

Ringling School District I-14
Jefferson County, Oklahoma
Financial Statements
Year-End June 30, 2022

Ringling School District I-14
Jefferson County, Oklahoma
School District Officials
June 30, 2022

Board of Education

President	Susan Van Buskirk
Vice-President	Tracey Rapier
Clerk	Patrick Stewart
Member	T.J. Neble
Member	Sonny Stewart

Superintendent of Schools

Kent Southward

School District Treasurer

Raye Farris

Ringling School District I-14
Jefferson County, Oklahoma
Table of Contents
June 30, 2022

Independent Auditor's Report	1
------------------------------	---

Fund-type and Account Group Financial Statements:

Combined Statement of Assets, Liabilities and Fund Equity - Regulatory Basis – All Fund Types and Accounts Groups	5
Combined Statement of Revenues Collected, Expenditures Paid and Changes In Cash Fund Balances – Regulatory Basis – All Governmental Fund Types	6
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances – Budget and Actual – Regulatory Basis Budgeted Governmental Fund Types	7
Notes to Combined Financial Statements	9

Other Supplementary Information:

Combining Financial Statements:

Combining Statement of Assets, Liabilities and Fund Equity – Regulatory Basis – All Special Revenue Funds	22
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances – Regulatory Basis – All Special Revenue Funds	23
Combining Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances – Budget and Actual – Regulatory Basis – All Special Revenue Funds	24
Combining Statement of Changes in Cash Balances – Regulatory Basis – Activity Funds	25
Schedule of Expenditures of Federal Awards	26
Notes to the Schedule of Expenditures of Federal Awards	28

Ringling School District I-14
Jefferson County, Oklahoma
Table of Contents
June 30, 2022

Government Auditing Standards Section:

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 <i>Government Auditing Standards</i>	29
---	----

Single Audit Section:

Independent Auditor's Report on Compliance for each Major Program and Internal Control over Compliance Required by Uniform Guidance	31
---	----

Schedule of Findings and Questioned Costs	34
---	----

Summary of Prior Year Findings	39
--------------------------------	----

Oklahoma Department of Education Required Supplementary Information:

Statement of Statutory, Fidelity and Honesty Bonds (unaudited)	42
Schedule of Accountants' Professional Liability Insurance (unaudited)	43



Independent Auditor's Report

The Honorable Board of Education
Ringling School District, I-14
Jefferson County, Oklahoma

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the Ringling School District I-14, Jefferson County, Oklahoma which comprise the combined statement of assets, liabilities and fund equity – all fund types and account groups as of June 30, 2022, and the related combined statement of revenues collected and expenditures paid and changes in cash fund balances – regulatory basis for the year then ended, and the related notes to the financial statements.

Qualified Opinion on Account Groups

In our opinion, except for the effects of the matter described in the Basis for Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the assets and liabilities of the account groups in accordance with the financial reporting provisions of the Oklahoma State Department of Education as described in Note 1.

Unmodified Opinion on Fund Types

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and fund equity arising from regulatory basis transactions for each fund type of the Ringling School District I-14, Jefferson County, Oklahoma as of June 30, 2022, and the revenues it collected and expenditures it paid and budgetary results for the year then ended, in accordance with the financial reporting provisions of Oklahoma State Department of Education as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Ringling School District I-14, Jefferson County, Oklahoma as of June 30, 2022, or changes in net position, or cash flows thereof 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 Ringling School District I-14, Jefferson 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 Qualified Opinion on the Account Groups

As discussed in Note 1, the combined financial statements referred to above do not include the General Fixed Asset Account Group which should be included to conform with financial reporting provisions of Oklahoma State Department of Education. The amount that should be recorded in the General Fixed Asset Account Group has not been determined.

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

As described in Note 1, the financial statements are prepared by the School District, on the basis of the financial reporting provisions of Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of 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 determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Oklahoma State Department of Education. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Ringling School District I-14's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion,

forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Ringling School District I-14'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 Ringling School District I-14'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 School District's financial statements as a whole. The accompanying combining financial statements, combining statement of changes in cash balances – regulatory basis – activity funds, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purpose of additional analysis and are 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 combining financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 14, 2023, on our consideration of Ringling School District I-14 Jefferson County, Oklahoma's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contract 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 Ringling School District I-14 Jefferson County, Oklahoma's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering Ringling School District I-14 Jefferson County, Oklahoma's internal control over financial reporting and compliance.



Norman, Oklahoma
March 14, 2023

Ringling School District I-14
Jefferson County, Oklahoma
Combined Statement of Assets, Liabilities and Fund Equity
Regulatory Basis – All Governmental Fund Type and Account
Groups June 30, 2022

ASSETS	Governmental Fund Types				Fiduciary	Account	Total
	General	Special Revenue	Debt Service	Capital Projects	Fund Types Trust and Agency	Group General Long Term Debt	(memorandum only - Note 1) 6/30/2022
Cash	\$ 1,211,743	\$ 547,654	\$ 8,864	\$ 94,501	\$ 231,219	\$ -	\$ 2,093,981
Amount available in debt service fund	-	-	-	-	-	8,864	8,864
Amounts to be provided for							
Financed purchase payable	-	-	-	-	-	25,480	25,480
Retirement of general long term debt	-	-	-	-	-	911,136	911,136
Total Assets	\$ 1,211,743	\$ 547,654	\$ 8,864	\$ 94,501	\$ 231,219	\$ 945,480	\$ 3,039,461
LIABILITIES AND FUND EQUITY							
Liabilities:							
Warrants payable	\$ 269,125	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 269,125
Due to others	-	-	-	-	231,019	-	231,019
Encumbrances	92,861	77,633	-	93,747	200	-	264,441
Financed purchase payable	-	-	-	-	-	25,480	25,480
General obligation bonds payable	-	-	-	-	-	920,000	920,000
Total Liabilities	361,986	77,633	-	93,747	231,219	945,480	1,710,065
Fund Equity:							
Restricted For:							
Debt Service	-	-	8,864	-	-	-	8,864
Building Services	-	296,497	-	-	-	-	296,497
Child Nutrition Programs	-	173,524	-	-	-	-	173,524
Capital Projects	-	-	-	754	-	-	754
Unassigned	849,757	-	-	-	-	-	849,757
Total Cash Fund Balances	849,757	470,021	8,864	754	-	-	1,329,396
Total Liabilities and Fund Equity	\$ 1,211,743	\$ 547,654	\$ 8,864	\$ 94,501	\$ 231,219	\$ 945,480	\$ 3,039,461

The notes to the financial statements are an integral part of this statement

Ringling School District I-14
Jefferson County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances
Regulatory Basis – All Governmental Fund Type
For the Year Ended June 30, 2022

	Governmental Fund Types				Total
	General	Special Revenue	Debt Service	Capital Projects	(memorandum only - Note 1) June 30, 2022
Revenues collected:					
Local sources	\$ 798,940	\$ 137,191	\$ 92,843	\$ 704	\$ 1,029,678
Intermediate sources	87,031	-	-	-	87,031
State sources	2,799,041	2,280	-	-	2,801,321
Federal sources	859,926	255,759	-	-	1,115,685
Total revenues collected	<u>\$ 4,544,938</u>	<u>\$ 395,230</u>	<u>\$ 92,843</u>	<u>\$ 704</u>	<u>\$ 5,033,715</u>
Expenditures paid:					
Instruction	\$ 2,382,412	\$ -	\$ -	\$ -	\$ 2,382,412
Support services	1,784,359	10,713	-	-	1,795,072
Non-Instructional services	11,923	198,618	-	-	210,541
Capital outlay	40,970	65,951	-	920,000	1,026,921
Other outlays	3,246	-	-	-	3,246
Debt service:					
Principal payments	-	-	120,000	-	120,000
Interest and fiscal agent fees	-	-	2,700	-	2,700
Total expenditures paid	<u>4,222,910</u>	<u>275,282</u>	<u>122,700</u>	<u>920,000</u>	<u>5,540,892</u>
Excess of revenues collected over (under) expenditures paid	322,028	119,948	(29,857)	(919,296)	(507,177)
Other financing sources:					
Bond sale proceeds	-	-	-	901,648	901,648
Adjustments to prior year encumbrances	23,842	5,885	-	-	29,727
Excess of revenues collected and other sources over (under) expenditures paid and other uses	345,870	125,833	(29,857)	(17,648)	424,198
Cash fund balances, beginning of year	503,887	344,188	38,721	18,402	905,198
Cash fund balances, end of year	<u>\$ 849,757</u>	<u>\$ 470,021</u>	<u>\$ 8,864</u>	<u>\$ 754</u>	<u>\$ 1,329,396</u>

The notes to the financial statements are an integral part of this statement

Ringling School District I-14
Jefferson County, Oklahoma

Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances – Budget and Actual
Regulatory Basis – Budgeted Governmental Fund Types
For the Year Ended June 30, 2022

	General Fund				Special Revenue Funds			
	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance
Beginning cash fund balances - Budgetary basis	\$ 503,887	\$ 503,887	503,887	\$ -	\$ 344,188	\$ 344,188	\$ 344,188	\$ -
Revenues collected:								
Local sources	948,335	948,335	798,940	(149,395)	124,014	124,014	137,191	13,177
Intermediate sources	88,000	88,000	87,031	(969)	-	-	-	-
State sources	2,379,124	2,379,124	2,799,041	419,917	1,500	1,500	2,280	780
Federal sources	692,500	692,500	859,926	167,426	254,000	254,000	255,759	1,759
Total Revenues Collected	<u>\$ 4,107,959</u>	<u>\$ 4,107,959</u>	<u>\$ 4,544,938</u>	<u>\$ 436,979</u>	<u>\$ 379,514</u>	<u>\$ 379,514</u>	<u>\$ 395,230</u>	<u>\$ 15,716</u>
Expenditures paid:								
Instruction	2,500,000	2,500,000	2,382,412	(117,588)	-	-	-	-
Support services	2,000,000	2,000,000	1,784,359	(215,641)	150,000	150,000	10,713	(139,287)
Non-Instructional services	40,000	40,000	11,923	(28,077)	365,469	365,469	198,618	(166,851)
Capital outlay	68,046	68,046	40,970	(27,076)	208,233	208,233	65,951	(142,282)
Other outlays	3,800	3,800	3,246	(554)	-	-	-	-
Total Expenditures paid	<u>\$ 4,611,846</u>	<u>\$ 4,611,846</u>	<u>\$ 4,222,910</u>	<u>\$ (388,936)</u>	<u>\$ 723,702</u>	<u>\$ 723,702</u>	<u>\$ 275,282</u>	<u>\$ (448,420)</u>
Excess of revenues collected over (under) expenditures paid	(503,887)	(503,887)	825,915	825,915	(344,188)	(344,188)	464,136	464,136
Adjustment to prior year encumbrances	-	-	23,842	23,842	-	-	5,885	5,885
Ending cash fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 849,757</u>	<u>\$ 849,757</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 470,021</u>	<u>\$ 470,021</u>

The notes to the financial statements are an integral part of this statement.

Ringling School District I-14
Jefferson County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund
Balances – Budget and Actual
Regulatory Basis – Budgeted Governmental Fund Types
For the Year Ended June 30, 2022

	Debt Service Fund			
	Original	Final	Actual	
	Budget	Budget	Budgetary Basis	Variance
Beginning cash fund balances - Budgetary basis	\$ 18,271	\$ 18,271	\$ 18,271	\$ -
Revenues collected:				
Local sources	83,979	83,979	92,843	8,864
State sources	-	-	-	-
Total Revenues Collected	\$ 83,979	\$ 83,979	\$ 92,843	\$ 8,864
Expenditures paid:				
Debt service:				
Principal payments	100,000	100,000	100,000	-
Interest and fiscal agent fees	2,250	2,250	2,250	-
Total Expenditures Paid	\$ 102,250	\$ 102,250	\$ 102,250	\$ -
Excess of revenues collected over (under) expenditures paid	-	-	8,864	8,864
Ending cash fund balances budgetary basis	\$ -	\$ -	\$ 8,864	\$ 8,864

Reconciliation between Budgetary Comparison Schedule
and Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances.

Actual amounts "Total Expenditures Paid" from budgetary comparison Schedule:	102,250
Adjustments for Bond Principal and Interest Accruals:	20,450
Total Expenditures Paid as reported on the Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances	122,700

The notes to the financial statements are an integral part of this statement.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. *Summary of Significant Accounting Policies*

The basic financial statements of the Ringling School District, I-14, Jefferson County, Oklahoma (the "District") have been prepared in conformity with another comprehensive basis of accounting as prescribed by the Oklahoma State Department of Education. The more significant of the District's accounting policies are described below.

A. *The 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 for 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 composed of five elected members. The appointed superintendent is the executive officer of the District.

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

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. Summary of Significant Accounting Policies – (continued)

B. Fund Accounting

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

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

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

Governmental Fund Types

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

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

Special Revenue Fund - The special revenue fund consists of the District's Building Fund and Child Nutrition Fund. The Building fund consists of monies derived from property taxes levied for the purpose of erecting, remodeling, or repairing buildings and for purchasing furniture and equipment. The Child Nutrition Fund derives monies from local sources for meals. Reimbursements are received from state and federal sources for reimbursement of free and reduced lunches.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. Summary of Significant Accounting Policies – (continued)

B. Fund Accounting – (continued)

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

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

Fiduciary Fund Types

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

Account Groups

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

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

General Fixed Asset Account Group - This account group is used to account for property, plant and equipment of the school district. The district does not maintain the fixed asset records necessary to account for this account group.

Memorandum Only - Total Column

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

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. Summary of Significant Accounting Policies – (continued)

C. Basis of Accounting and Presentation

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

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

- Encumbrances represented by purchase orders, contracts, and other commitments for the expenditure of monies and are recorded as expenditures when approved.
- Investments are recorded as assets when purchased.
- Warrants payable are recorded as liabilities when issued.
- Long-term debt is recorded when incurred.
- Accrued compensated absences are recorded as an expenditure and liability when the obligation is incurred.

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.

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

Noncash Transactions - The District received federal food commodities in the amount of \$15,787. In addition, the State of Oklahoma paid \$22,859 directly to the teacher retirement fund on behalf of the District's employees.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. Summary of Significant Accounting Policies – (continued)

D. Budgets and Budgetary Accounting

The District is required by state law to prepare an annual budget. A preliminary budget must be submitted to the Board of Education by December 31 for the fiscal year beginning the following July 1. If the preliminary budget requires an additional levy, the District must hold an election on the first Tuesday in February to approve the levy. If the preliminary budget does not require an additional levy, it becomes the legal budget. If an election is held and the taxes are approved, then the preliminary budget becomes the legal budget. If voters reject the additional taxes the District must adopt a budget within the approved tax rate.

The District has approved by a majority of the electors of the District voting on the question made the ad valorem levy for emergency levy and local support levy permanent.

Prior to September 1, the District must file with the county excise board, a budget for the current fiscal year including an itemized statement of estimate of needs and probable income from all sources including ad valorem taxes. This budget, if not protested, becomes the legal budget for the District.

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

E. Assets Liabilities and Fund Equity

Investment - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District's investment policies are governed by *Oklahoma Statutes*. 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, banks and trust companies. Collateral is required for demand deposits and certificates of deposit for all amounts not covered by federal depository insurance.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. Summary of Significant Accounting Policies – (continued)
E. Assets Liabilities and Fund Equity – (continued)

Property Tax Revenues - The District is authorized by state law to levy property taxes which consist of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the county excise board, extends the tax levies on the tax roll for submission to the county treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first halves of taxes are 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 year of assessment. If not paid for a period of three years or more as of the date such taxes first become due, the property is offered for sale for the amount of taxes due.

Inventories - The value of consumable inventories at June 30, 2022 is not material to the financial statements.

Capital Assets - The General Fixed Asset Account Group is not presented.

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

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

Fund Balance - Fund balance represents the funds not encumbered by purchase order, legal contracts, and outstanding warrants.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

1. Summary of Significant Accounting Policies – (continued)

F. Revenue, Expenses and Expenditures

State Revenues - Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, 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. Approximately 62% of the District's general fund revenue comes from state sources.

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.

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 education program revenues be accounted for in the general fund.

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

All other interfund transactions, except quasi-external transactions which are reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers.

2. Cash

Custodial Credit Risk - Custodial credit risk for deposits is the risk that in the event of a bank failure, the District's deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District's policy requires collateral for demand deposits and certificates of deposit for all amounts not covered by federal deposit insurance. As of June 30, 2022, cash deposits were fully insured or collateralized by a pledging bank's agent in the District's name. All funds were held as demand deposits at a local bank.

Ringling School District I-14
 Jefferson County, Oklahoma
 Notes to Combined Financial Statements
 June 30, 2022

3. General Long Term Debt

State statute prohibit the District from becoming indebted in an amount exceeding the revenue 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. Those bonds are required to be fully paid serially within 25 years from the date of issue.

General long-term debt of the District consists of bonds payable, and capital leases. Debt service requirements for bonds are payable solely from fund balance and future revenues of the debt service fund. The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2022:

	<i>Bonds Payable</i>	<i>Financed</i>
	<i>(Direct</i>	<i>Purchases (Direct</i>
	<i>Placement)</i>	<i>Borrowing)</i>
Balance July 1, 2021	\$ 120,000	\$ 52,252
Additions	920,000	-
Retirements	(120,000)	(26,772)
Balance June 30, 2022	\$ 920,000	\$ 25,480

General Obligation Bonds

A brief description of the outstanding general obligations issues at June 30, 2022, is set forth below:

	<i>Amount Outstanding</i>
Independent School District, I-14 Building Bonds of 2021 original issue \$920,000, interest rates from 0.875% to 1.250%, due initial installment of \$80,000 due 7/1/2023 followed by annual installments of \$105,000 with a final installment due 7/1/2031.	\$ 920,000
	\$ 920,000

Ringling School District I-14
 Jefferson County, Oklahoma
 Notes to Combined Financial Statements
 June 30, 2022

3. General Long Term Debt – (continued)

The annual debt service requirements for retirement of bond principal and payment of interest, is as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ -	\$ 9,305	\$ 9,305
2024	80,000	9,305	89,305
2025	105,000	8,505	113,505
2026	105,000	7,455	112,455
2027	105,000	6,405	111,405
Thereafter	<u>525,000</u>	<u>17,509</u>	<u>542,509</u>
Total	<u>\$ 920,000</u>	<u>\$ 58,484</u>	<u>\$ 978,484</u>

Financed Purchases

The District enters into lease agreements as lessee for financing the acquisition of equipment. For accounting purposes since lease term is greater than 75% of the useful life of the equipment, it has been recorded at the present value of the future minimum lease payments. The leases contain a clause which provides the ability to terminate the agreement at the end of each fiscal year. The District has recorded the liability for future lease payments in the general long-term debt group.

The District entered into a lease agreement of five copier machines to be used by the district in the amount of \$37,528 at interest rates of 5.40% payable in sixty-three monthly installments. The District entered into a lease agreement for one copier to be used by the district in the amount of \$6,948 at an interest rate of 5.00% payable in thirty-six monthly installments. Which was paid off completely during fiscal year 2022.

The District entered into a lease purchase agreement in the amount of \$119,049 to purchase an activity bus, with five annual payments of \$26,566 starting June 25, 2019, with final payment on June 25, 2023.

Ringling School District I-14
 Jefferson County, Oklahoma
 Notes to Combined Financial Statements
 June 30, 2022

3. General Long Term Debt – (continued)

Scheduled payments under the lease/purchase agreement as of each fiscal year ended June 30, are as follows:

<u>Year Ended June 30,</u>	<u>Amount Due</u>
2023	\$ 26,566
Less: Interest	(1,086)
Total	<u>\$ 25,480</u>

Interest expense on general long-term debt incurred during the current year totaled \$4,843.

Pledged Revenues

Property Tax revenues collected by the District are pledged to repay the District’s General Obligation Bonds. Proceeds from the bonds will be used for construction and installation of a new track and repairs to roof at the high school. The bonds are payable solely from the pledged revenues and are payable through 2031. As of June 30, 2022, \$920,000 general obligation bonds were outstanding. Current year had a payment of pledged revenues of \$122,700 which included principal and interest. Of the current year collections of the pledged revenues 100% was used for the current year payment.

4. Employee Retirement System

Teachers’ Retirement System of Oklahoma

Plan Description – The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The ability to establish and amend benefit provisions is the responsibility of the state legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the employees of the District. The System issues a publicly available financial report that can be obtained at <http://www.ok.gov/trs/>.

Benefits Provided – The System provides defined retirement benefits based on members’ final compensation, age, and term of service. In addition, the retirement program provides for benefits upon disability and to survivors upon the death of eligible members. Title 70 O.S. Sec. 17-105 defines all retirement benefits. The authority to establish and amend benefit provisions rests with the State Legislature.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

4. *Employee Retirement System (continued)*

Contributions – In accordance with *Oklahoma Statutes*, System members are required to contribute 7.00% of applicable compensation. For the year ended June 30, 2022, qualifying employee contributions were reduced by a retirement credit of \$24,216 provided by Enrolled House Bill 1873 and paid by the State of Oklahoma as on-behalf payments. For the year ended June 30, 2022, the District had a statutory contribution rate of 9.5% plus 7.90% as a match for salaries funded by federal programs. The contribution requirements of System members and the District are established and may be amended by the state legislature. For the year ended June 30, 2022, the District contributions to the System for were \$231,866.

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

5. *Other Post-Employment Benefits (OPEB)*

In addition to the retirement plan described in Note 4, the District participates in the state-administered Supplemental Health Insurance Program (OPEB Plan) within Teachers’ Retirement System of Oklahoma (the OPEB System), which is a cost-sharing multiple-employer defined benefit OPEB plan administered by the Teacher Retirement System (TRS).

Plan Description – The OPEB System provides pays a monthly health insurance premium supplement for each retired member who is enrolled in the health insurance plan provided by the State and Education Employees Group Health and Dental Insurance plan or in an insurance program provided by a participating education employer who provides health insurance coverage to former employees, provided the retired member had at least ten (10) years of Oklahoma service prior to retirement.

Benefits Provided – All retirees are eligible except for special retirees (as defined) and spouses and beneficiaries as long as they have at least 10 years of service. Retirees who elect such coverage receive the smaller of (i) a Medicare supplement benefit, if eligible, or (ii) an amount between \$100 and \$105 per month, depending on service and final average compensation. Payments made on the retirees’ behalf to the Employees Group Insurance Division of the Office of Management and Enterprise Services, if the member continues health coverage under that Plan, or (ii) to the member’s former employer, if the member retains health coverage under a plan maintained by the former employer.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

5. *Other Post-Employment Benefits (OPEB) (continued)*

Contributions – Employer and employee contributions are made based upon the TRS Plan provisions contained in State Statute Title 70, as amended. However, the statutes do not specify or identify any particular contribution source to pay the health insurance subsidy. The cost of the subsidy averages 0.13% of normal cost, as determined by an actuarial valuation.

OPEB plan fiduciary net position – Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

6. *Contingencies*

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

During 2022, the worldwide coronavirus pandemic declared in March 2020 continued to impact local, national and global economies. The District is closely monitoring their operations and available fund balances and actively working to minimize current and future impacts of the unprecedented situation. As of date of issuance of these financial statements, the current and future full impact to the District is not known.

7. *Risk Management*

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from prior year and settlements have not exceeded coverage in the past three years.

8. *Tax Abatement*

The State of Oklahoma has authorized by Oklahoma State Statutes Title 31 to offer Homestead and Veterans exemptions to Ad Valorem property taxes. These exemptions reduce the ad valorem taxes remitted to the District. For the year ended June 30, 2022, the district had approximately \$25,025 in abated ad valorem tax revenues.

Ringling School District I-14
Jefferson County, Oklahoma
Notes to Combined Financial Statements
June 30, 2022

9. *Subsequent Event*

October 2022 the District entered negotiations of a lease purchase agreement for a 71 seat passenger bus for \$129,000 for five years.

November 2022 the District entered a construction commitment of \$373,885 for track project. Proceeds from the building bonds will be used to pay this obligation and federal funding.

The District has evaluated subsequent events through the date of the report which is the date the financial statements were available to be issued.

Ringling School District I-14
 Jefferson County, Oklahoma
 Supplementary Schedule
 Combining Statement of Assets, Liabilities and Fund Balances – Regulatory Basis
 All Special Revenue Funds
 June 30, 2022

	Building Fund	Child Nutrition Fund	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 367,690	\$ 179,964	\$ 547,654
Total Assets	367,690	179,964	547,654
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Encumbrances	\$ 71,193	\$ 6,440	\$ 77,633
Total Liabilities	71,193	6,440	77,633
Fund Balances:			
Restricted For:			
Building Services	296,497	-	296,497
Child Nutrition Programs	-	173,524	173,524
Total Cash Fund Balances	296,497	173,524	470,021
Total Liabilities and Fund Equity	\$ 367,690	\$ 179,964	\$ 547,654

Ringling School District I-14
Jefferson County, Oklahoma
Supplementary Schedule
Combining Statement of Revenues Collected, Expenditures Paid and
Changes in Cash Fund Equity – Regulatory Basis
All Special Revenue Funds
For the Year Ended June 30, 2022

	<u>Building Fund</u>	<u>Child Nutrition Fund</u>	<u>Total</u>
Revenues collected:			
Local sources	\$ 110,757	\$ 26,434	\$ 137,191
State sources	-	2,280	2,280
Federal sources	-	255,759	255,759
Total Revenues Collected	<u>\$ 110,757</u>	<u>\$ 284,473</u>	<u>\$ 395,230</u>
Expenditures paid:			
Support services	\$ 10,713	\$ -	\$ 10,713
Non-instructional services	-	198,618	198,618
Capital outlay	65,951	-	65,951
Total expenditures paid	<u>\$ 76,664</u>	<u>\$ 198,618</u>	<u>\$ 275,282</u>
Excess of revenues collected over (under) expenditures paid	<u>\$ 34,093</u>	<u>\$ 85,855</u>	<u>\$ 119,948</u>
Adjustment to prior year encumbrances	<u>5,885</u>	<u>-</u>	<u>5,885</u>
Excess of revenues collected and other sources over (under) expenditures paid and other uses	\$ 39,978	\$ 85,855	\$ 125,833
Cash fund balances, beginning of year	<u>256,519</u>	<u>87,669</u>	<u>344,188</u>
Cash fund balances, end of year	<u>\$ 296,497</u>	<u>\$ 173,524</u>	<u>\$ 470,021</u>

Ringling School District I-14
Jefferson County, Oklahoma
Supplementary Schedule
Combining Statement of Revenues Collected, Expenditures Paid and
Changes in Cash Fund Balances – Budget and Actual – Regulatory Basis
All Special Revenue Funds
For the Year Ended June 30, 2022

	Building Fund			Child Nutrition Fund			Total		
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
Beginning cash fund balances - Budgetary basis	\$ 256,519	\$ 256,519	\$ 256,519	\$ 87,669	\$ 87,669	\$ 87,669	\$ 344,188	\$ 344,188	344,188
Revenues collected:									
Local sources	101,714	101,714	110,757	22,300	22,300	26,434	124,014	124,014	137,191
Intermediate sources	-	-	-	-	-	-	-	-	-
State sources	-	-	-	1,500	1,500	2,280	1,500	1,500	2,280
Federal sources	-	-	-	254,000	254,000	255,759	254,000	254,000	255,759
Total revenues collected	101,714	101,714	110,757	277,800	277,800	284,473	379,514	379,514	395,230
Expenditures paid:									
Support services	150,000	150,000	10,713	-	-	-	150,000	150,000	10,713
Non-Instructional Services	-	-	-	365,469	365,469	198,618	365,469	365,469	198,618
Capital outlay	208,233	208,233	65,951	-	-	-	208,233	208,233	65,951
Other outlays	-	-	-	-	-	-	-	-	-
Total expenditures paid	358,233	358,233	76,664	365,469	365,469	198,618	723,702	723,702	275,282
Excess of revenues collected over (under) expenditures paid	(256,519)	(256,519)	34,093	(87,669)	(87,669)	85,855	(344,188)	(344,188)	119,948
Ending cash balances	\$ -	\$ -	\$ 296,497	\$ -	\$ -	\$ 173,524	\$ -	\$ -	\$ 470,021

Ringling School District I-14
Jefferson County, Oklahoma
Supplementary Schedule
Combining Statement of Changes in Cash Balances – Regulatory Basis
Activity Funds
For the Year Ended June 30, 2022

	<u>BEGINNING</u> <u>BALANCE</u>	<u>RECEIPTS</u>	<u>CHECKS</u>	<u>ENDING</u> <u>BALANCE</u>
802 ART FUND	\$ 1,263	\$ 1	\$ -	\$ 1,264
804 YEARBOOK	4	8,103	-	8,107
806 FCCLA	5,259	6	-	5,265
807 FFA	5,798	29,131	26,087	8,842
809 SENIOR ACCOUNT	4,181	3	3,175	1,009
810 JUNIOR ACCOUNT	-	30,313	24,498	5,815
811 MS CHEER	209	2,299	-	2,508
812 JH CHEER	149	2,196	-	2,345
813 HS CHEER	7,111	15,693	21,408	1,396
814 STUDENT COUNCIL	2,378	1,289	2,790	877
815 PETTY CASH	-	200	200	-
816 ATHLETICS	65,084	54,166	45,616	73,634
817 ARCHERY	1,091	2	-	1,093
818 LIBRARY	522	1	-	523
819 MISCELLANEOUS	82	-	10	72
820 SPEECH	400	2,550	2,879	71
821 BAND	17,584	39,663	52,978	4,269
822 STATE RING FUND	14,358	8,001	24,950	(2,591)
823 ELEMENTARY	3,104	104,084	22,768	84,420
824 OILFIELD CONFERENCE	-	1	-	1
825 SKY BOX	14,554	17,072	19,119	12,507
826 SHOOTING SPORTS	47	-	-	47
827 TRI-COUNTY	11,925	10,983	10,256	12,652
828 ACADEMIC TEAM	298	-	-	298
829 RHS BETA CLUB	-	7,723	5,410	2,313
830 POWERLIFTING/TRACK	-	6,627	2,345	4,282
	<u>\$ 155,401</u>	<u>\$ 340,107</u>	<u>\$ 264,489</u>	<u>\$ 231,019</u>

Ringling School District I-14
 Jefferson County, Oklahoma
 Supplementary Schedule
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2022

Federal Grant / Pass-Through Grantor / Program Title	Federal Assistance Number	Pass - Through Grantor's Project Number	Balance 6/30/2021	Federal Grant Receipts	Federal Grant Expenditures	Balance 6/30/2022
U.S. Department of Education						
<i>Direct Program:</i>						
Title VII - Indian Education, Part A	84.060A	561	\$ (3,753)	\$ 23,574	\$ 20,506	\$ (685)
Title V Part B, Subpart 1, Small Rural School Achievement Program	84.358A	588	-	16,444	16,444	-
<i>Passed Through State Department of Education:</i>						
Title I, Grants to Local Education Agencies	84.010	511/515	(30,561)	262,175	233,406	(1,792)
Twenty-First Century Community Learning Centers	84.287	553	(40,033)	166,121	169,100	(43,012)
IDEA - Flow Through	84.027	621	(9,106)	55,090	55,181	(9,197)
COVID-19 ARP-IDEA B Flow Through	84.027X	628	-	2,921	15,731	(12,810)
COVID-19 ARP- IDEA B Preschool	84.027X	643	-	306	306	-
IDEA-Preschool	84.173	641	(958)	5,879	4,921	-
Special Education Cluster:			(10,064)	64,196	76,139	(22,007)
COVID-19 Elementary and secondary School Emergency Relief Fund (CARES/ESSER I)	84.425D	788	-	-	182	(182)
COVID-19 Elementary and secondary School Emergency Relief (ESSERII) Fund	84.425D	793	(45,163)	178,221	133,195	(137)
COVID-19 American Rescue Plan (ARP)- Elementary and Secondary School Emergency Relief (ESSERIII) Fund	84.425U	795	-	148,942	148,942	-
Total ESF-ESSER:			(45,163)	327,163	282,319	(319)
<i>Passed Through Vocational Education:</i>						
Career and Technical Education-- Basica Grant to States (Perkins IV)	84.048	421	-	-	140	(140)
<i>Passed Through State Department of Rehabilitation:</i>						
Job Training	84.126	456	(6,330)	-	-	(6,330)
Total U.S. Department of Education			\$ (135,904)	\$ 859,673	\$ 798,054	\$ (74,285)

See accompanying notes to schedule of expenditures of federal awards

Ringling School District I-14
Jefferson County, Oklahoma
Supplementary Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grant / Pass-Through Grantor / Program Title	Federal CFDA Number	Pass - Through Grantor's Project Number	Balance 6/30/2021	Federal Grant Receipts	Federal Grant Expenditures	Balance 6/30/2022
U.S. Department of Interior						
<i>Passed Through Chickasaw Nation:</i>						
Johnson O'Malley	15.130	563	(1,499)	251	3,444	(4,692)
Total U.S. Department of Interior			\$ (1,499)	\$ 251	\$ 3,444	\$ (4,692)
U.S. Department of Agriculture:						
<i>Passed Through State Department of Education:</i>						
Child and Adult Care Food Program	10.558	769	16,771	36,335	14,915	38,191
P-EBT Program	10.649	760	-	614	614	-
<i>Child Nutrition Cluster:</i>						
National School Lunch Program	10.555	763	\$ 27,554	\$ 144,490	\$ 115,301	\$ 56,743
Commodity Credit Corporation-- Supply Chain Assistance Funds	10.555	759	-	12,815	12,815	-
School Breakfast Program	10.553	764	10,706	54,417	19,167	45,956
Summer Food Program	10.559	766	47,611	7,088	7,088	47,611
Cash Assistance Subtotal			85,871	218,810	154,371	150,310
<i>Passed Through State Department of Human Services:</i>						
National School Lunch Program- Commodities	10.555		-	15,049	15,049	-
Summer Food Program -- Commodities	10.559		-	738	738	-
Non-Cash Assistance Subtotal			-	15,787	15,787	-
Child Nutrition Cluster Total			\$ 85,871	\$ 234,597	\$ 170,158	\$ 150,310
Total U.S. Department of Agriculture			\$ 102,642	\$ 271,546	\$ 185,687	\$ 188,501
Total Expenditures of Federal Awards			\$ (34,761)	\$ 1,131,470	\$ 987,185	\$ 109,524

See accompanying notes to schedule of expenditures of federal awards

Ringling School District I-14
Jefferson County, Oklahoma
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Ringling School District I-14 Jefferson County, Oklahoma under programs of the federal government for the year ended June 30, 2022. The information in this Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Ringling School District I-14 Jefferson County, Oklahoma, it is not intended to and does not present the basic financial statements as listed in the table of contents, of Ringling School District I-14 Jefferson County, Oklahoma.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on using the cash basis of accounting. Encumbrances are included when paid rather than when incurred. Some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement. Nonmonetary assistance is reported in the schedule at the fair market value of commodities received.

Note C: Indirect Cost Rate

Ringling School District I-14 Jefferson County, Oklahoma has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note D: Subrecipients

Ringling School District I-14 Jefferson County, Oklahoma did not have any awards that have been passed through to subrecipients.

Note E: Transfers between Federal Programs

Ringling School District I-14 Jefferson County, Oklahoma received \$21,242 from Assistance Number 84.367 Title II, Part A funds and received \$10,000 from Assistance Number 84.424A Title IV which were allowed to be transferred to be used for Title I Assistance Number 84.010, and thus were reported above in the Title I revenues to agree with corresponding expenditures.

**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***

The Honorable Board of Education
Ringling School District I-14
Jefferson 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 fund type and account group financial statements of Ringling School District I-14, Jefferson County Oklahoma, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Ringling School District I-14, Jefferson County Oklahoma's basic regulatory financial statements and have issued our report thereon dated March 14, 2023. Our report included an adverse opinion on U.S. Generally Accepted Accounting Principles and a qualified opinion due to the omission of the general fixed asset account group.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ringling School District I-14, Jefferson County, Oklahoma's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on effectiveness Ringling School District I-14, Jefferson County, Oklahoma' internal control. Accordingly, we do not express an opinion on the effectiveness of Ringling School District I-14, Jefferson County, Oklahoma's internal control.

Our consideration of internal control was for the limited purposes described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be material weakness and significant deficiency.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2022-004 to be a material weakness.

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. We consider the deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 and 2022-002 to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ringling School District I-14, Jefferson County Oklahoma's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2022-003, 2022-004.

Ringling School District I-14, Jefferson County, Oklahoma's Response to Findings

Government Auditing Standards require the auditor to perform limited procedures on the Ringling School District I-14, Jefferson County Oklahoma's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. Ringling School District I-14, Jefferson County Oklahoma's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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



Norman, Oklahoma

March 14, 2023

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

The Honorable Board of Education
Ringling School District I-14
Jefferson County, Oklahoma

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ringling School District I-14, Jefferson County, Oklahoma's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Ringling School District I-14, Jefferson County, Oklahoma's major federal programs for the year ended June 30, 2022. Ringling School District I-14, Jefferson County, Oklahoma'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, Ringling School District I-14, Jefferson County, Oklahoma, complied, in all material respects, with the 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, 2022.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Ringling School District I-14, Jefferson 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 Ringling School District I-14'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 Ringling School District I-14's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Ringling School District I-14'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 Ringling School District I-14'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 Ringling School District I-14'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 Ringling School District I-14'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 Ringling School District I-14'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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2022-005. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on Ringling School District I-14's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Ringling School District I-14's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-005 to be a material weakness.

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 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.

Government Auditing Standards requires the auditor to perform limited procedures on Ringling School District I-14's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Ringling School District I-14's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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



Norman, Oklahoma
March 14, 2023

Ringling School District I-14
 Jefferson County, Oklahoma
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2022

Section I – Summary of Auditor’s Results

Financial Statement:

Type of audit report: Qualified Opinion on Account Group -- Regulatory Basis
 Unmodified Opinion on Fund Types -- Regulatory Basis
 Adverse Opinion on U.S. Generally Accepted Accounting Principles

Internal control over financial reporting:
 Material weakness(es) identified? X Yes No
 Significant Deficiency(ies) identified that
 are not considered to be material
 weaknesses? X Yes None Reported
 Noncompliance material to financial statement X Yes No

Federal Awards:

Internal control over major program:
 Material weakness(es) identified? X Yes No
 Significant Deficiency(ies) identified that
 are not considered to be material
 weaknesses? Yes X None Reported

Type of auditors' report issued on compliance for major programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported in
 accordance with 2 CFR section 200.516(a)? X Yes No

Identification of Major Programs:

<u>Federal Assistance Number</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I Grants to Local Educational Agencies
84.425D & 84.425U	COVID-19 Education Stabilization Funds- Elementary and Secondary School Emergency Relief (ESSER I & ESSER II) Fund and COVID-19 Education Stabilization Funds-American Rescue Plan (ARP) ESSER III

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

Auditee qualified as a low-risk auditee? Yes X No

Ringling School District I-14
Jefferson County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Section II – Financial Statement Findings

2022-001 Financial Reporting

Condition: The District does not have a financial reporting system in place to ensure that all financial information is disclosed in the appropriate accounting period and in accordance with the regulatory basis of accounting and State Department of Education guidelines. In addition, the District does not report a general fixed asset account group as required by the State Department of Education guidelines.

Criteria: The responsibility for the financial statements remains with management even when the preparation of the financial statements is transferred to a service provider. An individual with sufficient awareness of disclosure requirements should be designated to oversee the preparation of the financial statements.

Cause: The internal control structure of the District focuses primarily on daily operations. The District does have a system of financial reporting that determines the trial balances used in financial statement preparation are final. The District does not currently have a system in place to determine appropriate financial statement disclosures. The District also does not have a system for accounting for general fixed assets.

Effect: Potential that financial statement disclosures will be incomplete. Scope limitation on the audit for the general fixed asset account group.

Recommendation: We recommend that the District evaluate the costs of providing for the additional assistance needed for the year-end financial reporting process to determine it is in accordance with accounting and regulatory requirements.

*Views of Responsible Officials
and Planned Corrective*

Action: The District’s current budget constraints do not allow for the addition of an outside consultant to assist in the year-end financial reporting process. Management reviews disclosures as presented to determine that they are accurate.

2022-002 Activity Fund Receipts

Condition: Activity fund receipts are not being properly documented

Criteria: District Policy CFB require all sponsors to issue pre-numbered receipts.

Cause: Failure to follow district policy

Ringling School District I-14
Jefferson County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Context: Four out of twenty-five receipts tested did not have proper supporting documentation.

Effect: Lack of compliance with district policy

Recommendation: We recommend that all activity fund receipts be properly documented. We also recommend that district policy be followed and funds remitted be complete.

*Views of Responsible Officials
and Planned Corrective*

Action: The District will continue to focus on improving compliance in this area.

2022-003 Activity Fund Deposits

Condition: Activity fund receipts are not being turned in on a timely basis to the activity fund custodian.

Criteria: Oklahoma Statutes 70-5.129 requires receipts equal or exceeding \$100 to be deposited by the following business day or weekly if less than \$100.

Cause: Activity fund sponsors are holding funds collected rather than submitted to activity fund custodian.

Context: Seven out of twenty-five were held by activity sponsor or lacked documentation of initial receipt and therefore were not timely deposited by District.

Effect: Lack of compliance with state law.

Recommendation: We recommend that all activity fund sponsors turn in receipts on a daily basis to the activity fund custodian. We also recommend that activity fund sponsors not hold amounts collected.

*Views of Responsible Officials
and Planned Corrective*

Action: The District will continue to focus on improving compliance in this area.

2022-004 Monitoring of Overtime

Condition: Overtime is not being monitored for non-exempt employees.

Criteria: Federal Regulations 29 CFR 788.115 require that employees working jobs at two or more rates in a single work week must have a rate of pay computed on a weighted average of those rates.

Cause: Extra duty is paid at a flat rate rather than using a weighted average of rates.

Ringling School District I-14
Jefferson County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Effect: Overtime is not properly compensated when applicable.

Recommendation: We recommend that overtime be monitored for non-exempt employees. We recommend that non-exempt employees be paid for extra duty based on hours worked for the week for all duties using a weighted average rate.

*Views of Responsible Officials
and Planned Corrective*

Action: The District will implement procedures to evaluate the non-exempt employees working more than one job for the District and adjust schedule or compensate accordingly to weighted overtime rate.

Section III – Federal Award Findings and Questioned Costs

2022-005 **Federal Agency:** U.S. Department of Education
Pass Thru Entity: Oklahoma State Department of Education
Federal Program: COVID-19 Education Stabilization Fund-Elementary & Secondary School Emergency Relief (ESSER I (CARES ACT)) & Elementary & Secondary School Emergency Relief (ESSER II) & American Rescue Plan (ARP)- Elementary and Secondary School Emergency Relief (ESSER III)
Assistance Listing: COVID-19 84.425D & 84.425U (OCAS Projects 788; 793 & 795)

Condition: Property was not tracked and maintained as property in accordance as federal regulations.

Criteria: 2 CFR 200.313(d)(1) requires property records must be maintained that include a description of the property, serial number or other identification number, the source of funding for the property, who holds title, the acquisition date, the cost of the property, percentage of the federal project costs under which property was acquired, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property.

Context: All equipment expenditures claimed were reviewed. There were A/C units purchased that should have been captured in the federal inventory listing.

Cause: District was unaware those equipment items would need to be on the District property records of federal programs.

Ringling School District I-14
Jefferson County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

Effect: Potential noncompliance with Uniform Guidance.

Recommendation: We recommend that all property purchased with federal funds be properly tracked. We also recommend reconciliation procedures be implemented of property paid with federal funds and federal inventory listing.

Views of Responsible Officials

and Planned Corrective

Action: District will review federal claims for equipment purchases items greater than \$5,000 and life longer than a year and capture equipment items into the property records as they are received.

Ringling School District I-14
Jefferson County, Oklahoma
Summary of Prior Year Findings
For the Year Ended June 30, 2022

2021-001 Financial Reporting

Condition: The District does not have a financial reporting system in place to ensure that all financial information is disclosed in the appropriate accounting period and in accordance with the regulatory basis of accounting and State Department of Education guidelines. In addition, the District does not report a general fixed asset account group as required by the State Department of Education guidelines.

Recommendation: The Auditor recommended that the District evaluate the costs of providing for the additional assistance needed for the year-end financial reporting process to determine it is in accordance with accounting and regulatory requirements.

Current Status: Condition still exists, see current year finding 2022-001.

2021-002 Coding of Revenues and Expenditures

Condition: Federal revenues and expenditures were not properly coded as federal in the Oklahoma Cost Accounting System (OCAS).

Recommendation: The Auditor recommended that all federal funds be properly coded in OCAS. The Auditor also recommend that procedures be implemented for all new revenue received to determine source of funds are properly coded when received and used.

Current Status: No such condition noted in current year.

2021-003 Activity Fund Receipts

Condition: Activity fund receipts are not being properly documented

Recommendation: The Auditor recommended that all activity fund receipts be properly documented. The Auditor also recommended that district policy be followed and proper reconciliations for event admission and funds remitted be completed.

Current Status: Condition still exists, see current year finding 2022-002

Ringling School District I-14
Jefferson County, Oklahoma
Summary of Prior Year Findings
For the Year Ended June 30, 2022

2021-004 Activity Fund Deposits

Condition: Activity fund receipts are not being turned in timely to comply with timely deposits by activity fund custodian.

Recommendation: The Auditor recommended that teacher/sponsor remit funds daily to activity fund custodian. And management communicate with activity fund sponsors the importance of timely remittance to activity fund custodian so the District can be in compliance with state law

Current Status: Condition still exists, see current year finding 2022-003

2021-005 Activity Fund Purchases

Condition: Activity fund purchase did not have invoice or documentation of receipt.

Recommendation: The Auditor recommended that all activity fund purchases be supported by invoices and evidence of receipt. The Auditor also recommended that District policy be followed for activity fund purchases.

Current Status: No such condition noted in current year.

2021-006 Appropriated Funds Expenditures

Condition: Appropriated fund expenditures were not properly encumbered prior to purchase nor proper documentation of receipt of goods/services before payment.

Recommendation: The Auditor recommended that purchase orders be completed prior to ordering good/services for appropriated funds. The Auditor also recommend that appropriated funds purchases be supported by evidence of receipt before payment.

Current Status: No such condition noted in current year.

2021-007 Monitoring of Overtime

Condition: Overtime is not being monitored for non-exempt employees.

Recommendation: We recommend that overtime be monitored for non-exempt employees. We recommend that non-exempt employees be paid for extra duty based on hours worked for the week for all duties using a weighted average rate.

Current Status: Condition still exists, see current year finding 2022-004

Ringling School District I-14
Jefferson County, Oklahoma
Summary of Prior Year Findings
For the Year Ended June 30, 2022

Section III – Federal Award Findings and Questioned Costs

2021-008 Preparation of Schedule of Expenditures of Federal Awards (SEFA)

Condition: Federal award was not properly coded as federal in the Oklahoma Cost Accounting System (OCAS).

Recommendation: The Auditor recommended that all federal funds be properly coded in OCAS. The Auditor also recommended that procedures be implemented for all new revenue received to determine source of funds are properly coded when received and used.

Current Status: No such condition noted in current year.

2021-009 Federal Agency: U.S. Department of Education

Pass Thru Entity: Oklahoma State Department of Education

COVID-19 Education Stabilization Fund-Elementary & Secondary School Emergency Relief (ESSER I (CARES ACT)) & Elementary & Secondary School Emergency Relief (ESSER II)

Assistance Listing: COVID-19 84.425D (OCAS Projects 788 & 793)

Condition: Property purchased with federal funds did not fulfill the purpose of the project. Property was also not tracked and maintained as property in accordance as federal regulations.

Recommendation: The Auditor recommend that all expenditures from federal funds meet the purpose of the federal grant. The Auditor also recommend that all property purchased with federal funds be properly tracked.

Current Status: The condition related to purpose has been resolved, no such issues noted in fiscal year 2022. Condition still exists on tracking of property see current year finding at 2022-005.

Ringling School District I-14
Statement of Statutory Fidelity, and Honesty Bonds (unaudited)
For the Year Ended June 30, 2022

The District has a Public Official Position Schedule Bond with Western Surety Company. The bond number is 14259215. It covers treasurer, superintendent, student activity custodian, encumbrance clerk, and members of the Board of education for the penal sum of \$154,000 and is for the term September 13, 2021 to September 13, 2022.

Ringling School District I-14
Jefferson County, Oklahoma
Schedule of Accountant's Professional Liability Insurance Affidavit (unaudited)
For the Year Ended June 30, 2022

State of Oklahoma)

County of Carter)

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 Ringling School District I-14 for the audit year 2021-2022.

MARY E. JOHNSON & ASSOCIATES, PLLC

Mary E. Johnson

BY: _____
Authorized Agent

Subscribed and sworn to before me on this 16th day of, March, 2023.

Jill Luker

Notary Public

Commission Number: 17008742

My commission expires on: 9/20/25

