has the following of credit risk: 67% in Money Market funds (\$30,439,991), 4% in Government & agency securities (\$1,910,733), 2% in Mutual funds (\$1,096,880) and 26% in CDs (\$11,860,767).

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**2. DETAILED NOTES CONCERNING THE FUNDS (Continued)**

**B. Capital Assets**

Primary Government capital asset activity for the year ended is as follows:

	Balance 6/30/23	Additions	Disposals	Balance 6/30/24
<b>Governmental Activities:</b>				
Non-depreciable assets:				
Land	\$ 1,193,875	\$ -	\$ 54,000	\$ 1,139,875
Work in process	55,267,123	167,787	2,676,198	52,758,712
Total non-depreciable assets	<u>56,460,998</u>	<u>167,787</u>	<u>2,730,198</u>	<u>53,898,587</u>
Depreciable assets:				
Buildings and improvements	72,476,432	2,676,198	-	75,152,630
Furniture, fixtures and equipment	7,275,099	29,274	-	7,304,373
Vehicles	2,822,642	-	-	2,822,642
Total depreciable assets	<u>82,574,173</u>	<u>2,705,472</u>	<u>-</u>	<u>85,279,645</u>
Less accumulated depreciation:				
Buildings and improvements	(20,154,038)	(751,527)	-	(20,905,565)
Furniture, fixtures and equipment	(7,031,018)	(52,791)	-	(7,083,809)
Vehicles	(2,428,862)	(98,445)	-	(2,527,307)
Total accumulated depreciation	<u>(29,613,918)</u>	<u>(902,763)</u>	<u>-</u>	<u>(30,516,681)</u>
Net depreciable assets	<u>52,960,255</u>	<u>1,802,709</u>	<u>-</u>	<u>54,762,964</u>
Net governmental activities capital assets	<u>\$ 109,421,253</u>	<u>\$ 1,970,496</u>	<u>\$ 2,730,198</u>	<u>\$ 108,661,551</u>

**C. Long-term Debt**

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

The District issued building bonds in the amount of \$9,960,000 on June 1, 2022. Bond maturities begin June 1, 2024 with a payment of \$9,960,000. This bond was paid off in current year.

The District issued building bonds in the amount of \$20,035,000 on May 1, 2024. Bond maturities begin May 1, 2026 with 3 various annual payments.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**2. DETAILED NOTES CONCERNING THE FUNDS (Continued)**

**C. Long-term Debt (Continued)**

Debt service requirements for the 2024 building bonds are as follows:

Year Ended June 30,	General Obligation Bonds		Interest	Total Requirements
	Rate	Principal		
2025	5.50%	\$ -	\$ 1,051,825	\$ 1,051,825
2026	5.50%	6,675,000	1,051,825	7,726,825
2027	5.25%	6,680,000	684,700	7,364,700
2028	5.00%	6,680,000	334,000	7,014,000
		<u>\$ 20,035,000</u>	<u>\$ 3,122,350</u>	<u>\$ 23,157,350</u>

**D. Leases**

As per Oklahoma Statutes 200, Section 430.1, the District executed a lease for construction, equipment and capital improvement of the new elementary school, middle school addition, playground, stadium concessions, freshman wing, band wing and high school renovations. The lease is to be financed by the issue of building bonds on a yearly basis and paid annually. Annual rental and interest payments to maturity are as follows:

Year Ended June 30,	Amount
2025	13,676,375
2026	2,027,250
2027	2,027,250
2028	2,027,250
2029	15,857,625
2030	1,318,000
2031	1,318,000
2032	1,318,000
2033	<u>\$ 27,019,000</u>
Total	66,588,750
Less Interest	<u>(14,678,750)</u>
Total	<u>\$ 51,910,000</u>

The above leases contain a clause that gives the District the ability to terminate the lease agreements at the end of each fiscal year. The District has recorded the liability for future lease payments in the general long-term debt account group for these leased assets.

Long-term debt consists of bonds payable and lease obligations. The following is a summary of the changes in general long-term debt transactions of the District for the fiscal year:

	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024
Bonds payable	\$ 9,960,000	\$ 20,035,000	\$ 9,960,000	\$ 20,035,000
Leases payable	51,910,000	-	-	51,910,000
Total	<u>\$ 61,870,000</u>	<u>\$ 20,035,000</u>	<u>\$ 9,960,000</u>	<u>\$ 71,945,000</u>

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**3. OTHER INFORMATION**

**A. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; or acts of God. The District purchases commercial insurance to cover these risks, including general and auto liability, property damage, and public officials' liability. The District had the following insurance coverage during the year: commercial property - \$1,760,000,000; general liability - \$1,000,000; and educators' liability \$1,000,000. Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

The School also participates in a risk pool for Workers' Compensation coverage in which there is a transfer or pooling of risks among the participants of that pool. In accordance with GASB No. 10, the School reports the required contribution to the pool, net of refunds, as insurance expense. The risk pool is the Oklahoma School Assurance Group (OSAG), an organization formed for the purpose of providing workers' compensation coverage to participating schools in the State of Oklahoma.

In that capacity, OSAG is responsible for providing loss control services and certain fiscal activities, including obtaining contract arrangements for the underwriting, excess insurance agreements, claims processing, and legal defense for any and all claims submitted to them during the plan year. As a member of OSAG the District is required to pay fees set by OSAG according to an established payment schedule. A portion of the fees paid by the District goes into a loss fund for the District. The fee for the loss fund is calculated by projecting losses based on the school's losses for the last five years. OSAG provides coverage in excess of the Loss Fund so the District's liability for claim loss is limited to the balance of the loss fund. If the District does not use their loss fund in three years it is returned to them with no interest.

The District is also a member of the Oklahoma Public Schools Unemployment Compensation Program. In this program the District is required to contribute 1.6% of their taxable payroll for unemployment insurance. The funds for each district are kept separate and districts can contribute more than 1.6% of their payroll if they elect to. The money contributed by each District earns interest and is fully insured. If the District has claims in excess of the amount in their account, they would be liable for the excess.

**B. Contingent Liabilities**

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

**C. Non-Monetary Transactions**

The fair market value as determined by the Oklahoma Department of Human Services of the commodities received during the period under audit was \$50,968.



**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**3. OTHER INFORMATION (Continued)**

**D. Employee Retirement System and Plan**

Description of Plan

The District participates in the state-administered Oklahoma Teachers' Retirement System, which is a cost sharing, multiple-employer defined benefit public employee retirement system (PERS), which is administered by the Board of Trustees of the Oklahoma Teachers' Retirement System (the "System"). The System provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Title 70 Section 17 of the Oklahoma Statutes establishes benefit provisions and may be amended only through legislative action.

The Oklahoma Teachers' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Oklahoma Teachers' Retirement System, P.O. Box 53624, Oklahoma District, OK 73152 or by calling 405-521-2387.

Basis of Accounting

The System's financial statements are prepared using the cash basis of accounting, except for accruals of interest income. Plan member contributions are recognized in the period in which the contributions are made. Benefits and refunds are recognized when paid. The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed to date and is adjusted for the effect of projected salary increases. There are no actuarial valuations performed on individual school districts. The System has an under-funded pension benefit obligation as determined as part of the latest actuarial valuation.

Funding Policy

The District, the State of Oklahoma, and the participating employee make contributions. The contribution rates for the District and its employees are established by and may be amended by Oklahoma Statutes. The rates are not actuarially determined. The rates are applied to the employee's earnings plus employer-paid fringe benefits. The required contribution for the participating members is 7.0% of compensation. Additionally, OTRS receives "federal matching contributions" for positions whose funding comes from federal sources or certain grants. The District and State are required to contribute 14.0% of applicable compensation. Contributions received by the System from the State of Oklahoma are from 3.54% of its revenues from sales tax use taxes, corporate income taxes and individual income taxes. The District contributed 9.5% and the State of Oklahoma plus the federal contribution contributed the remaining 4.5% during this year. The District is allowed by the Oklahoma Teachers' Retirement System to make the required contributions on behalf of the participating members. The school is required to pay 16.5% for any compensated retired teachers already receiving retirement benefits.

Annual Pension Cost

The District's total contributions for 2024, 2023 and 2022 were \$1,062,189, \$916,734 and \$889,461, respectively.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2024**

**3. OTHER INFORMATION (Continued)**

**E. Surety Bonds**

The Superintendent and Assistant Superintendent are bonded by Ohio Casualty Insurance Company. The bond number is 5080586, for the penal sum of \$100,000 each for the term July 1, 2023 to July 1, 2024.

The Treasurer is bonded by Ohio Casualty Insurance Company. The bond number is 5080586, for the penal sum of \$100,000 for the term July 1, 2023 to July 1, 2024.

The Lunch Fund Clerks are each bonded by Ohio Casualty Insurance Company. The bond number is 5080586, it covers each lunch fund clerk for the penal sum of \$5,000, and it is for the term July 1, 2023 to July 1, 2024.

The encumbrance clerk is bonded by Ohio Casualty Insurance Company. The bond number is 5080586, for the penal sum of \$5,000 for the term July 1, 2023 to July 1, 2024.

The Activity Fund Clerks are each bonded by Ohio Casualty Insurance Company. The bond number is 5080586, it covers each activity fund clerk for the penal sum of \$5,000, and it is for the term July 1, 2023 to July 1, 2024.

The minutes clerk is bonded by Ohio Casualty Insurance Company. The bond number is 5080586, for the penal sum of \$5,000 for the term July 1, 2023 to July 1, 2024.

The HR/payroll manager is bonded by Ohio Casualty Insurance Company. The bond number is 5080586, for the penal sum of \$10,000 for the term July 1, 2023 to July 1, 2024.

**4. RELATED PARTY**

The Cushing Educational Facilities Authority was created by Trust Indenture dated September 13, 2013, under the provisions of Title 60, Oklahoma Statutes 2011, Sections 176 to 180.3, inclusive. The Trust was created generally to promote the development of educational, recreational and cultural activities within and near the territorial limits of the City and to thereby provide educational, recreational and cultural facilities which will benefit and strengthen culture and the economy of the City of Cushing, Oklahoma. The Authority is exempt from State and Federal Income taxes. The City of Cushing, as beneficiary, has elected to preserve the legal structure of this Authority for a potential future use. The School will be liable to pay the following back through bond issues.

In 2024, the Authority issued 2024 General Obligation Bonds in the amount of \$69,700,000 for the purpose of constructing, equipping, repairing and remodeling school buildings, acquiring school furniture, fixtures and equipment and acquiring and improving school sites.

**5. CONTINGENCIES**

There is a possibility that the Cushing School Building Fund may be required to re-pay Stroud Schools Building Fund for excess property tax revenues received due to Lincoln County incorrectly identifying the school districts in the property tax valuations. No estimated amount of liability has been added to the financial statements at this time.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**SUPPLEMENTAL INFORMATION**  
**June 30, 2024**

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**(Non-GAAP Budgetary Basis)**

**GENERAL FUND**  
**For the Fiscal Year Ended June 30, 2024**  
**(Unaudited)**

	<b>Budgeted Amounts</b>			<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>Favorable</b>
				<b>(Unfavorable)</b>
<b>Revenues:</b>				
Local sources	\$ 12,555,184	\$ 12,555,184	\$ 13,800,008	\$ 1,244,824
Intermediate sources	790,259	790,259	766,488	(23,771)
State sources	2,771,362	2,771,362	3,123,562	352,200
Federal sources	1,444,664	1,444,664	1,111,591	(333,073)
Other sources	-	-	37,797	37,797
<b>Total revenues</b>	<b>17,561,469</b>	<b>17,561,469</b>	<b>18,839,446</b>	<b>1,277,977</b>
<b>Expenditures:</b>				
Instruction	13,892,682	13,892,682	11,315,620	2,577,062
Support services	6,389,373	6,389,373	6,389,373	-
Non-instructional services	17,855	17,855	17,855	-
Capital outlay	4,900	4,900	4,900	-
Other outlays	18,719	18,719	18,719	-
Principal retirement	-	-	-	-
Interest & fiscal agent charges	-	-	-	-
Repayments	-	-	-	-
<b>Total expenditures</b>	<b>20,323,529</b>	<b>20,323,529</b>	<b>17,746,467</b>	<b>2,577,062</b>
<b>Net change in fund balance</b>	<b>(2,762,060)</b>	<b>(2,762,060)</b>	<b>1,092,979</b>	<b>3,855,039</b>
<b>Beginning fund balance</b>	<b>2,762,060</b>	<b>2,762,060</b>	<b>2,762,060</b>	<b>-</b>
<b>Prior year encumbrances appropriated</b>	<b>-</b>	<b>-</b>	<b>1,661</b>	<b>1,661</b>
<b>Ending fund balances</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,856,700</b>	<b>\$ 3,856,700</b>

The accompanying notes are an integral part of this statement.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**(Non-GAAP Budgetary Basis)**

**SPECIAL REVENUE FUNDS - BUILDING FUND**  
**For the Fiscal Year Ended June 30, 2024**  
**(Unaudited)**

	<b>Budgeted Amounts</b>			<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>Favorable</b>
				<b>(Unfavorable)</b>
<b>Revenues:</b>				
Local sources	\$ 1,892,397	\$ 1,892,397	\$ 2,315,321	\$ 422,924
Intermediate sources	-	-	-	-
State sources	8	8	20,008	20,000
Federal sources	379,190	379,190	-	(379,190)
Other sources	-	-	-	-
<b>Total revenues</b>	<u>2,271,595</u>	<u>2,271,595</u>	<u>2,335,329</u>	<u>63,734</u>
<b>Expenditures:</b>				
Instruction	5,830	5,830	5,830	-
Support services	18,492,466	18,492,466	1,728,379	16,764,087
Non-instructional services	-	-	-	-
Capital outlay	204,676	204,676	204,676	-
Other outlays	-	-	-	-
Repayments	-	-	-	-
<b>Total expenditures</b>	<u>18,702,972</u>	<u>18,702,972</u>	<u>1,938,885</u>	<u>16,764,087</u>
<b>Net change in fund balance</b>	<u>(16,431,377)</u>	<u>(16,431,377)</u>	<u>396,444</u>	<u>16,827,821</u>
<b>Beginning fund balance</b>	<u>16,431,377</u>	<u>16,431,377</u>	<u>16,431,377</u>	<u>-</u>
<b>Prior year encumbrances appropriated</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Ending fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,827,821</u>	<u>\$ 16,827,821</u>

The accompanying notes are an integral part of this statement.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**(Non-GAAP Budgetary Basis)**

**SPECIAL REVENUE FUNDS - CHILD NUTRITION FUND**  
**For the Fiscal Year Ended June 30, 2024**  
**(Unaudited)**

	<b>Budgeted Amounts</b>			<b>Variance with</b>
	<b>Original</b>	<b>Final</b>		<b>Final Budget</b>
	<b>Budget</b>	<b>Budget</b>	<b>Actual</b>	<b>Favorable</b>
				<b>(Unfavorable)</b>
<b>Revenues:</b>				
Local sources	\$ 127,311	\$ 127,311	\$ 144,546	\$ 17,235
Intermediate sources	-	-	-	-
State sources	7,806	7,806	7,417	(389)
Federal sources	744,932	744,932	752,793	7,861
Other sources	-	-	1,178	1,178
	<u>880,049</u>	<u>880,049</u>	<u>905,934</u>	<u>25,885</u>
<b>Total revenues</b>				
<b>Expenditures:</b>				
Support services	-	-	-	-
Non-instructional services	1,518,310	1,518,310	894,206	624,104
Capital outlay	-	-	-	-
Other outlays	1,178	1,178	1,178	-
Repayments	-	-	-	-
	<u>1,519,488</u>	<u>1,519,488</u>	<u>895,384</u>	<u>624,104</u>
<b>Total expenditures</b>				
<b>Net change in fund balance</b>	(639,439)	(639,439)	10,550	649,989
<b>Beginning fund balance</b>	639,439	639,439	639,439	-
<b>Prior year encumbrances appropriated</b>	-	-	38	38
<b>Ending fund balances</b>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>650,027</u>	\$ <u>650,027</u>

The accompanying notes are an integral part of this statement.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**(Non-GAAP Budgetary Basis)**

**DEBT SERVICE FUND**  
**For the Fiscal Year Ended June 30, 2024**  
**(Unaudited)**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Favorable (Unfavorable)</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	
<b>Revenues:</b>				
Local sources	\$ 5,082,641	\$ 5,082,641	\$ 5,297,526	\$ 214,885
Intermediate sources	-	-	-	-
State sources	-	-	22	22
Federal sources	-	-	-	-
Other sources	-	-	11,210	11,210
<b>Total revenues</b>	<u>5,082,641</u>	<u>5,082,641</u>	<u>5,308,758</u>	<u>226,117</u>
<b>Expenditures:</b>				
Debt service:				
Principal retirement	9,960,000	9,960,000	9,960,000	-
Interest & fiscal agent charges	<u>278,880</u>	<u>278,880</u>	<u>278,880</u>	<u>-</u>
<b>Total expenditures</b>	<u>10,238,880</u>	<u>10,238,880</u>	<u>10,238,880</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>(5,156,239)</u>	<u>(5,156,239)</u>	<u>(4,930,122)</u>	<u>226,117</u>
<b>Beginning fund balance</b>	<u>5,156,239</u>	<u>5,156,239</u>	<u>5,156,239</u>	<u>-</u>
<b>Ending fund balances</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 226,117</u>	<u>\$ 226,117</u>

The accompanying notes are an integral part of this statement.

**CUSHING SCHOOL DISTRICT NUMBER I-67  
Payne County, Oklahoma**

**NOTES TO BUDGETARY INFORMATION  
For the Fiscal Year Ended June 30, 2024  
(Unaudited)**

**BUDGETARY INFORMATION**

The District is required by state law to prepare an annual budget. A preliminary budget is submitted to the Board of Education by December 31 for the fiscal year beginning the following July 1. Since the voters have permanently approved the additional levies, the preliminary budget becomes the legal budget. An annual Estimate of Needs is then approved by the Board and subsequently filed with the County Clerk and approved by the County Excise Board. Supplemental appropriations can be made during the year.

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



**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For the Fiscal Year Ended June 30, 2024**

<b>Federal Grantor/Pass Through Grantor/Program Title</b>	<b>Federal Assistance Listing</b>	<b>Pass-through Grantor's Project Number</b>	<b>Grant Number</b>	<b>Approved Amount</b>	<b>Balance July 1, 2023</b>	<b>Receipts</b>	<b>Expend- itures</b>	<b>Balance June 30, 2024</b>
<b><u>U.S. Department of Education:</u></b>								
<b><u>Direct Programs:</u></b>								
Title VII - Indian Education	84.060	561	S060A240008	\$ 70,961	\$ -	\$ 70,961	\$ 70,961	\$ -
<b>Sub-Total</b>				<u>70,961</u>	<u>-</u>	<u>70,961</u>	<u>70,961</u>	<u>-</u>
<b><u>Passed through State Department of Education:</u></b>								
Title I	84.010	785 - 511	S010A240036	378,201	-	374,451	374,451	-
Title I	84.010	785 - 515	S010A240036	3,317	-	3,317	3,317	-
Title I 22-23	84.010	515	S010A230036	58,121	(2,135)	2,135	-	-
Title II, Part A	84.367	785 - 541	S367A240035	67,392	-	67,392	67,392	-
Title IV, Part A	84.424	785 - 552	S424A240037	25,769	-	25,769	25,769	-
Title V	84.358	785 - 587	S358B240035	40,527	-	12,985	12,985	-
<b>Sub-Total</b>				<u>573,327</u>	<u>(2,135)</u>	<u>486,049</u>	<u>483,914</u>	<u>-</u>
<b><u>ESSER Cluster:</u></b>								
ESSER III	84.425U	795	S425D240024	498,108	-	243,161	387,026	(143,865)
ESSER III 22-23	84.425U	795	S425D230024	1,520,428	(188,215)	188,215	-	-
ESSER II	84.425U	725	S425D240024	5,749	-	5,749	1,749	4,000
ESSER II	84.425U	726	S425D240024	6,460	-	6,460	6,459	1
<b>ESSER Cluster Sub-Total</b>				<u>2,030,745</u>	<u>(188,215)</u>	<u>443,585</u>	<u>395,234</u>	<u>(139,864)</u>
<b><u>Passed through State Department of Career and Technology Education:</u></b>								
Carl Perkins	84.048	421	V048A220036	17,578	-	17,578	17,578	-
Job Training-OJT	84.126	456		304	-	246	304	(58)
<b>Sub-Total</b>				<u>17,882</u>	<u>-</u>	<u>17,824</u>	<u>17,882</u>	<u>(58)</u>

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**For the Fiscal Year Ended June 30, 2024**

Federal Grantor/Pass Through Grantor/Program Title	Federal Assistance Listing	Pass-through Grantor's Project Number	Grant Number	Program or Award Amount	Balance July 1, 2023	Receipts	Expend- itures	Balance June 30, 2024					
IDEA Cluster:													
IDEA-B, Special Ed Prof Dev	84.027	613		600	-	525	525	-					
IDEA-B, ARP Flowthrough	84.027	628		85,468	-	85,468	85,468	-					
IDEA-B, SEA Discretionary	84.027	615		2,501	-	2,329	2,329	-					
IDEA-B, ARP Preschool	84.173	643		4,849	-	4,849	4,849	-					
IDEA Cluster Sub-Total				93,418	-	93,171	93,171	-					
U.S. Department of Agriculture:													
Passed through State Department of Education:													
Child Nutrition Programs:													
Supply Chain	10.555	759		87,111	-	44,465	19,015	25,450					
National School Lunch Program	10.555	763		496,616	-	496,616	419,777	76,839					
School Breakfast Program	10.553	764		262,084	-	211,713	262,084	(50,371)					
Summer Food Service Program	10.559	766		80,317	-	-	1,756	(1,756)					
Child Nutrition Cluster sub-total				926,128	-	752,794	702,632	50,162					
Passed through Oklahoma Department of Agriculture													
Human Services (Note C)	10.565			50,968	-	50,968	50,968	-					
Sub-Total				977,096	-	803,762	753,600	50,162					
Total Expenditures of Federal Awards				\$	3,763,429	\$	(190,350)	\$	1,915,352	\$	1,814,762	\$	(89,760)

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**For the Fiscal Year Ended June 30, 2024**

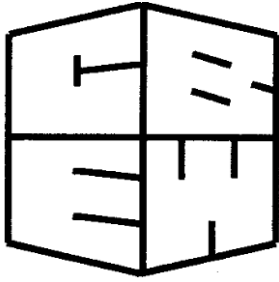
**Note A - Basis of Presentation** - The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the School under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only selected portion of the operations of the School, it is not intended and does not present the financial position, changes in net assets, or cash flows of the School.

**Note B - Summary of Significant Accounting Policies** - Expenditures reported on the Schedule are reported on the regulatory basis of accounting consistent with the preparation of the combined financial statements except for nonmonetary assistance noted in Note C. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The School has elected not to use the 10 percent de minimus indirect cost rate allowed under the Uniform Guidance.

**Note C - Food Distribution** - Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS***  
**June 30, 2024**



## **CBEW Professional Group, LLP**

Certified Public Accountants

P.O. Box 790

Cushing, OK 74023

918-225-4216 FAX 918-225-4315

Charles E. Crooks, Jr., CPA – Trisha J. Rieman, CPA – Gabrielle Conchola, CPA

### **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**

September 9, 2024

The Honorable Board of Education  
Cushing School District Number I-67  
Cushing, Payne County, Oklahoma

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the accompanying basic financial statements —regulatory basis of the governmental activities, each major fund, and the aggregate remaining fund information of the Cushing School District Number I-67, Cushing, Payne County, Oklahoma (District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated September 9, 2024, which was adverse with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in the United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts and did not conform to the presentation requirements of the Governmental Accounting Standards Board.

#### ***Report on Internal Control Over Financial Reporting***

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### ***Report on Compliance and Other Matters***

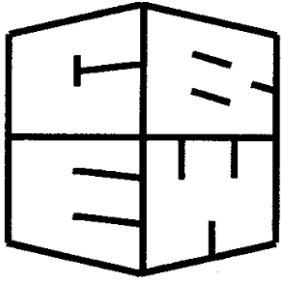
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### ***Purpose of this Report***

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

***CBEW Professional Group, LLP***

CBEW PROFESSIONAL GROUP, LLP  
Certified Public Accountants



## **CBEW Professional Group, LLP**

Certified Public Accountants

P.O. Box 790

Cushing, OK 74023

918-225-4216 FAX 918-225-4315

Charles E. Crooks, Jr., CPA – Trisha J. Rieman, CPA – Gabrielle Conchola, CPA

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

September 9, 2024

The Honorable Board of Education  
Cushing School District Number I-67  
Cushing, Payne County, Oklahoma

#### ***Report on Compliance for Each Major Federal Program***

##### ***Opinion on Each Major Federal Program***

We have audited the Cushing School District Number I-67, Cushing, Payne County, Oklahoma (the District)'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Cushing School District Number I-67, Cushing, Payne County, Oklahoma, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

##### ***Basis of Opinion on Each Major Federal Program***

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

We are required to be independent of Cushing School District Number I-67, Cushing, Payne County, Oklahoma and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Cushing School District Number I-67, Cushing, Payne County, Oklahoma's compliance with the compliance requirements referred to above.

##### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Cushing School District Number I-67, Cushing, Payne County, Oklahoma's federal programs.

Members of American Institute and Oklahoma Society of CPA's  
Serving Our Clients Since 1960

## ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Cushing School District Number I-67, Cushing, Payne County, Oklahoma's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Cushing School District Number I-67, Cushing, Payne County, Oklahoma's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Cushing School District Number I-67, Cushing, Payne County, Oklahoma's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Cushing School District Number I-67, Cushing, Payne County, Oklahoma's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Cushing School District Number I-67, Cushing, Payne County, Oklahoma's internal control over compliance. Accordingly, no such opinion is expressed.

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

## ***Report on Internal Control Over Compliance***

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

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

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



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

*CBEW Professional Group, LLP*

CBEW PROFESSIONAL GROUP, LLP  
Certified Public Accountants

**CUSHING SCHOOLS DISTRICT NO. I-67**  
**Payne County, Oklahoma**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Fiscal Year Ended June 30, 2024**

**SUMMARY OF AUDITOR'S RESULTS**

*Financial Statements:*

Type of Auditor's Report Issued: Adverse opinion on the basic financial statements—regulatory basis in conformity with generally accepted accounting principles and an unmodified opinion on the governmental activities, each major fund and the aggregate remaining fund information in conformity with a regulatory basis of accounting prescribed by the Oklahoma Department of Education.

Internal Control Over Financial Reporting:

Material Weakness(es) identified? ☐ Yes ☒ No

Significant Deficiencies identified not considered to be material weaknesses? None reported

Noncompliance material to financial statements noted? ☐ Yes ☒ No

*Federal Awards:*

Type of auditors report issued on compliance for major programs: Unmodified in conformity with the regulatory basis of accounting.

Internal Control Over Major Programs:

Material Weakness(es) identified? ☐ Yes ☒ No

Significant Deficiencies identified not considered to be material weaknesses? None reported

Audit findings disclosed that are required to be reported in accordance with the Uniform Guidance, Section .516(a)? ☐ Yes ☒ No

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

Auditee Qualified as low-risk auditee? ☐ Yes ☒ No

*Identification of Major Programs:*

Federal Assistance Listing #

84.425U – ESSER II and ESSER III Formula Funds  
84.010 – Title I – Grants to Local Educational Agencies

**FINDINGS - FINANCIAL STATEMENT AUDIT**

1. None.

**FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT**

1. None

**CUSHING SCHOOLS DISTRICT NO. I-67**  
**Payne County, Oklahoma**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**For the Fiscal Year Ended June 30, 2024**

None.

**CUSHING SCHOOL DISTRICT NUMBER I-67**  
**Payne County, Oklahoma**

**OTHER INFORMATION**  
**June 30, 2024**

CUSHING SCHOOL DISTRICT NUMBER 1-67  
Payne County, Oklahoma

ACCOUNTANT'S PROFESSIONAL  
LIABILITY INSURANCE AFFIDAVIT

JULY 1, 2023 TO JUNE 30, 2024

State of Oklahoma )

County of Payne )

The undersigned auditing firm of lawful age, being first duly sworn on oath, says that said firm had in full force and effect Accountant's Professional Liability Insurance in accordance with the "Oklahoma Public School Audit Law" at the time of audit contract and during the entire audit engagement with Cushing School District for the audit year 2023-2024.

CBEW PROFESSIONAL GROUP, LLP  
Certified Public Accountants

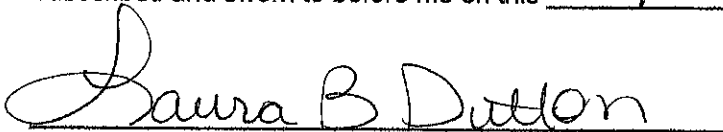
Auditing Firm

By



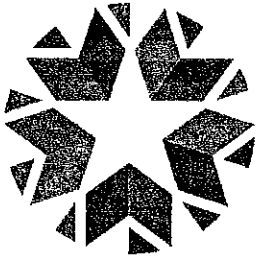
Authorized Agent

Subscribed and sworn to before me on this 9th day of September, 2024.

  
Notary Public

My commission expires on:

22 day of Sept, 2024 # 16009115



# OKLAHOMA Education

Audit

Acknowledgment Audit

Year: 2023-2024

District Name Cushing Public Schools

District Number I-67

County Name Payne County

County Code 60

The annual independent audit was presented to the Board of Education in a meeting conducted in accordance with the Open Meeting Act 25 O.S. Section 301-314 on September 12, 2024

The audit was presented by CBEW Professional Group, LLP September 12, 2024  
(Independent Auditor) (Independent Auditor's Signature)

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

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

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

Signature of the Board of Education:

Superintendent  
Bruce Tate  
Board of Education President

CW  
Board of Education Vice President  
BP Key  
Board of Education Member

Gene Hays  
Board of Education Member

Board of Education Member

Board of Education Member

Subscribed and sworn before me on 9/12/24  
Janet A. Cooper  
(Notary Public)



Commission expires 3/10/26

Updated 7/2023