

**FINANCIAL STATEMENTS – REGULATORY BASIS
AND REPORTS OF INDEPENDENT AUDITOR**

**MOORE INDEPENDENT SCHOOL DISTRICT NO. 1-2,
CLEVELAND COUNTY, OKLAHOMA**

JUNE 30, 2018

Audited by

**SANDERS, BLEDSOE & HEWETT
CERTIFIED PUBLIC ACCOUNTANTS, LLP**

BROKEN ARROW, OK

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
SCHOOL DISTRICT OFFICIALS
JUNE 30, 2018

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INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
JUNE 30, 2018

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JUNE 30, 2018

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SANDERS, BLEDSOE & HEWETT

CERTIFIED PUBLIC ACCOUNTANTS, LLP

INDEPENDENT AUDITOR'S REPORT

January 25, 2019

The Honorable Board of Education
Moore School District Number I-2
Moore, Cleveland County, Oklahoma

Report on the Financial Statements

We have audited the accompanying combined fund type and account group financial statements – regulatory basis of the Moore School District Number I-2, Moore, Cleveland County, Oklahoma (the District), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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 District, 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 reasonable determined, are presumed to be material.

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 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 District as of June 30, 2018, the changes in its financial position, or, where applicable, its cash flows for the year then ended.

Unqualified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balance arising from regulatory basis transactions of each fund type and account group of the District, as of June 30, 2018, and the revenues collected and expenditures paid and encumbered for the year then ended on the regulatory basis of accounting described in Note 1.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The combining statements – regulatory basis, are presented for purposes of additional analysis and are not a required part of the 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 also not a required part of the basic financial statements.

The combining statements – regulatory basis and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 statements – regulatory basis 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 Reporting required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2019 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 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 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.



Sanders, Bledsoe & Hewett
Certified Public Accountants, LLP

Broken Arrow, OK



SANDERS, BLEDSOE & HEWETT

CERTIFIED PUBLIC ACCOUNTANTS, LLP

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

January 25, 2019

The Honorable Board of Education
Moore School District Number I-2
Moore, Cleveland 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 – regulatory basis within the combined financial statements of the Moore School District Number I-2, Moore, Cleveland County, Oklahoma (District), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 25, 2019, which was adverse with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in the United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts and did not conform to the presentation requirements of the Governmental Accounting Standards Board. However, our report was unqualified with respect to the presentation of financial statements on the regulatory basis of accounting authorized by the Oklahoma State Board of Education.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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.

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, non-compliance with which could have a direct and material effect on the determination of financial statements 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

A handwritten signature in black ink that reads "Sanders, Bledsoe & Hewett". The script is cursive and fluid, with the ampersand clearly visible.

Sanders, Bledsoe & Hewett
Certified Public Accountants, LLP

Broken Arrow, OK



SANDERS, BLEDSOE & HEWETT

CERTIFIED PUBLIC ACCOUNTANTS, LLP

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

January 25, 2019

The Honorable Board of Education
Moore School District Number I-2
Moore, Cleveland County, Oklahoma

Report on Compliance for Each Major Federal Program

We have audited Moore School District Number I-2, Moore, Cleveland County, Oklahoma (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, 2018. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control Over Compliance

Management of the District, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's 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 the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.



Sanders, Bledsoe & Hewett
Certified Public Accountants, LLP

Broken Arrow, OK

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
DISPOSITION OF PRIOR YEAR'S SIGNIFICANT DEFICIENCIES AND
MATERIAL INSTANCES OF NON-COMPLIANCE
JUNE 30, 2018

There were no prior year significant deficiencies

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
SCHEDULE OF AUDIT RESULTS, FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018

Section 1 - Summary of Auditor's Results

1. An adverse opinion on the combined financial statements in conformity with generally accepted accounting principles and an unqualified opinion on the combined financial statements in conformity with a regulatory basis of accounting prescribed by the Oklahoma State Department of Education.
2. The audit disclosed no significant deficiencies in the internal controls over financial reporting that was not considered to be material weaknesses.
3. The audit disclosed no instances of noncompliance which are material to the financial statements.
4. The audit disclosed no significant deficiencies in the internal controls over major programs that were considered to be material weaknesses.
5. An unqualified opinion report was issued on the compliance of major programs.
6. The audit disclosed no audit findings which are required to be reported under the Uniform Guidance.
7. Programs determined to be major were the Title I Program (84.010), Public Assistance Alternative Program (97.036) and, Child Nutrition Programs (10.553, 10.555, 10.559), which were clustered in determination.
8. The dollar threshold used to determine between Type A and Type B programs was \$750,000.
9. The auditee was determined to be a low-risk auditee.

Section 2 – Findings relating to the financial statements required to be reported in accordance with GAGAS

NONE

Section 3 – Findings and questioned costs for federal awards

NONE

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
ALL FUND TYPES AND ACCOUNT GROUPS - REGULATORY BASIS
JUNE 30, 2018

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	AGENCY FUNDS	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	
<u>ASSETS</u>								
Cash & cash equivalents	\$ 33,463,004	12,406,179	20,031,388	33,333,908	4,302,145			103,536,624
Inventory	370,257	286,011						656,268
Capital assets						311,155,018		311,155,018
Amounts available in debt service							33,333,908	33,333,908
Amount to be provided for retirement of long-term debt							67,395,442	67,395,442
Total Assets	<u>\$ 33,833,261</u>	<u>12,692,190</u>	<u>20,031,388</u>	<u>33,333,908</u>	<u>4,302,145</u>	<u>311,155,018</u>	<u>100,729,350</u>	<u>516,077,260</u>
<u>LIABILITIES AND FUND BALANCE</u>								
Liabilities								
Warrants payable	\$ 6,387,795	345,606	1,013,953					7,747,354
Funds held for school organizations					4,302,145			4,302,145
Long-term debt:								
Compensated leave							1,508,072	1,508,072
Capital leases							271,278	271,278
Bonds payable							98,950,000	98,950,000
Total liabilities	<u>6,387,795</u>	<u>345,606</u>	<u>1,013,953</u>	<u>0</u>	<u>4,302,145</u>	<u>0</u>	<u>100,729,350</u>	<u>112,778,849</u>
Fund Balance and Other Credits								
Cash Fund Balances								
Investment in General Fixed Assets						311,155,018		311,155,018
Restricted for inventories	370,257	286,011						656,268
Restricted		12,060,573	19,017,435	33,333,908				64,411,916
Unrestricted	27,075,209							27,075,209
Total Fund Balance and Other Credits	<u>27,445,466</u>	<u>12,346,584</u>	<u>19,017,435</u>	<u>33,333,908</u>	<u>0</u>	<u>311,155,018</u>	<u>0</u>	<u>403,298,411</u>
Total Liabilities, Fund Balance and Other Credits	<u>\$ 33,833,261</u>	<u>12,692,190</u>	<u>20,031,388</u>	<u>33,333,908</u>	<u>4,302,145</u>	<u>311,155,018</u>	<u>100,729,350</u>	<u>516,077,260</u>

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

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES
 IN CASH FUND BALANCES - ALL GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	GOVERNMENTAL FUND TYPES				TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	
Revenues Collected:					
Local sources	\$ 41,457,389	9,552,023		32,315,602	83,325,014
Intermediate sources	5,929,383				5,929,383
State sources	90,149,405	90,096			90,239,501
Federal sources	8,032,285	7,018,233			15,050,518
Interest earnings	242,399	67,172	969,157	274,070	1,552,798
Non revenue receipts	6,080,643				6,080,643
Total revenues collected	<u>151,891,504</u>	<u>16,727,524</u>	<u>969,157</u>	<u>32,589,672</u>	<u>202,177,857</u>
Expenditures:					
Instruction	87,879,515		3,686,545		91,566,060
Support services	52,243,062	32,506	4,342,338		56,617,906
Operation of non-instructional services	5,990,506	8,139,945	198,869		14,329,320
Facilities acquisition and construction svcs	6,000	2,037,280	31,017,468		33,060,748
Other outlays:					
Reimbursement	8,415	4,772,027	64,191		4,844,633
Debt service				29,310,686	29,310,686
Total expenditures	<u>146,127,498</u>	<u>14,981,758</u>	<u>39,309,411</u>	<u>29,310,686</u>	<u>229,729,353</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	5,764,006	1,745,766	(38,340,254)	3,278,986	(27,551,496)
Other financing sources (uses):					
Proceeds from sale of bonds			34,580,000		34,580,000
Adjustments to prior year encumbrances	6,424	899			7,323
Total other financing sources (uses)	<u>6,424</u>	<u>899</u>	<u>34,580,000</u>	<u>0</u>	<u>34,587,323</u>
Excess of revenue collected over (under) expenditures	5,770,430	1,746,665	(3,760,254)	3,278,986	7,035,827
Cash fund balances, beginning of year	<u>21,642,434</u>	<u>10,512,118</u>	<u>22,777,689</u>	<u>30,054,922</u>	<u>84,987,163</u>
Change in reserve of inventories	<u>32,602</u>	<u>87,801</u>	<u>0</u>	<u>0</u>	<u>120,403</u>
Cash fund balances, end of year	<u>\$ 27,445,466</u>	<u>12,346,584</u>	<u>19,017,435</u>	<u>33,333,908</u>	<u>92,143,393</u>

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

INDEPENDENT SCHOOL DISTRICT NO. I- 2, CLEVELAND COUNTY
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND
 CHANGES IN CASH FUND BALANCES - BUDGETED GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	GENERAL FUND		
	Original/Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues Collected:			
Local sources	\$ 39,621,788	41,457,389	1,835,601
Intermediate sources	5,201,045	5,929,383	728,338
State sources	88,225,646	90,149,405	1,923,759
Federal sources	7,513,574	8,032,285	518,711
Interest earnings	66,208	242,399	176,191
Non-revenue receipts	5,606,000	6,080,643	474,643
Total revenues collected	146,234,261	151,891,504	5,657,243
Expenditures:			
Instruction	92,043,024	87,879,515	4,163,509
Support services	53,489,132	52,243,062	1,246,070
Operation of non-instructional services	6,003,847	5,990,506	13,341
Facilities acquisition & construction services		6,000	(6,000)
Other outlays:			
Reimbursements		8,415	(8,415)
Other uses	16,003,037		16,003,037
Total expenditures	167,539,040	146,127,498	21,411,542
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(21,304,779)	5,764,006	27,068,785
Adjustments to prior year encumbrances	0	6,424	6,424
Excess of revenues collected over (under) expenditures	(21,304,779)	5,770,430	27,075,209
Cash fund balance, beginning of year	21,642,434	21,642,434	0
Change in reserve of inventories	0	32,602	32,602
Cash fund balance, end of year	\$ 337,655	27,445,466	27,107,811

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

INDEPENDENT SCHOOL DISTRICT NO. I- 2, CLEVELAND COUNTY
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND
 CHANGES IN CASH FUND BALANCES - BUDGETED GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	SPECIAL REVENUE FUNDS		
	Original/Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues Collected:			
Local sources	\$ 9,161,562	9,552,023	390,461
State sources	87,557	90,096	2,539
Federal sources	6,875,699	7,018,233	142,534
Interest earnings		67,172	67,172
Non-revenue receipts			0
Total revenues collected	16,124,818	16,727,524	602,706
Expenditures:			
Instruction	13,000		13,000
Support services	9,032,860	32,506	9,000,354
Operation of non-instructional services	4,835,000	8,139,945	(3,304,945)
Facilities acquisition & construction services	10,000	2,037,280	(2,027,280)
Other outlays:			
Reimbursement	4,950,000	4,772,027	177,973
Other Uses	7,597,866		7,597,866
Total expenditures	26,438,726	14,981,758	11,456,968
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(10,313,908)	1,745,766	12,059,674
Adjustments to prior year encumbrances	0	899	899
Excess of revenues collected over (under) expenditures	(10,313,908)	1,746,665	12,060,573
Cash fund balances, beginning of year	10,512,118	10,512,118	0
Change in reserve of inventories	0	87,801	87,801
Cash fund balances, end of year	\$ 198,210	12,346,584	12,148,374

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

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND
 CHANGES IN CASH FUND BALANCES - BUDGETED GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	DEBT SERVICE FUND		
	Original/Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues Collected:			
Local sources	\$ 30,937,258	32,315,602	1,378,344
Interest earnings		274,070	274,070
Total revenues collected	<u>30,937,258</u>	<u>32,589,672</u>	<u>1,652,414</u>
Requirements:			
Bonds	30,955,000	27,595,000	3,360,000
Coupons	1,957,060	1,710,862	246,198
Judgments	393	4,824	(4,431)
Total requirements	<u>32,912,453</u>	<u>29,310,686</u>	<u>3,601,767</u>
Excess of revenue collected over (under) expenditures	(1,975,195)	3,278,986	5,254,181
Cash fund balance, beginning of year	<u>30,054,922</u>	<u>30,054,922</u>	<u>0</u>
Cash fund balance, end of year	<u>\$ 28,079,727</u>	<u>33,333,908</u>	<u>5,254,181</u>

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

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Moore Public Schools Independent District, No. I-2 (the “District”), have been prepared in conformity with another comprehensive basis of accounting prescribed by the Oklahoma State Department of Education as authorized by Oklahoma Statutes. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with the 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 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 District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the District 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.

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

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

A. Reporting Entity – cont’d

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.

B. Measurement Focus

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 three categories: Governmental, proprietary 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.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

B. Measurement Focus - cont'd

Special Revenue Funds – Special revenue funds account for revenue sources that are restricted to expenditures for specific purposes. The special revenue funds typically include the building, co-op and child nutrition funds.

Building Fund – The building fund consists mainly of monies derived from property taxes levied for the purpose of erecting, remodeling, repairing, or maintaining school buildings and for purchasing furniture, equipment and 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.

Insurance Recovery Fund – The insurance recovery fund is established when the District receives insurance recoveries from property damage (normally weather related) to be used for all property repair and replacement.

Child Nutrition Fund - The child nutrition fund consists of monies derived from federal and state financial assistance and food sales. This fund is used to account for the various nutrition programs provided to students. The District operates their child nutrition program within the general fund.

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 (including judgments) 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 of bond sales to be used exclusively for acquiring school sites, constructing and equipping new school facilities, renovating existing facilities and acquiring transportation equipment.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

B. Measurement Focus – cont’d

Fiduciary Fund Types

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District. The terms “non-expendable” and “expendable” refer to whether or not the District is under an obligation to maintain the trust principal. Agency funds generally are used to account for assets that the District holds on behalf of others as their agent and do not involve measurement of results of operation.

Expendable Trust Funds – Expendable trust funds typically include the gifts and endowments fund. The District did not maintain a gifts and endowment fund during the 2017-18 fiscal year.

Gifts and Endowments Fund – The gifts and endowments fund receives its assets by way of philanthropic foundations, individuals, or private organizations for which no repayment or special service to the contributor is expected. This fund is used to promote the general welfare of the District.

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

Account Groups

An account group is not a fund and consists of a self-balancing set of accounts used only to establish accounting control over long-term debt and fixed assets.

General Long-Term Debt Account Group – This account group is established to account for all the 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. It is also used to account for other liabilities (judgements and lease purchases) which are to be paid from funds provided in future years.

General Fixed Assets Account Group – This account group is used by governments to account for the property, plant and equipment of the school district.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

B. Measurement Focus – cont’d

Memorandum Only - Total Column

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

C. Basis of Accounting and Presentation

The District prepares its financial statements in a presentation format that is prescribed by the Oklahoma State Department of Education. This format is essentially the generally accepted form of presentation used by 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* with certain modifications. This format differs significantly from that required by GASB 34.

The financial statements are essentially prepared on the 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 inventory assets.
- Warrants payable are recorded as liabilities when issued.
- Long-term debt is recorded in the General Long-Term Debt Account Group and not in the basic financial statements.
- Compensated absences are recorded as expenditures when paid and not recorded as a liability.
- Fixed assets are recorded in the General Fixed Asset Account Group and not in the basic financial statements.

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 are to be recognized when the related liabilities are incurred for governmental fund types and, when revenues are earned for proprietary fund types.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

C. Basis of Accounting and Presentation – cont’d

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental type funds are accounted for using the regulatory basis of accounting. Revenues are recognized when they are received rather than earned and expenditures are generally recognized when encumbered/reserved rather than at the time the related fund liability is incurred. These practices differ from accounting principles generally accepted in the United States.

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.

A budget is legally adopted by the Board of Education for all funds (with the exception of the trust and agency funds) that includes revenues and expenditures.

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. Unencumbered appropriations lapse at the end of each fiscal year. While the Debt Service Fund is a governmental fund, a comparison of budget to actual schedule is presented in the financial statements, although the board can exercise no control of the revenue sources for this fund (except interest earnings), and no control over its expenditures.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

E. Assets, Liabilities and Fund Equity

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

Investments – The District considers investments of direct obligations of the United States government and agencies, certificates of deposits, savings accounts or savings certificates with maturities of greater than three months. All investments are recorded at cost, which approximates market value.

Inventories – The value of consumable inventories at June 30, 2018, is not material to the combined financial statements.

Fixed Assets and Property, Plant and Equipment – The District has maintained a record of general fixed assets, and, accordingly, a General Fixed Assets Account Group required by the regulatory basis of accounting prescribed by the Oklahoma State Department of Education is included in the financial statements. General fixed assets purchased are recorded as expenditures in the various funds at the time of purchase.

Warrants Payable – Warrants are issued to meet the obligations for goods and services provided to the District. The District recognizes a liability for the amount of outstanding warrants that have yet to be redeemed by the District's treasurer.

Encumbrances – Encumbrances represent commitments related to purchase orders, contracts, other commitments for expenditures or resources, and goods or services received by the District for which a warrant has not been issued. An expenditure is recorded and a liability is recognized for outstanding encumbrances at year end in accordance with the regulatory basis of accounting. While the regulatory basis that is used for the Debt Service Fund approximates full accrual accounting, the accruals recorded are reported to meet regulatory requirements, as opposed to the requirements of generally accepted accounting principles.

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. Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources had not been reported as an expenditure of the governmental fund that will pay it since the financial statements have been prepared on the regulatory basis of accounting. This practice differs from generally accepted accounting principles.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

E. Assets, Liabilities and Fund Equity – cont’d

Funds Held for School Organizations – Funds held for school organizations represent the funds received or collected from students or other cocurricular and extracurricular activities conducted in the District, control over which is exercised by the board of education. These funds are credited to the account maintained for the benefit of each particular activity within the school activity fund.

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

Fund Balance – In the fund financial statements, governmental funds report the hierarchy of fund balances. The hierarchy is based primarily on the degree of spending constraints placed 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).

Amount 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 amounts 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.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

E. Assets, Liabilities and Fund Equity – cont’d

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 include 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 purposes 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.

F. Revenue and Expenditures

Local Revenues – Revenue from local sources is the money generated from within the boundaries of the District and available to the District for its use. 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. These property taxes are distributed to the District’s general, building and sinking funds based on the levies approved for each fund. The County Assessor, upon receipt of the certification of tax levies from the county excise board, extends the tax levies on the tax rolls 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 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 in a timely manner, 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 by the following October 1, the property is offered for sale for the amount of taxes due. The owner has two years to redeem the property by paying the taxes and penalty owed. If at the end of two years the owner has not done so, the purchaser is issued a deed to the property. Other local sources of revenues include tuition, fees, rentals, disposals, commissions and reimbursements.

Intermediate Revenues - Revenue from intermediate sources 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 are collected within such systems.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

F. Revenue and Expenditures – cont'd

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.

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 from or additions to the 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 educational program revenues be accounted for in the general fund.

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 passthrough 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.

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; however, they have not been included in the financial statements as either revenue or expense since they are not reported under the regulatory basis of accounting.

Interest Earnings – Represent compensation for the use of financial sources over a period of time.

Non-Revenue Receipts – Non-revenue receipts represent receipts deposited into a fund that are not new revenues to the District, but the return of assets.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

F. Revenue and Expenditures – cont'd

Instruction Expenditures – Instruction expenditures include the activities dealing directly with the interaction between teachers and students. Teaching may be provided for students in a school classroom, in another location, such as a home or hospital, and in other learning situations, such as those involving cocurricular activities. It may also be provided through some other approved medium, such as television, radio, telephone and correspondence. Included here are the activities of teacher assistants of any type (clerks, graders, teaching machines, etc.) which assist in the instructional process. The activities of tutors, translators and interpreters would be recorded here. Department chairpersons who teach for any portion of time are included here. Tuition/transfer fees paid to other LEAs would be included here.

Support Services Expenditures – Support services expenditures provide administrative, technical (such as guidance and health) and logistical support to facilitate and enhance instruction. These services exist as adjuncts for fulfilling the objectives of instruction, community services and enterprise programs, rather than as entities within themselves.

Operation of Non-Instructional Services Expenditures – Activities concerned with providing non-instructional services to students, staff or the community.

Facilities Acquisition and Construction Services Expenditures – Consists of activities involved with the acquisition of land and buildings; remodeling buildings; the construction of buildings and additions to buildings; initial installation or extension of service systems and other built-in equipment; and improvements to sites.

Other Outlays Expenditures – A number of outlays of governmental funds are not properly classified as expenditures, but still require budgetary or accounting control. These are classified as Other Outlays. These include debt service payments (principal and interest).

Other Uses Expenditures – This includes scholarships provided by private gifts and endowments; student aid and staff awards supported by outside revenue sources (i.e., foundations). Also, expenditures for self-funded employee benefit programs administered either by the District or a third party administrator.

Repayment Expenditures – Repayment expenditures represent checks/warrants issued to outside agencies for refund or restricted revenue previously received for overpayment, non-qualified expenditures and other refunds to be repaid from District funds.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

F. Revenue and Expenditures – cont'd

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 and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers. There were no interfund transfers made during the 2017-18 fiscal year.

2. CASH AND INVESTMENTS

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to the District. The District's cash deposits and investments at June 30, 2018, were \$103,536,624, at financial institutions, and were completely insured or collateralized by federal depository insurance, direct obligations of the U.S. Government, or securities held by the District or by its agent in the District's name.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair market value of an investment. Due to the required liquidity for those investments, these funds have no defined maturity dates. The District does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Investment Credit risk – Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. The District does not have a formal policy limiting its investment choices, other than the limitation of state law as follows:

- Direct obligations of the U.S. Government, its agencies and instrument 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.
- Certificates of deposit 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.
- With certain limitation, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper and repurchase agreements with certain limitations.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

2. CASH AND INVESTMENTS – cont'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.
- 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.
- Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous bullet items.

Concentration of Investment Credit Risk – The District places no limit on the amount it may invest in any one issuer.

3. INTERFUND RECEIVABLES AND PAYABLES

There were no interfund receivables or payables at June 30, 2018.

4. GENERAL LONG-TERM DEBT

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

General long-term debt of the District consists of general obligation bonds. Debt service requirements for bonds are paid solely from the fund balance and the future revenues of the debt service fund.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

4. GENERAL LONG-TERM DEBT – cont'd

The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2018:

	<u>Lease/Purchase Agreements</u>	<u>Bonds Payable</u>	<u>Total</u>
Balance, July 1, 2017	\$ 673,464	91,965,000	92,638,464
Additions		34,580,000	34,580,000
Retirements	<u>(402,186)</u>	<u>(27,595,000)</u>	<u>(27,997,186)</u>
Balance, June 30, 2018	<u>\$ 271,278</u>	<u>98,950,000</u>	<u>99,221,278</u>

A brief description of the outstanding long-term debt at June 30, 2018, is set forth below:

	<u>Amount Outstanding</u>
<u>General Obligation Bonds:</u>	
Combined Purpose Bonds, Series 2018, original issue \$23,300,000, interest rates of 2.50% to 3.00%, due in initial installment of \$5,825,000, annual installments of \$5,825,000, final payment due 3-1-22	23,300,000
Combined Purpose Bonds, Series 2018, original issue \$28,040,000, interest rates of 2.00% to 3.00%, due in initial installment of \$7,010,000, annual installments of \$7,010,000, final payment due 3-1-23	28,040,000
Combined Purpose Bonds, Series 2014, original issue \$26,540,000, interest rates of 1.000% to 1.250%, due in initial installment of \$6,635,000, annual installments of \$6,635,000, final payment due 3-1-19	6,635,000
Building Bonds, Series 2018, original issue \$6,540,000, interest rate of 2.45% due in one installment of \$6,540,000, on 3-1-20	6,540,000

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

4. GENERAL LONG-TERM DEBT – cont'd

Combined Purpose Bonds, Series 2016, original issue \$16,400,000, interest rates of 1.50% to 2.00%, due in initial installment of \$4,100,000, annual installments of \$4,100,000, final payment due 3-1-21	12,300,000
Combined Purpose Bonds, Series 2015, original issue \$30,960,000, interest rate of 1.50% to 2.00% due in initial installment of \$7,740,000 annual installments of \$7,740,000, final payment due 3-1-20	15,480,000
Building Bonds, Series 2018, original issue \$6,655,000, interest rate of 2.00% due in one installment of \$6,655,000, on 3-1-19	6,655,000
 <u>Capital Lease Purchase Agreements</u>	
Lease purchase of Data Storage equipment, dated May 14, 2014, totaling \$692,690, due in annual principal and interest payments of \$138,592.	68,332
Lease purchase of computer equipment, dated April 3, 2014, totaling \$999,956, due in annual principal and interest payments of \$205,990.	<u>202,946</u>
 Total	 <u>\$ 99,221,278</u>

The annual debt service requirements for outstanding bond issues and capital leases, including the payment of principal and interest, are as follows:

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

4. GENERAL LONG-TERM DEBT – cont'd

Year Ending	Principal	Interest	Total
2019	31,226,278	2,175,280	33,401,558
2020	31,215,000	1,729,892	32,944,892
2021	16,935,000	1,047,837	17,982,837
2022	12,835,000	595,350	13,430,350
2023	7,010,000	210,300	7,220,300
Total	<u>\$ 99,221,278</u>	<u>5,758,659</u>	<u>104,979,937</u>

Interest paid on general long-term debt during the 2017-18 fiscal year totaled \$1,413,470.

5. EMPLOYEE RETIREMENT SYSTEM

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 City, 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.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

5. EMPLOYEE RETIREMENT SYSTEM – cont'd

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. Contributions received by the System from the State of Oklahoma are used to offset required employer contributions by the local school district. For the 2017-18 fiscal year, the District contributed 9.5% and the State of Oklahoma contributed the remaining amount during the year. The District is allowed by Oklahoma Teachers' Retirement System to make the required contributions on behalf of the participating members. In addition, if a member's salary is paid in part by federal or private funds, the contribution on that portion of the salary paid by those funds must be matched by the District at 7.80%.

Annual Pension Cost

The District's total contributions for 2018, 2017 and 2016 are \$14,530,388, \$14,506,978, and \$15,197,323, respectively. Ten-year historical trend information is presented in the Teacher's Retirement System of Oklahoma Annual Report for the year ended June 30, 2018. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they become due. Please visit www.ok.gov/TRS for all plan information.

GASB Statement 68 became effective for fiscal years beginning after June 15, 2014, and significantly changes pension accounting and financial reporting for governmental employers who participate in a pension plan, such as the System, and who prepare published financial statements on an accrual basis using Generally Accepted Accounting Principles. Since the District does not prepare and present their financial statements on an accrual basis, the net pension amount is not required to be presented on the audited financial statements. The amount of calculated pension liability for the District at June 30, 2017 (the latest information available) was \$145,926,219.

6. 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. Settled claims resulting from risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

6. RISK MANAGEMANT – cont'd

The District is a member of the Oklahoma Public Schools Unemployment Compensation Program. In this program the District is required to contribute 1.6% of its 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 its account, it will be liable for the excess.

The School 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 it 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 its loss fund in three years, it is returned to the District with no interest.

7. CONTINGENCIES

Federal Grants

Amounts received or receivable from grant 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 amounts, 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.

Schedule of Expenditure of Federal Awards

The schedule shows the federal awards received and expended by the District during the 2017-18 fiscal year. The new Uniform Guidance established uniform audit requirements for nonfederal entities which expended more than \$750,000 in federal awards.

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

7. CONTINGENCIES – cont'd

Litigation

The District is defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, the District believes the resolution of these matters will not have a material adverse effect on the financial condition of the District. Should a judgment be awarded against the District, it would be levied through the District's sinking fund over a three year period pursuant to state law.

Subsequent Events

Management has evaluated subsequent events through January 22, 2019, which is the date the financial statements were available to be issued, and have determined that no additional information needs to be added to the financial statements.

8. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2018, was as follows:

	<u>Beginning Balances</u>	<u>Additions</u>	<u>Transfers</u>	<u>Deletions</u>	<u>Ending Balances</u>
<i>Capital Assets:</i>					
Land	\$ 7,673,926				7,673,926
Constructin in progress	37,632,830	36,428,477	(37,632,830)		36,428,477
Building & improvements	401,460,892		37,632,830		439,093,722
Equipment & vehicles	29,577,848	2,822,241		306,523	32,093,566
Total Capital Assets	<u>\$476,345,496</u>	<u>39,250,718</u>	<u>0</u>	<u>306,523</u>	<u>515,289,691</u>
Accumulated depreciation	<u>(183,134,134)</u>	<u>(21,307,062)</u>		<u>(306,523)</u>	<u>(204,134,673)</u>
Net Fixed Assets	<u>\$293,211,362</u>	<u>17,943,656</u>	<u>0</u>	<u>0</u>	<u>311,155,018</u>

Under the District's capitalization policy assets with a value of less than \$2,500, are not reported in the financial statements nor in depreciation calculations. The transactions/accounting of the general fixed account group have no effect on the individual funds' basic financial statements prepared on the regulatory basis of accounting

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

9. LEASE REVENUE BONDS

In February, 2013 patrons of the Moore Public School District No. I-2 an Independent school district of Cleveland County in the State of Oklahoma voted and approved \$126,460,000 in bonds. In September 2013, the Cleveland County Educational Facilities Authority issued \$65,625,000 of Educational Facilities Lease Revenue Bonds Series 2013, to provide funds for the constructing, equipping, repairing and remodeling of school buildings, acquiring furniture, fixtures and equipment and acquiring and improving school sites for the benefit of Moore Public Schools. The Authority intends and expects to own the projects at all times during the term of the bonds. During such term, the Authority intends and expects to lease the projects to the District for its exclusive use. The bonds are to be retired by annual acquisition payments beginning June 1, 2014 and ending June 1, 2018. The District will also make semi-annual rental payments to the authority of \$1,500. Moore Public Schools will gain ownership to the capital improvements incrementally as each bond payment is made. Acquisition payments are as follows:

Year	Payment
2014	\$ 15,660,000
2015	20,920,000
2016	6,360,000
2017	13,260,000
2018	<u>18,000,000</u>
Total	\$ 74,200,000
Interest	<u>(8,575,000)</u>
Net	<u><u>\$ 65,625,000</u></u>

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

9. LEASE REVENUE BONDS – cont’d

In October 2015 patrons of the Moore Public School District No. I-2 an Independent school district of Cleveland County in the State of Oklahoma voted and approved \$209,000,000 in bonds. In March 2018, the Cleveland County Educational Facilities Authority issued \$103,045,000 of Educational Facilities Lease Revenue Bonds Series 2018, The purpose of the bond issue is to provide funds for the purpose of improving or acquiring school sites, constructing storm shelters, repairing, remodeling, and equipping school buildings, acquiring school furniture, fixtures and equipment. The Authority intends and expects to own the projects at all times during the term of the bonds. During such term, the Authority intends and expects to lease the projects to the District for exclusive use. The bonds are to be retired by annual acquisition payments beginning June 1, 2018 and ending June 1, 2023. The District will also make semi-annual rental payments to the authority of \$1,500. Moore Public Schools will gain ownership to the capital improvements incrementally as each bond payment is made. Acquisition payments are as follows:

Year	Payments
2017	\$ 6,610,000
2018	6,495,000
2019	38,740,000
2020	6,660,000
2021	12,280,000
2022	16,900,000
2023	<u>38,865,000</u>
Total	\$ 126,550,000
Interest	<u>(23,505,000)</u>
Net	<u><u>\$ 103,045,000</u></u>

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
 COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
 ALL SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	BUILDING FUND	CHILD NUTRITION FUND	TOTAL
<u>ASSETS</u>			
Cash & cash equivalents	\$ 8,398,935	4,007,244	12,406,179
Inventory		286,011	286,011
Total Assets	<u>\$ 8,398,935</u>	<u>4,293,255</u>	<u>12,692,190</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Warrants payable	\$ 318,855	26,751	345,606
Total Liabilities	<u>318,855</u>	<u>26,751</u>	<u>345,606</u>
Fund Equity:			
Cash fund balances	8,080,080	3,980,493	12,060,573
Reserve for inventories		286,011	286,011
Total Fund Balance	<u>8,080,080</u>	<u>4,266,504</u>	<u>12,346,584</u>
Total Liabilities and Fund Balance	<u>\$ 8,398,935</u>	<u>4,293,255</u>	<u>12,692,190</u>

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
 COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES
 IN CASH FUND BALANCES - ALL SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	BUILDING FUND	CHILD NUTRITION FUND	TOTAL
Revenues Collected:			
Local sources	\$ 5,869,101	3,682,922	9,552,023
State sources		90,096	90,096
Federal sources	1,615,626	5,402,607	7,018,233
Interest earnings	45,807	21,365	67,172
Non-revenue			0
Total revenues collected	<u>7,530,534</u>	<u>9,196,990</u>	<u>16,727,524</u>
Expenditures:			
Support services	32,506		32,506
Operation of non-instructional services	3,786,116	4,353,829	8,139,945
Facilities acquisition construction services	2,037,280		2,037,280
Other outlays:			
Reimbursement		4,772,027	4,772,027
Total expenditures	<u>5,855,902</u>	<u>9,125,856</u>	<u>14,981,758</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	1,674,632	71,134	1,745,766
Adjustments to prior year encumbrances	<u>823</u>	<u>76</u>	<u>899</u>
Excess of revenues collected over (under) expenditures	1,675,455	71,210	1,746,665
Cash fund balances, beginning of year	6,404,625	4,107,493	10,512,118
Change in reserve of inventories	<u>0</u>	<u>87,801</u>	<u>87,801</u>
Cash fund balances, end of year	<u>\$ 8,080,080</u>	<u>4,266,504</u>	<u>12,346,584</u>

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
 COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES
 IN CASH FUND BALANCES - BUDGET AND ACTUAL COMPARISON
 ALL BUDGETED SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	BUILDING FUND			CHILD NUTRITION FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues Collected:						
Local sources	\$ 5,644,825	5,644,825	5,869,101	\$ 3,516,737	3,516,737	3,682,922
State sources				87,557	87,557	90,096
Federal sources	1,900,000	1,900,000	1,615,626	4,975,699	4,975,699	5,402,607
Interest earnings			45,807			21,365
Non-revenue receipts						
Total revenues collected	<u>7,544,825</u>	<u>7,544,825</u>	<u>7,530,534</u>	<u>8,579,993</u>	<u>8,579,993</u>	<u>9,196,990</u>
Expenditures:						
Instruction	13,000	13,000	32,506			
Support services	9,032,860	9,032,860	3,786,116			
Operation of non-instructional services				4,835,000	4,835,000	4,353,829
Facilities acquisition & construction services	10,000	10,000	2,037,280			
Other outlays:						
Reimbursement				4,950,000	4,950,000	4,772,027
Other Uses	4,893,590	4,893,590		2,704,276	2,704,276	
Total expenditures	<u>13,949,450</u>	<u>13,949,450</u>	<u>5,855,902</u>	<u>12,489,276</u>	<u>12,489,276</u>	<u>9,125,856</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(6,404,625)	(6,404,625)	1,674,632	(3,909,283)	(3,909,283)	71,134
Adjustment to prior year encumbrances	<u>0</u>	<u>0</u>	<u>823</u>	<u>0</u>	<u>0</u>	<u>76</u>
Excess of revenues collected over (under) expenditures	(6,404,625)	(6,404,625)	1,675,455	(3,909,283)	(3,909,283)	71,210
Cash fund balances, beginning of year	6,404,625	6,404,625	6,404,625	4,107,493	4,107,493	4,107,493
Change in reserve of inventories	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>87,801</u>
Cash fund balances, end of year	<u>\$ 0</u>	<u>0</u>	<u>8,080,080</u>	<u>\$ 198,210</u>	<u>198,210</u>	<u>4,266,504</u>

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND EQUITY -
ALL CAPITAL PROJECT FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

	#31 BUILDING BOND FUND	#32 BUILDING BOND FUND	#33 BUILDING BOND FUND	#34 BUILDING BOND FUND	#36 BUILDING BOND FUND	TOTAL
<u>ASSETS</u>						
Cash & cash equivalents	\$ 435,063	1,473,258	1,801,198	5,962,392	10,359,477	20,031,388
Total assets	<u>\$ 435,063</u>	<u>1,473,258</u>	<u>1,801,198</u>	<u>5,962,392</u>	<u>10,359,477</u>	<u>20,031,388</u>
<u>LIABILITIES AND FUND EQUITY</u>						
Liabilities:						
Warrants outstanding	\$ 40	407,562		549,229	57,122	1,013,953
Total Liabilities	<u>40</u>	<u>407,562</u>	<u>0</u>	<u>549,229</u>	<u>57,122</u>	<u>1,013,953</u>
Fund Equity:						
Cash fund balances	<u>435,023</u>	<u>1,065,696</u>	<u>1,801,198</u>	<u>5,413,163</u>	<u>10,302,355</u>	<u>19,017,435</u>
Total Liabilities and Fund Equity	<u>\$ 435,063</u>	<u>1,473,258</u>	<u>1,801,198</u>	<u>5,962,392</u>	<u>10,359,477</u>	<u>20,031,388</u>

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
 COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES
 IN CASH FUND BALANCES - ALL CAPITAL PROJECT FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2018

	#31 BOND FUND	#32 BOND FUND	#33 BOND FUND	#34 BOND FUND	#36 BOND FUND	#37 BOND FUND	#39 BOND FUND	TOTAL
Revenues Collected:								
Local sources	\$ 1,359	6,195	6,019	72,263	864,130	19,191		969,157
Total revenues collected	<u>1,359</u>	<u>6,195</u>	<u>6,019</u>	<u>72,263</u>	<u>864,130</u>	<u>19,191</u>	<u>0</u>	<u>969,157</u>
Expenditures:								
Instruction	78,477	792,504	30,184	2,782,122	3,258			3,686,545
Support services	168,567	1,755,379	96,206	2,187,322	134,813		51	4,342,338
Non-instructional services		50,553		148,316				198,869
Facilities acquisition & construction services	3,177	1,852,267	3,662,845	540,475	18,463,704	6,495,000		31,017,468
Reimbursements						64,191		64,191
Total expenditures	<u>250,221</u>	<u>4,450,703</u>	<u>3,789,235</u>	<u>5,658,235</u>	<u>18,601,775</u>	<u>6,559,191</u>	<u>51</u>	<u>39,309,411</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	(248,862)	(4,444,508)	(3,783,216)	(5,585,972)	(17,737,645)	(6,540,000)	(51)	(38,340,254)
Other financing sources and uses								
Bond proceeds					28,040,000	6,540,000		34,580,000
Transfers In / (Out)		94,978					(94,978)	0
Totals	<u>0</u>	<u>94,978</u>	<u>0</u>	<u>0</u>	<u>28,040,000</u>	<u>6,540,000</u>	<u>(94,978)</u>	<u>34,580,000</u>
Excess of revenues collected and other financing sources over (under) expenditures	(248,862)	(4,349,530)	(3,783,216)	(5,585,972)	10,302,355	0	(95,029)	(3,760,254)
Cash fund balances, beginning of year	<u>683,885</u>	<u>5,415,226</u>	<u>5,584,414</u>	<u>10,999,135</u>	<u>0</u>	<u>0</u>	<u>95,029</u>	<u>22,777,689</u>
Cash fund balances, end of year	<u>\$ 435,023</u>	<u>1,065,696</u>	<u>1,801,198</u>	<u>5,413,163</u>	<u>10,302,355</u>	<u>0</u>	<u>0</u>	<u>19,017,435</u>

**INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

		ASSETS			
CASH		\$ 4,161,805	6,558,624	6,418,284	4,302,145
		LIABILITIES			
809	9 NIGHT SCHOOL/H.S. COMPLET CASH	\$ 19,273	1,789	3,758	17,304
836	9 SUMMER SCH INTERNET BASED PROG CASH	30,890	23,370	30,855	23,405
922	9 INTERNET BASED PROGRAM CASH	36,639	24,126	36,504	24,261
941	9 NIGHTSCHOOL COKE ACCOUNT CASH	2,047	5,797	3,693	4,151
997	9 NIGHT SCHOOL TEACHER COKE CASH	219	100	253	66
821	51 TIPS PROGRAM CASH	236	-	236	-
824	51 ATHLETICS CASH	285,850	564,738	546,769	303,820
825	51 ATHLETIC FUND RAISER CASH	309,871	242,013	349,966	201,918
826	51 LETTER "M" CASH	55,562	72,028	63,892	63,697
829	51 SEARCH CASH	9,129	15,498	12,987	11,640
832	51 SUMMER RECREATION PROGRAM CASH	51,753	115,208	89,410	77,551
835	51 ELEMENTARY GUIDANCE CASH	7,070	-	209	6,861
838	51 CITIZENSHIP CHALLENGE CASH	24	-	24	-
840	51 KEN HOGAN MEMORIAL FUND CASH	47	-	47	-
876	51 SUMMER ALGEBRA CAMP CASH ACCT	388	813	-	1,202
887	51 ELEMENTARY SUMMER SCHOOL CASH	9,800	6,300	9,750	6,350
890	51 SCIENCE ENRICHMENT CASH	2,806	-	51	2,755
910	51 ASC NURSING SERVICES CASH	3,163	2,747	3,801	2,109
976	51 SECONDARY SUMMER SCHOOL CASH	41,374	56,373	54,706	43,040
977	51 SUMMER BAND CASH	(12)	3,454	-	3,442
978	51 SUMMER DRIVERS EDUCATION CASH	254	(54)	-	200
979	51 SUMMER SPEECH CASH	314	-	314	-
984	51 JR HIGH SUMMER SCHOOL CASH	7,286	11,422	10,517	8,190
998	51 FINE ARTS CASH	172	7	-	179
975	009 VISTA STUDENT ID CASH ACCT.	5,851	1,963	-	7,814
839	03 INSTRUCTIONAL/COCURR SUPPLIES	74	-	74	-
801	051 ELEMENTARY EDUCATION CASH ACCT.	31,797	45,205	26,111	50,891
802	051 CLEARING CASH	36	56,014	56,051	-
803	051 ELEMENTARY MUSICAL FESTIV CASH	2,533	6,990	551	8,972
805	051 SCHOOL ACTIVITY OPERATIONS CASH ACCT.	62,005	98,072	123,823	36,254
807	051 MISCELLANEOUS CASH	10,960	82,217	45,374	47,803
813	051 TEXTBOOKS CASH	2,067	4,812	163	6,717
814	051 ASC SECURITY CASH ACCT.	1,946	2,682	731	3,896
816	051 MAINTENANCE COKE ACCOUNT CASH	169	952	1,056	64
817	051 TRANSPORTATION COKE ACCT CASH	554	294	248	600
828	051 MOORE APPLAUSE CASH ACCT.	(72)	350	-	278
830	051 SCIENCE FAIR CASH	1,734	4,749	4,404	2,079
831	051 PROFESSIONAL DEVELOPMENT CASH	377	278	-	655
833	051 ELEMENTARY TRA CASH	5	-	5	-
834	051 KINDERGARTEN SUMMER ACADEMY CASH	279	-	279	-
864	051 PLAZA TOWERS TORNADO FUND CASH ACCT.	423	-	-	423
865	051 BRIARWOOD TORNADO FUND CASH ACCT.	279	-	-	279
867	051 HATS FOR HOUSTON CASH ACCT.	-	47,027	22,398	24,629
875	051 ATHLETICS TORNADO FUND CASH ACCT.	38	-	38	-
877	051 MUSIC TORNADO FUND CASH ACCT	7	-	7	-
878	051 MEDIA TORNADO FUND CASH ACCT.	972	-	-	972
892	051 SOUTHGATE TORNADO FUND	1	-	1	-
916	051 INDIAN EDUCATION CASH ACCT.	1,902	9,449	4,607	6,744
919	051 SUMMER READ MOORE BOOK BUS CASH	-	21,301	1,462	19,839
815	090 TECHNOLOGY COKE ACCT CASH	1	-	-	1
818	090 CENTER FOR TECHNOLOGY CASH ACCT.	81	5,040	4,609	512
808	097 CHILD NUTRITION COKE ACCT CASH	184	-	92	92
839	103 CENTRAL ELEMENTARY CASH	39,024	36,179	32,642	42,561
843	103 CENTRAL ELEM. COKE ACCOUNT CASH	876	259	664	471
859	103 CENTRAL ELEM. BEFORE/ AFTER SCHOOL CASH	37,435	42,221	12,381	67,274
839	107 FAIRVIEW CASH	41,508	48,191	61,811	27,888
843	107 FAIRVIEW COKE ACCOUNT CASH	894	1,267	1,766	395
859	107 FAIRVIEW AFTER SCHOOL PROGRAM CASH	40,063	34,108	25,958	48,213
801	108 STUDENT RELATED/KITCHEN SUPPLIES	1,143	-	1,143	-
807	108 STUDENT RELATED/DUES & FEES	171	-	171	-
839	108 KELLEY CASH	23,592	36,119	37,463	22,249
843	108 KELLEY COKE ACCOUNT CASH	1,152	745	917	980
859	108 KELLEY DAY CARE CASH ACCT.	1,640	25,025	18,416	8,249
839	109 NORTHMOOR CASH	22,618	27,657	31,989	18,286
843	109 NORTHMOOR COKE ACCOUNT CASH	62	92	110	44
859	109 NORTHMOOR BEFORE/AFTER CARE CASH ACCT.	11,033	25,332	16,616	19,750
801	110 INSTRUCTIONAL/AUDIO VIDEO SUPPLIES	978	-	978	-
839	110 SOUTHGATE CASH	29,618	14,107	14,355	29,370
843	110 SOUTHGATE COKE ACCOUNT CASH	171	84	124	132
859	110 SOUTHGATE BEFORE/AFTER CARE CASH ACCT.	8,535	15,804	13,345	10,993
801	112 CARE & UPKEEP GROUNDS/MAINTENANCE SUPPLY	600	-	600	-

**INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

		ASSETS				
CASH		\$	4,161,805	6,558,624	6,418,284	4,302,145
		LIABILITIES				
802	112	INSTRUCTIONAL/TECHNOLGY SOFTWARE & EQ	3,055	-	3,055	-
839	112	PLAZA TOWERS CASH	20,351	44,262	50,856	13,757
843	112	PLAZA TOWERS COKE ACCOUNT CASH	33	-	-	33
859	112	PLAZA TOWERS BEFORE/AFTER SCHOOL CASH	56,038	42,230	33,076	65,193
864	112	INSTRUCTIONAL/COCURR SUPPLIES	12,120	-	12,120	-
803	113	INSTRUCT STAFF TRAINING/REGISTRATION FEE	795	-	795	-
839	113	SKY RANCH CASH	50,077	43,000	48,755	44,322
843	113	SKY RANCH COKE ACCOUNT CASH	739	226	649	316
859	113	SKY RANCH BEFORE/AFTER SCH PROG CASH	27,210	40,244	35,873	31,581
802	117	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
839	117	KINGSGATE CASH	29,228	32,027	43,658	17,598
843	117	KINGSGATE COKE ACCOUNT CASH	391	578	578	391
859	117	KINGSGATE BEFORE/AFTER CASH ACCT.	5,399	26,987	18,513	13,874
839	120	HOUCHIN CASH	19,000	19,262	26,823	11,440
843	120	HOUCHIN COKE ACCOUNT CASH	377	106	252	231
859	120	HOUCHIN BEFORE/AFTER SCHOOL PROGRAM CASH	3,673	12,832	15,598	907
801	125	INSTRUCTIONAL/COCURR SUPPLIES	261	-	261	-
803	125	INTRUCTIONAL ELEM MUSIC/COCURRICULAR SUP	734	-	734	-
839	125	WINDING CREEK CASH	79,278	82,646	68,199	93,725
843	125	WINDING CREEK COKE ACCOUNT CASH	293	128	167	253
859	125	WINDING CREEK BEFORE/AFTER SCH PROG CASH	2,625	66,445	66,185	2,885
839	130	SANTA FE CASH	27,946	47,553	38,884	36,616
843	130	SANTA FE COKE ACCOUNT CASH	217	173	165	224
859	130	SANTA FE BEFORE/AFTER CARE CASH ACCT.	9,368	25,163	15,988	18,543
803	135	INSTRUCT STAFF TRAINING/REGISTRATION FEE	1,075	-	1,075	-
839	135	APPLE CREEK CASH	38,486	74,905	72,312	41,079
843	135	APPLE CREEK COKE ACCOUNT CASH	20	32	50	2
859	135	APPLE CREEK CAMP COUGAR CASH ACCT	36,694	21,906	33,409	25,191
802	140	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	1,405	-	1,405	-
807	140	STUDENT RELATED/DUES & FEES	317	-	317	-
839	140	RED OAK CASH	108,016	73,605	103,508	78,113
843	140	RED OAK COKE ACCOUNT CASH	212	42	165	89
859	140	RED OAK BEFORE/AFTER SCHOOL PROGRAM CASH	13,494	80,498	69,795	24,196
839	145	BRIARWOOD CASH	17,216	79,541	68,622	28,135
843	145	BRIARWOOD COKE ACCOUNT CASH	19	42	-	61
859	145	BRIARWOOD BEFORE/AFTER SCHOOL PROG CASH	57,805	37,972	49,765	46,012
802	155	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
807	155	STUDENT RELATED/DUES & FEES	106	-	106	-
813	155	INSTRUCTIONAL/STATE ADOPTED TEXTBOOK	55	-	55	-
830	155	STUDENT RELATED/AWARDS, GIFTS	583	-	583	-
839	155	FISHER CASH	63,890	68,611	113,404	19,097
843	155	FISHER COKE ACCOUNT CASH	12	35	-	47
859	155	FISHER BEFORE/AFTER SCHOOL PROGRAM CASH	24,325	57,857	34,319	47,863
802	160	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	2,230	-	2,230	-
807	160	STUDENT RELATED/DUES & FEES	336	-	336	-
839	160	SOONER CASH	19,547	29,865	26,131	23,281
843	160	SOONER COKE ACCOUNT CASH	841	166	50	957
859	160	SOONER BEFORE/AFTER SCHOOL PROG CASH	52,192	40,548	42,823	49,918
802	165	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
839	165	EARLYWINE CASH	16,196	40,182	40,590	15,788
843	165	EARLYWINE COKE ACCOUNT CASH	250	158	95	313
859	165	EARLYWINE BEFORE/AFTER SCHOOL PROG CASH	30,814	36,565	40,697	26,682
802	170	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
813	170	INSTRUCTIONAL/STATE ADOPTED TEXTBOOK	18	-	18	-
839	170	BROADMOORE CASH	69,575	137,217	97,070	109,722
843	170	BROADMOORE COKE ACCOUNT CASH	327	244	-	571
859	170	BROADMOORE BEFORE/AFTER SCH PROG CASH	71,006	113,120	119,465	64,662
802	175	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
839	175	EASTLAKE CASH	15,694	61,478	54,665	22,507
843	175	EASTLAKE COKE ACCOUNT CASH	239	197	-	435
859	175	EASTLAKE BEFORE/AFTER CARE CASH ACCT.	10,046	57,601	43,869	23,778
807	180	STUDENT RELATED/DUES & FEES	553	-	553	-
839	180	BRYANT ELEMENTARY CASH	91,511	96,358	134,546	53,322
843	180	BRYANT ELEMENTARY COKE ACT CASH	473	1,492	1,549	416
859	180	BRYANT BEFORE/AFTER CARE PROGRAM CASH	27,537	64,511	69,170	22,878
802	181	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
807	181	STUDENT RELATED/DUES & FEES	333	-	333	-
813	181	INSTRUCTIONAL/STATE-ADOPTED TEXTBOOKS	349	-	349	-
839	181	WAYLAND BONDS ELEMENTARY	66,101	112,487	88,414	90,174
843	181	WAYLAND BONDS ELEM COKE ACCOUNT	1,134	235	312	1,057
859	181	WAYLAND BONDS AFTER SCHOOL PROG CASH	62,015	62,680	71,160	53,535
802	185	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-

**INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

ASSETS						
CASH		\$	4,161,805	6,558,624	6,418,284	4,302,145
LIABILITIES						
839	185	OAKRIDGE CASH	26,846	127,354	134,077	20,122
843	185	OAKRIDGE COKE ACCOUNT CASH	14	47	-	61
859	185	OAKRIDGE BEFORE/AFTER SCHOOL PROG CASH	81,324	101,495	142,570	40,249
802	190	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
803	190	INSTRUCTIONAL/COCURR SUPPLIES	442	-	442	-
807	190	STUDENT RELATED/DUES & FEES	407	-	407	-
813	190	INSTRUCTIONAL/STATE ADOPTED TEXTBOOKS	168	-	168	-
839	190	HERITAGE TRAILS CASH	48,837	138,640	125,857	61,620
843	190	HERITAGE TRAILS COKE ACCOUNT CASH	318	-	45	273
859	190	HERITAGE TRAILS BEFORE/AFTER PROG CASH	9,444	121,176	105,289	25,330
802	195	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	3,880	-	3,880	-
803	195	EQUIPMENT UPKEEP/REPAIRS	150	-	150	-
807	195	STUDENT RELATED/DUES & FEES	185	-	185	-
839	195	SOUTH LAKE CASH ACCOUNT	96,395	172,466	162,347	106,514
843	195	SOUTHLAKE COKE CASH ACCOUNT	261	59	289	30
859	195	SOUTHLAKE DAYCARE CASH ACCOUNT	34,325	126,465	90,211	70,579
802	196	INSTRUCTIONAL/TECHNOLOGY SOFTWARE & EQ	580	-	580	-
803	196	INSTRUCT STAFF TRAINING/REGISTRATION FEE	90	-	90	-
839	196	TIMBER CREEK ACTIVITY CASH ACCT.	31,199	97,746	101,137	27,809
859	196	TIMBER CREEK BEFORE/AFTERCARE CASH ACCT.	20,339	100,373	55,873	64,839
803	610	EQUIPMENT UPKEEP/OTHER PROF. SERVICES	700	-	700	-
841	610	ARCHERY CASH ACCT.	460	1,410	650	1,220
846	610	BRINK ACADEMIC CLUB CASH	501	348	488	361
853	610	BRINK BAND CASH	2,111	12,312	11,541	2,881
862	610	BRINK CHEERLEADERS CASH	1,195	1,035	1,064	1,166
863	610	BRINK CHORUS CASH	4,079	5,334	5,219	4,194
907	610	BRINK GYM ACCOUNT CASH	110	-	-	110
925	610	BRINK LIBRARY FUND CASH	7,120	9,423	8,170	8,373
934	610	BRINK MULTICULTURAL CLUB CASH	321	201	311	211
935	610	NATIVE AMERICAN ART CLUB	205	57	-	262
937	610	BRINK NATL HONOR SOCIETY CASH	6,209	2,771	4,509	4,471
957	610	BRINK COKE ACCOUNT CASH	437	2,166	2,167	436
961	610	BRINK SCIENCE CLUB CASH	1,121	1,827	1,510	1,438
970	610	SPECIAL OLYMPICS CASH ACCT.	4,907	1,710	3,636	2,981
973	610	BRINK STUDENT COUNCIL CASH	13,427	5,289	9,549	9,167
974	610	BRINK STUDENT STORE CASH	62,000	81,085	85,065	58,019
990	610	WEB CASH ACCT.	1,482	1,598	1,826	1,254
991	610	BRINK CAMPUS BEAUTIFICATION	371	-	-	371
993	610	BRINK YEARBOOK CASH	26,340	7,450	3,271	30,519
803	650	INSTRUCTIONAL/DUES AND FEES	525	-	525	-
807	650	STUDENT RELATED/DUES & FEES	199	-	199	-
846	650	H.E. ACADEMIC CLUB CASH	450	655	859	246
853	650	H.E. BAND CASH	7,796	1,403	3,243	5,956
862	650	H.E. CHEERLEADERS CASH	637	5,301	5,616	322
863	650	H.E. CHORUS CASH	287	2,085	2,170	202
875	650	STUDENT RELATED/UNIFORMS	708	-	708	-
878	650	MEDIA SERVICES/FURNITURE & FIXTURES	12,059	-	12,059	-
911	650	H.E. HOME ECONOMICS CASH	1,021	2,562	2,779	805
925	650	H.E. LIBRARY CASH	7,910	3,648	2,322	9,237
937	650	H.E. NATL JR. HONOR SOCIETY CASH	1,003	4,988	5,205	786
938	650	NJHS STATE CONVENTION CASH ACCT.	2,981	220	3,201	-
939	650	H.E. NEWSPAPER CASH	399	-	-	399
957	650	H.E. COKE ACCOUNT CASH	281	893	719	454
961	650	H.E. SCIENCE CLUB CASH	5,896	100	242	5,754
965	650	H.E. SPECIAL EDUCATION CASH	232	500	-	732
973	650	H.E. STUDENT COUNCIL CASH	2,134	6,396	4,919	3,611
974	650	H.E. STUDENT STORE CASH	52,600	93,281	103,619	42,262
992	650	H.E. WRITING CLUB CASH	2,148	268	260	2,157
993	650	H.E. YEARBOOK CASH	20,094	7,105	3,162	24,036
803	655	INSTRUCTIONAL/DUES & FEES	300	-	300	-
847	655	H.W. ACADEMIC TEAM CASH	337	-	15	322
851	655	H.W. ART CLUB CASH	606	-	-	606
853	655	H.W. BAND CASH	2,474	16,180	14,931	3,723
863	655	H.W. CHORUS CASH	2,642	12,065	10,716	3,990
889	655	H.W. FACULTY ACCOUNT CASH	2,068	3,519	3,028	2,559
911	655	H.W. HOME ECONOMICS CASH	1,700	-	-	1,700
925	655	H.W. LIBRARY CASH	562	2,599	2,858	303
937	655	H.W. NATL HONOR SOCIETY CASH	1,448	3,776	4,690	534
947	655	H.W. PEP CLUB CASH	5,214	371	1,639	3,946
951	655	ROBOTICS CASH ACCT.	201	1,257	1,302	155
961	655	H.W. SCIENCE CLUB CASH	2,482	(1)	158	2,322
965	655	H.W. SPECIAL EDUCATION CASH	4,356	11,993	9,770	6,579

**INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

		ASSETS			
CASH		\$	4,161,805	6,558,624	6,418,284
					4,302,145
		LIABILITIES			
973	655 H.W. STUDENT COUNCIL CASH	5,046	2,536	3,197	4,385
974	655 H.W. STUDENT STORE CASH	25,684	52,759	49,639	28,805
993	655 H.W. YEARBOOK CASH	7,351	4,665	4,104	7,912
847	680 W.J.H. ACADEMIC TEAM CASH	259	90	120	229
851	680 W.J.H. ART CLUB CASH	4,095	980	801	4,274
853	680 W.J.H. BAND CASH	6,841	7,349	6,270	7,920
862	680 W.J.H. CHEERLEADERS CASH	5,729	10,787	10,946	5,570
889	680 W.J.H. FACULTY FUND CASH	783	2,026	1,951	858
907	680 W.J.H. GYM ACCOUNT CASH	3,463	1,143	3,609	997
925	680 W.J.H. LIBRARY CASH	1,352	1,934	1,742	1,545
937	680 W.J.H. NATIONAL HONOR SOC CASH	1,232	2,606	1,639	2,199
938	680 NJHS STATE CONVENTION CASH ACCOUNT	-	5,780	-	5,780
939	680 W.J.H. NEWSPAPER CASH	586	-	-	586
947	680 W.J.H. PEP CLUB CASH	296	-	-	296
951	680 W.J.H. ROBOTICS CLUB CASH	2,744	3,263	2,522	3,486
965	680 W.J.H. SPECIAL EDUCATION CASH	2,565	5,836	4,371	4,031
973	680 W.J.H. STUDENT COUNCIL CASH	2,560	4,669	5,408	1,820
974	680 W.J.H. STUDENT STORE CASH	28,275	48,977	41,345	35,907
987	680 W.J.H. VOCAL CASH	2,408	5,403	4,859	2,951
993	680 W.J.H. YEARBOOK CASH	7,116	5,585	8,401	4,299
803	685 INSTRUCTIONAL/DUES AND FEES	100	-	100	-
847	685 C.J.H. ACADEMIC TEAM CASH	234	127	119	243
851	685 C.J.H. ART CLUB CASH	274	550	563	261
853	685 C.J.H. BAND CASH	1,990	10,279	6,987	5,281
862	685 C.J.H. CHEERLEADERS CASH	4,818	5,614	7,126	3,306
863	685 C.J.H. CHORUS CASH	905	4,125	3,625	1,405
897	685 CJH FCCLA CASH ACCT.	320	575	827	68
925	685 C.J.H. LIBRARY CASH	958	6,557	6,375	1,140
937	685 C.J.H. NATL JR. HONOR SOC CASH	314	227	385	156
939	685 C.J.H. NEWSPAPER CASH	861	-	794	67
948	685 C.J.H. PEP CLUB/SPIRIT CASH	221	-	-	221
957	685 C.J.H. COKE ACCOUNT CASH	2,843	4,263	5,287	1,818
961	685 C.J.H. SCIENCE CLUB CASH	161	210	238	133
964	685 C.J.H. SPANISH CLUB CASH ACCT	41	-	-	41
970	685 C.J.H. SPECIAL OLYMPICS CASH	509	500	325	685
973	685 C.J.H. STUDENT COUNCIL CASH	1,377	4,583	4,096	1,864
974	685 C.J.H. STUDENT STORE CASH	81,796	40,628	38,697	83,727
992	685 C.J.H. WRITING CLUB	1	-	-	1
993	685 C.J.H. YEARBOOK CASH	5,055	1,892	4,867	2,080
995	685 C.J.H. YOUTH & GOVERNMENT CASH	37	400	-	437
803	690 INSTRUCTIONAL/DUES & FEES	125	-	125	-
807	690 STUDENT RELATED/DUES & FEES	121	-	121	-
813	690 INSTRUCTIONAL/STATE-ADOPTED TEXTBOOKS	624	-	624	-
851	690 SJH ART CLUB CASH ACCT.	589	2,025	2,373	241
853	690 BAND CASH ACCT.	5,165	7,052	9,259	2,958
862	690 CHEERLEADERS CASH ACCT	352	9,067	9,040	379
863	690 CHORUS CASH ACCT.	1,383	7,696	7,304	1,776
897	690 SJH FCCLA CASH ACCT.	669	1,075	514	1,230
925	690 LIBRARY CASH ACCT.	637	5,340	4,934	1,042
937	690 NATIONAL JR. HONOR SOCIETY CASH ACCT.	28	2,983	2,557	455
951	690 ROBOTICS CASH ACCT.	793	5,133	5,193	733
961	690 SCIENCE CLUB CASH ACCT.	412	195	275	332
965	690 SPECIAL EDUCATION CASH ACCT.	3,760	675	1,933	2,502
973	690 STUDENT COUNCIL CASH ACCT.	1,525	5,348	4,936	1,937
974	690 STUDENT STORE CASH ACCT.	14,609	54,893	37,984	31,518
993	690 YEARBOOK CASH ACCT.	6,447	4,699	2,413	8,734
803	705 STUDENT RELATED/AWARDS, GIFTS, REFRESH	3,087	-	3,087	-
813	705 INSTRUCT/STATE ADOPTED TEXTBOOK	647	-	647	-
820	705 CLASS OF 2021 CASH ACCT.	-	2,308	1,341	967
828	705 ADMISSIONS/PROM TICKETS	72	-	72	-
844	705 M.H.S. ASTRONOMY CLUB CASH	487	-	480	7
847	705 M.H.S. ACADEMIC TEAM CASH	22	-	-	22
849	705 M.H.S. APOLLYRAS CASH	997	5,851	6,664	184
850	705 CLASS OF 2017 CASH ACCT.	9,039	(64)	8,975	-
851	705 M.H.S. ART CLUB CASH	940	2,132	2,285	787
853	705 M.H.S. BAND CASH	1,093	1,013	1,900	207
857	705 CLASS OF 2018 CASH ACCT.	3,704	15,326	17,623	1,407
861	705 CLASS OF 2019 CASH ACCT.	1,476	24,335	22,379	3,432
862	705 M.H.S. CHEERLEADERS CASH	4,518	513	626	4,405
870	705 CLASS OF 2020 CASH ACCT.	895	2,062	2,444	513
872	705 M.H.S. CLOSE-UP CASH	126	-	-	126
873	705 M.H.S. FUSE CASH	3,481	7,959	4,027	7,413

**INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

		ASSETS				
CASH		\$	4,161,805	6,558,624	6,418,284	4,302,145
		LIABILITIES				
877	705 INSTRUCTIONAL/COCURR SUPPLIES	80	-	80	-	
879	705 M.H.S. DECA CASH	2	300	156	146	
882	705 M.H.S. DRAMA CASH	1,297	26,838	22,575	5,560	
884	705 M.H.S. ENVIRONMENTAL SCIEN CASH	190	-	190	-	
889	705 M.H.S. FACULTY FUND CASH	3	-	3	-	
895	705 M.H.S. FBLA CASH	430	170	330	270	
896	705 M.H.S. FFA CASH	2,696	72,795	71,410	4,081	
897	705 M.H.S. FCCLA CASH	285	4,464	3,934	815	
898	705 M.H.S. FJA CASH	488	-	-	488	
900	705 M.H.S. FOREIGN LANGUAGE CASH	48	-	-	48	
901	705 M.H.S. FRENCH CLUB CASH	339	959	885	413	
904	705 ART APPRECIATION CASH ACCT.	-	3,572	2,681	891	
912	705 M.H.S. HORTICULTURE CLUB CASH	4,605	9,390	8,108	5,887	
921	705 M.H.S. KEY CLUB CASH	3,978	3,976	3,602	4,352	
924	705 M.H.S. LATIN CLUB CASH	805	470	448	827	
925	705 M.H.S. LIBRARY CASH	706	503	-	1,209	
928	705 LEADERSHIP CASH ACCT.	5,772	8,047	6,943	6,876	
936	705 M.H.S. MOCK TRIAL CASH	495	-	138	357	
937	705 M.H.S. NATL HONOR SOCIETY CASH	3,095	6,306	6,498	2,903	
943	705 SCIENCE DEPT. CASH ACCT.	912	3,600	1,915	2,597	
949	705 M.H.S. POM PON SQUAD CASH	998	623	1,010	611	
951	705 ROBOTICS CASH ACCT.	-	2,016	1,101	915	
952	705 M.H.S. PSAT/ACT CASH	116	2,814	2,860	70	
959	705 M.H.S. SCHOLASTIC CASH	11,748	27,410	25,169	13,988	
961	705 M.H.S. SCIENCE CLUB CASH	376	-	60	316	
964	705 M.H.S. SPANISH CLUB CASH	746	420	133	1,033	
965	705 M.H.S. SPECIAL EDUCATION CASH	2,028	2,846	3,740	1,134	
966	705 M.H.S. SPECIAL PROJECTS CASH	3,347	6,475	-	9,822	
967	705 M.H.S. SPEECH CASH	494	5,655	4,037	2,112	
973	705 M.H.S. STUDENT COUNCIL CASH	613	6,907	6,719	800	
974	705 M.H.S. STUDENT STORE CASH	51,990	80,387	85,351	47,026	
975	705 EQUIPMENT UPKEEP/REPAIRS	2,373	-	2,373	-	
980	705 M.H.S. 3-D ART CASH	4,921	4,400	6,616	2,705	
983	705 M.H.S. TEACHER'S COURTESY CASH	1,761	4,975	5,055	1,681	
993	705 M.H.S. YEARBOOK CASH	33,268	39,975	37,803	35,440	
995	705 M.H.S. YOUTH AND GOVERNMENT CASH	380	1,300	1,206	474	
803	710 PRINTING, PUBLISHING AND DUPLICATING SER	1,461	-	1,461	-	
813	710 INSTRUCT/STATE ADOPTED TEXTBOOK	1,226	-	1,226	-	
820	710 CLASS OF 2021 CASH ACCT.	-	2,015	1,322	692	
823	710 ASP (ANTI-SLAVERY PROJECT) CASH ACCT.	899	-	-	899	
847	710 W.H.S. ACADEMIC TEAM CASH	1,022	240	335	927	
848	710 CLASS OF 2016 CASH ACCT.	4,868	-	4,868	-	
850	710 CLASS OF 2017 CASH ACCT.	5,827	4,799	10,626	-	
851	710 W.H.S. ART CLUB CASH	4,258	6,881	3,576	7,562	
852	710 W.H.S. ASIAN AMERICAN CLUB CASH	3,028	3,621	4,290	2,360	
853	710 W.H.S. BAND CASH	2,029	7,238	4,436	4,832	
855	710 W.H.S. BUSINESS DEPARTMENT CASH	217	-	-	217	
857	710 CLASS OF 2018 CASH ACCT.	4,958	18,361	15,186	8,133	
858	710 W.H.S. BOOK CLUB CASH	87	(7)	-	80	
861	710 CLASS OF 2019 CASH ACCT.	2,870	31,213	18,607	15,475	
862	710 W.H.S. CHEERLEADERS CASH	5,000	14,983	13,887	6,097	
870	710 CLASS OF 2020 CASH ACCT.	1,173	1,387	1,031	1,529	
882	710 W.H.S. DRAMA CASH	735	-	-	735	
883	710 W.H.S. ENGLISH DEPARTMENT CASH	1,583	-	-	1,583	
885	710 W.H.S. EBONY SOCIETY CASH	119	166	169	115	
895	710 W.H.S. FBLA CASH	299	-	37	262	
897	710 W.H.S. FCCLA CASH	317	144	152	309	
899	710 W.H.S. FORENSICS CASH	7,963	7,640	7,461	8,142	
902	710 FRENCH NATIONAL HONOR SOCIETY	857	6,427	4,400	2,884	
904	710 ART APPRECIATION CASH ACCT.	-	2,105	1,732	373	
909	710 W.H.S. HANDS CLUB CASH	5,272	221	-	5,492	
914	710 W.H.S. JCL CASH	678	1,026	780	924	
915	710 HISPANIC AMERICAN CLUB CASH ACCT.	1,954	113	-	2,067	
920	710 W.H.S. KELLIE MCWILLIAMS MEMORIAL CASH	1	-	1	-	
921	710 W.H.S. KEY CLUB CASH	1,111	11,189	11,147	1,153	
927	710 W.H.S. LINK CREW CASH	2,805	1,394	2,723	1,475	
929	710 W.H.S. MATH CLUB CASH	159	-	-	159	
931	710 W.H.S. MEDIA CASH	798	1,801	412	2,186	
933	710 W.H.S. MUSICAL PRODUCTIONS CASH	20,772	21,764	23,598	18,938	
934	710 W.H.S. MULTICULTURAL CLUB CASH	3,746	8,599	10,011	2,334	
937	710 W.H.S. NATIONAL HONOR SOCIETY CASH	19,787	24,940	19,859	24,868	
939	710 W.H.S. NEWSPAPER CASH	5,496	-	-	5,496	

**INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

ASSETS						
CASH		\$	4,161,805	6,558,624	6,418,284	4,302,145
LIABILITIES						
940	710 NASA CASH ACCT.	-	3,351	1,766	1,585	
945	710 W.H.S. SERVICE CLUB CASH	1,187	-	1,187	-	
949	710 W.H.S. POM POM SQUAD CASH	776	513	90	1,199	
950	710 RED CROSS CLUB CASH ACCT.	-	989	292	697	
952	710 W.H.S. PSAT/ACT CASH	2,233	2,740	2,192	2,781	
954	710 W.H.S. SPECIAL ED - MR/MH CASH	1,717	1,500	2,863	354	
960	710 W.H.S. STAFF ACCOUNT CASH	512	1,549	1,228	833	
961	710 W.H.S. SCIENCE CLUB CASH	1,964	3,030	42	4,952	
962	710 W.H.S. SHOW CHOIR CASH	587	19,161	19,161	586	
963	710 W.H.S. SOCIAL STUDIES DEPT CASH	107	-	-	107	
964	710 SPANISH CLUB CASH ACCT.	3,374	7,783	6,529	4,628	
966	710 W.H.S. SPECIAL PROJECTS CASH	9,558	10,103	-	19,661	
970	710 W.H.S. SPECIAL OLYMPICS CASH	6,145	16,291	16,036	6,401	
972	710 W.H.S. STAND CLUB CASH	2,398	1,264	1,136	2,526	
973	710 W.H.S. STUDENT COUNCIL CASH	3,206	12,812	13,280	2,738	
974	710 W.H.S. STUDENT STORE CASH	99,596	151,116	99,361	151,351	
980	710 W.H.S. VISUAL ART CASH	3,505	5,901	7,230	2,176	
985	710 W.H.S. STUDENT PLANNERS CASH	116	21,130	21,063	184	
993	710 W.H.S. YEARBOOK CASH	70,880	47,829	27,668	91,041	
995	710 W.H.S. YOUTH AND GOVERNMENT CASH	1,769	4,723	4,143	2,348	
803	715 ENTERPRISE OPERATIONS/FUNDRAISER	1,368	-	1,368	-	
807	715 STUDENT RELATED/DUES & FEES	988	-	988	-	
813	715 INSTRUCT/STATE ADOPTED TEXTBOOK	798	-	798	-	
820	715 CLASS OF 2021 CASH ACCT.	-	2,088	641	1,447	
847	715 SOUTHMOORE ACADEMIC TEAM CASH	2,472	-	1,327	1,145	
850	715 CLASS OF 2017 CASH ACCT.	809	(10)	799	-	
851	715 SOUTHMOORE ART CLUB/3D CASH	1,191	7,781	8,580	392	
853	715 SOUTHMOORE BAND CASH	14,119	10,293	14,351	10,062	
857	715 CLASS OF 2018 CASH ACCT.	5,907	12,941	18,848	-	
860	715 BLACK STUDENT ASSOCIATION CASH ACCT.	9	-	9	-	
861	715 CLASS OF 2019 CASH ACCOUNT	1,454	17,811	16,756	2,509	
862	715 SOUTHMOORE CHEERLEADERS CASH	1,282	14,555	5,219	10,618	
863	715 SOUTHMOORE CHORUS CASH	1	832	270	563	
868	715 SOUTHMOORE POM PON JV	378	-	-	378	
869	715 SOUTHMOORE CHEER JV	40	-	-	40	
870	715 CLASS OF 2020 CASH ACCT.	1,355	692	582	1,465	
879	715 SOUTHMOORE DECA CASH	10,890	21,925	13,605	19,210	
882	715 SOUTHMOORE DRAMA CASH	6,177	29,952	35,009	1,120	
895	715 SOUTHMOORE BUSINESS PRO. OF AMERICA CASH	147	-	-	147	
897	715 SOUTHMOORE FCCLA CASH	11,177	6,820	7,348	10,649	
901	715 FRENCH CLUB CASH ACCT.	507	-	-	507	
913	715 SOUTHMOORE INTERACT CASH	95	-	95	-	
914	715 SOUTHMOORE JCL/JR. CLASSICAL LEAGUE CASH	49	633	629	53	
926	715 SOUTHMOORE MODEL UN CASH	202	2,325	1,169	1,358	
927	715 SOUTHMOORE LINK CREW CASH	3,394	2,109	2,187	3,316	
931	715 SOUTHMOORE MEDIA CASH	2,466	241	278	2,429	
934	715 SOUTHMOORE MULTICULTURAL CLUB CASH	1,350	462	832	981	
937	715 SOUTHMOORE NATIONAL HONOR SOCIETY CASH	9,871	13,144	10,609	12,406	
940	715 NATIVE AMERICAN STUDENT ASSOC. CASH ACCT	1,210	982	988	1,205	
949	715 SOUTHMOORE POM PON SQUAD CASH	2,105	513	806	1,812	
952	715 SOUTHMOORE PSAT/ACT CASH	7,172	11,268	6,868	11,572	
954	715 SOUTHMOORE SPECIAL ED. MR/MH CASH	4,357	6,011	4,512	5,855	
960	715 SOUTHMOORE STAFF ACCOUNT CASH	289	1,341	1,371	259	
961	715 SOUTHMOORE SCIENCE CLUB CASH ACCT	2,283	1,226	2,267	1,242	
965	715 SOUTHMOORE SPECIAL EDUCATION CASH A	1,126	6,043	3,980	3,189	
966	715 SPECIAL PROJECTS CASH ACCT.	17,244	299	-	17,543	
967	715 SOUTHMOORE SPEECH CASH	4,476	625	1,501	3,601	
970	715 SOUTHMOORE SPECIAL ATHLETES	13,870	4,638	7,789	10,719	
973	715 SOUTHMOORE STUDENT COUNCIL CASH	6,145	4,028	6,358	3,816	
974	715 SOUTHMOORE STUDENT STORE CASH	30,060	107,116	122,575	14,601	
980	715 SOUTHMOORE VISUAL ART/2-D CASH	3,557	8,190	7,864	3,882	
985	715 SOUTHMOORE STUDENT PLANNERS CASH	17,260	15,448	23,516	9,192	
992	715 SOUTHMOORE WRITING CLUB CASH	69	-	69	-	
993	715 SOUTHMOORE YEARBOOK CASH	53,769	35,181	45,901	43,049	
994	715 STOMP TEAM/HIP HOP	12	-	12	-	
995	715 SOUTHMOORE YOUTH AND GOVERNMENT CASH	84	3,620	3,113	591	
TOTAL			4,161,805	6,558,624	6,418,284	4,302,145

**INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

ASSETS

CASH

\$	4,161,805	6,558,624	6,418,284	4,302,145
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LIABILITIES

914	715	SOUTHMOORE JCL/JR. CLASSICAL LEAGUE CASH	49	633	629	53
926	715	SOUTHMOORE MODEL UN CASH	202	2,325	1,169	1,358
927	715	SOUTHMOORE LINK CREW CASH	3,394	2,109	2,187	3,316
931	715	SOUTHMOORE MEDIA CASH	2,466	241	278	2,429
934	715	SOUTHMOORE MULTICULTURAL CLUB CASH	1,350	462	832	981
937	715	SOUTHMOORE NATIONAL HONOR SOCIETY CASH	9,871	13,144	10,609	12,406
940	715	NATIVE AMERICAN STUDENT ASSOC. CASH ACCT	1,210	982	988	1,205
949	715	SOUTHMOORE POM PON SQUAD CASH	2,105	513	806	1,812
952	715	SOUTHMOORE PSAT/ACT CASH	7,172	11,268	6,868	11,572
954	715	SOUTHMOORE SPECIAL ED. MR/MH CASH	4,357	6,011	4,512	5,855
960	715	SOUTHMOORE STAFF ACCOUNT CASH	289	1,341	1,371	259
961	715	SOUTHMOORE SCIENCE CLUB CASH ACCT	2,283	1,226	2,267	1,242
965	715	SOUTHMOORE SPECIAL EDUCATION CASH A	1,126	6,043	3,980	3,189
966	715	SPECIAL PROJECTS CASH ACCT.	17,244	299	-	17,543
967	715	SOUTHMOORE SPEECH CASH	4,476	625	1,501	3,601
970	715	SOUTHMOORE SPECIAL ATHLETES	13,870	4,638	7,789	10,719
973	715	SOUTHMOORE STUDENT COUNCIL CASH	6,145	4,028	6,358	3,816
974	715	SOUTHMOORE STUDENT STORE CASH	30,060	107,116	122,575	14,601
980	715	SOUTHMOORE VISUAL ART/2-D CASH	3,557	8,190	7,864	3,882
985	715	SOUTHMOORE STUDENT PLANNERS CASH	17,260	15,448	23,516	9,192
992	715	SOUTHMOORE WRITING CLUB CASH	69	-	69	-
993	715	SOUTHMOORE YEARBOOK CASH	53,769	35,181	45,901	43,049
994	715	STOMP TEAM/HIP HOP	12	-	12	-
995	715	SOUTHMOORE YOUTH AND GOVERNMENT CASH	84	3,620	3,113	591
TOTAL			4,161,805	6,558,624	6,418,284	4,302,145

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Federal Grantor / Pass Through	Federal CFDA Number	Federal Grantor's/ Pass-through No.	Program or Award Amount	Beginning Balance 7/1/17	Revenue Collected	Total Expenditures	Ending Balance 6/30/18
<u>U.S. Department of Education</u>							
<u>Direct Programs:</u>							
Title VII Indian Education	84.060A	S060A170041	\$ 562,082		464,387	562,082	97,695
P.L. 874 Impact Aid	84.041		136,413		136,413	50,774	
P.L. 874 Impact Aid Special Education	84.041		31,981	69,552	31,981	88,867	
Sub Total			<u>730,476</u>	<u>69,552</u>	<u>632,781</u>	<u>701,723</u>	<u>97,695</u>
<u>Passed Through State Department of Education:</u>							
*Title I	84.010	S010A170036	2,660,923		1,842,648	2,423,520	580,872
Title I Note	84.010			675,389	675,389		
Title I School Improvement Note	84.010			2,439	2,439		
Title I Neglected	84.010	S010A170036	45,964		23,202	26,220	3,018
Title I Neglected - Note	84.010			1,035	1,035		
<u>Special Education Program Cluster:</u>							
IDEA-B Flowthrough	84.027	H027A170051	5,088,368		3,484,074	3,952,993	468,919
IDEA-B Flowthrough Note	84.027			520,852	520,852		
IDEA-B Preschool	84.173	H173A170084	134,569		107,159	128,171	21,012
IDEA-B Preschool - Note	84.173			19,688	19,688		
Title II Part A	84.367	S367A170035	659,055		383,905	453,881	69,976
Title II Part A - Note	84.367			26,917	26,917		
Title III Emergency Immigration	84.365A	S365A170036	67,930		33,865	33,865	-
Title III Emergency Immigration	84.365A			15,724	15,724		
Title III Part A Limited English Proficiency	84.365	S365A170036	99,041		29,554	34,086	4,532
Title III Part A Limited English Proficiency- Note	84.365			1,955	1,955		
Sub Total			<u>8,755,850</u>	<u>1,263,999</u>	<u>7,168,406</u>	<u>7,052,736</u>	<u>1,148,329</u>
<u>Passed Through State Department of Career and Technology Education:</u>							
Carl Perkins	84.048		102,569		67,014	102,569	35,555
Carl Perkins - Note	84.048			36,443	36,443		
Carl Perkins - Supplement Note	84.048			9,820	9,820		
High Schools That Work	84.048		36,000		0	35,703	35,703
High Schools That Work - Note	84.048			33,149	33,149		
Sub Total			<u>138,569</u>	<u>79,412</u>	<u>146,426</u>	<u>138,272</u>	<u>71,258</u>
<u>U.S. Department of Agriculture:</u>							
<u>Passed Through State Department of Education</u>							
<u>*Child Nutrition Program Cluster:</u>							
School Breakfast Program	10.553	6OK300329		1,457,975	1,062,191	520,145	
National School Lunch Program	10.555	6OK300329		1,863,778	4,240,650	4,543,663	
Summer Food Program	10.559	6OK300329		15,332	99,766	43,498	
Sub Total				<u>3,337,085</u>	<u>5,402,607</u>	<u>5,107,306</u>	<u>0</u>
<u>Passed Through Department of Human Service</u>							
Commodities - Note 1	10.555				681,451	681,451	
<u>U.S. Department of Homeland Security:</u>							
<u>Passed Through Federal Emergency Management Agency:</u>							
<u>Passed Through State of Oklahoma Department of Emergency Management</u>							
*Public Assistance Alternative Program	97.036	PA-06-OK-4117	3,231,252		1,615,626	3,231,252	1,615,626
<u>Other Federal Assistance:</u>							
Johnson O'Malley	15.130	A17AV000335	105,477		73,940	48,433	
Johnson O'Malley	15.130	A14AV000230		34,887		34,887	
Rehabilitation	84.126		20,000		8,627	8,098	
Rehabilitation - Note	84.126			2,102	2,102		
Sub Total			<u>125,477</u>	<u>36,989</u>	<u>84,669</u>	<u>91,418</u>	<u>0</u>
Total Federal Assistance			<u>\$ 12,981,624</u>	<u>4,787,037</u>	<u>15,731,966</u>	<u>17,004,158</u>	<u>2,932,908</u>

Note - These amounts represent reimbursements for prior year expenditures which were not received until the current fiscal year.

Note 1 - Basis of Presentation - The accompanying schedule of expenditures of federal awards includes the federal activity of the District for the year ended June 30, 2018. This information 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 the District, it is not intended and does not present the financial position, changes in net assets, or cash flows of the District.

Note 2 - Summary of Significant Accounting Policies - Expenditures reported on this schedule are reported on the regulatory basis of accounting consistent with the preparation of the combined financial statements except as noted in Note 3. 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 District has elected not to use the 10 percent de minimus indirect cost rate allowed under the Uniform Guidance.

Note 3 - Non-Monetary Assistance - Commodities received by the District in the amount of \$681,451 were of a non-monetary nature and therefore the total revenue does not agree with the financial statements

* Major Programs

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
STATEMENT OF STATUTORY, FIDELITY AND HONESTY BONDS
FOR THE YEAR ENDED JUNE 30, 2018

BONDING COMPANY	POSITION COVERED	BOND NUMBER	COVERAGE AMOUNT	EFFECTIVE DATES
RLI Insurance Co.	Superintendent	LSM0600531	\$ 100,000	7-1-17 to 7-1-18
Universal Insurance Co.	Treasurer	LSF601083374	250,000	10-6-17 to 10-6-18
	Deputy Treasurer	3686578	250,000	9-16-17 to 9-16-18
The Ohio Casualty Co.	Deputy Treasurer	5093033	250,000	12-10-17 to 12-10-18
America First Insurance Co.	Board Clerk	2820964	10,000	7-1-17 to 7-1-18
	Child Nutrition	2820964	10,000	7-1-17 to 7-1-18
	Activity Fund	2820964	10,000	7-1-17 to 7-1-18
	Encumbrance clerk	2820964	10,000	7-1-17 to 7-1-18
	Minutes clerk	2820964	10,000	7-1-17 to 7-1-18

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
SCHEDULE OF ACCOUNTANT'S PROFESSIONAL LIABILITY INSURANCE
AFFIDAVIT
JULY 1, 2017 TO JUNE 30, 2018

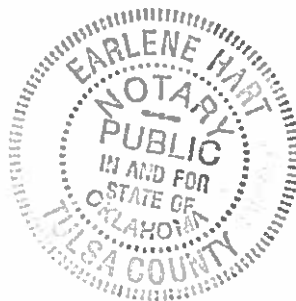
State of Oklahoma)
) ss
County of Tulsa)

The undersigned auditing firm of lawful ages, 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 Moore Public Schools for the audit year 2017-18.

Sanders, Bledsoe & Hewett,
Certified Public Accountants, LLP
Auditing Firm

By Jeffrey D. Hewett
Authorized Agent

Subscribed and sworn to before me
This 27th day of November, 2018



Earlene Hart
Notary Public (or Clerk or Judge)

My Commission Expires: 5/19/2020
Commission No. 00008621