

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

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

JUNE 30, 2020

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, 2020

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INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
JUNE 30, 2020

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JUNE 30, 2020

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INDEPENDENT AUDITOR'S REPORT

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, 2020, 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 reasonably 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, 2020, the changes in its financial position, or, where applicable, its cash flows for the year then ended.

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, 2020, 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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The 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 22, 2021 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.

Bledsoe, Hewett & Gullekson

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP

Broken Arrow, OK

January 22, 2021



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

The Honorable Board of Education
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, 2020, 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 22, 2021, 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.

Bledsoe, Hewett & Gullekson

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP

Broken Arrow, OK

January 22, 2021



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

The Honorable Board of Education
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, 2020. 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, 2020.

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.

Bledsoe, Hewett & Gullekson

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP

Broken Arrow, OK

January 22, 2021

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
DISPOSITION OF PRIOR YEAR'S SIGNIFICANT DEFICIENCIES AND
MATERIAL INSTANCES OF NON-COMPLIANCE
JUNE 30, 2020

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, 2020

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 unmodified 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 did not identify any material weaknesses and did not report any significant deficiencies not considered to be material weaknesses in the internal controls over financial reporting.
3. The audit disclosed no instances of noncompliance which are material to the financial statements.
4. The audit did not identify any material weaknesses and did not report any significant deficiencies not considered to be material weaknesses in the internal controls over major programs.
5. An unmodified report was issued on the compliance for major programs in conformity with the regulatory basis of accounting.
6. The audit disclosed no audit findings which are required to be reported under the Uniform Guidance, 2 CFR 200.51(a).
7. Programs determined to be major were the Child Nutrition Programs (10.553, 10.555, 10.559), which were clustered in determination, and the Title I Program (84.010).
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. 12, CLEVELAND COUNTY
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
ALL FUND TYPES AND ACCOUNT GROUPS - REGULATORY BASIS
JUNE 30, 2020

	GOVERNMENTAL FUND TYPES			FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS		DEBT SERVICE	GENERAL FIXED ASSETS	
<u>ASSETS</u>							
Cash & cash equivalents	\$ 32,055,248	11,123,170	27,669,535	33,563,207	4,544,256		108,955,416
Inventory	488,973	342,203					831,176
Capital assets						340,436,885	340,436,885
Amounts available in debt service						33,563,207	33,563,207
Amount to be provided for retirement of long-term debt							
Total Assets	\$ 32,544,221	11,465,373	27,669,535	33,563,207	4,544,256	84,111,738	84,111,738
<u>LIABILITIES AND FUND BALANCE</u>							
<u>Liabilities</u>							
Warrants payable	\$ 4,327,760	639,968	702,544		4,544,256		5,670,272
Funds held for school organizations							4,544,256
Long-term debt:							
Compensated leave						2,326,752	2,326,752
Capital leases						3,048,193	3,048,193
Bonds payable						112,300,000	112,300,000
Total liabilities	4,327,760	639,968	702,544	0	4,544,256	117,674,945	127,889,473
<u>Fund Balance and Other Credits</u>							
Cash Fund Balances							
Investment in General Fixed Assets	488,973	342,203				340,436,885	340,436,885
Restricted for inventories		10,483,202	26,966,991	33,563,207			831,176
Restricted							71,013,400
Unrestricted	27,727,488				0	0	27,727,488
Total Fund Balance and Other Credits	28,216,461	10,825,405	26,966,991	33,563,207	4,544,256	117,674,945	440,008,949
Total Liabilities, Fund Balance and Other Credits	\$ 32,544,221	11,465,373	27,669,535	33,563,207	4,544,256	117,674,945	567,898,422

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, 2020

	GOVERNMENTAL FUND TYPES				TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	
Revenues Collected:					
Local sources	\$ 43,790,285	9,145,885		32,946,001	85,882,171
Intermediate sources	6,781,971				6,781,971
State sources	109,466,212	99,866			109,566,078
Federal sources	8,473,771	5,212,348			13,686,119
Interest earnings	430,033	153,587	570,224	752,055	1,905,899
Non revenue receipts	5,970,051				5,970,051
Total revenues collected	<u>174,912,323</u>	<u>14,611,686</u>	<u>570,224</u>	<u>33,698,056</u>	<u>223,792,289</u>
Expenditures:					
Instruction	111,400,261	46,646	1,738,724		113,185,631
Support services	62,622,691	4,355,880	6,574,675		73,553,246
Operation of non-instructional services	6,301,423	4,025,821	246,988		10,574,232
Facilities acquisition and construction svcs	49,080	2,991,844	8,391,600		11,432,524
Other outlays:					
Reimbursement		5,134,101	2,607		5,136,708
Debt service				34,372,809	34,372,809
Private non-profit schools	2,786				2,786
Total expenditures	<u>180,376,241</u>	<u>16,554,292</u>	<u>16,954,594</u>	<u>34,372,809</u>	<u>248,257,936</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	(5,463,918)	(1,942,606)	(16,384,370)	(674,753)	(24,465,647)
Other financing sources (uses):					
Proceeds from sale of bonds			21,720,000		21,720,000
Adjustments to prior year encumbrances	1,292	146			1,438
Total other financing sources (uses)	<u>1,292</u>	<u>146</u>	<u>21,720,000</u>	<u>0</u>	<u>21,721,438</u>
Excess of revenue collected over (under) expenditures	(5,462,626)	(1,942,460)	5,335,630	(674,753)	(2,744,209)
Cash fund balances, beginning of year	<u>33,499,539</u>	<u>12,617,202</u>	<u>21,631,361</u>	<u>34,237,960</u>	<u>101,986,062</u>
Change in reserve of inventories	<u>179,548</u>	<u>150,663</u>	<u>0</u>	<u>0</u>	<u>330,211</u>
Cash fund balances, end of year	<u>\$ 28,216,461</u>	<u>10,825,405</u>	<u>26,966,991</u>	<u>33,563,207</u>	<u>99,572,064</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 - BUDGETED GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020

	GENERAL FUND		
	Original/Final Budget	Actual	Prior Year Actual
Revenues Collected:			
Local sources	\$ 42,782,169	43,790,285	43,145,236
Intermediate sources	5,936,674	6,781,971	6,043,327
State sources	109,736,465	109,466,212	105,421,362
Federal sources	9,006,000	8,473,771	9,179,117
Interest earnings	567,218	430,033	630,242
Non-revenue receipts	6,500,000	5,970,051	6,258,098
Total revenues collected	<u>174,528,526</u>	<u>174,912,323</u>	<u>170,677,382</u>
Expenditures:			
Instruction	115,520,966	111,400,261	102,399,236
Support services	65,579,889	62,622,691	55,698,204
Operation of non-instructional services	6,827,787	6,301,423	6,207,040
Facilities acquisition & construction services	630,706	49,080	258,020
Other outlays:			
Indirect cost entitlement	342,470		
Private non-profit schools	15,208	2,786	
Other uses	18,801,614		
Total expenditures	<u>207,718,640</u>	<u>180,376,241</u>	<u>164,562,500</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(33,190,114)	(5,463,918)	6,114,882
Adjustments to prior year encumbrances	<u>0</u>	<u>1,292</u>	<u>23</u>
Excess of revenues collected over (under) expenditures	(33,190,114)	(5,462,626)	6,114,905
Cash fund balance, beginning of year	33,499,539	33,499,539	27,445,466
Change in reserve of inventories	<u>0</u>	<u>179,548</u>	<u>(60,832)</u>
Cash fund balance, end of year	<u>\$ 309,425</u>	<u>28,216,461</u>	<u>33,499,539</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 - BUDGETED GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020

	SPECIAL REVENUE FUNDS		
	Original/Final Budget	Actual	Prior Year Actual
Revenues Collected:			
Local sources	\$ 9,713,616	9,145,885	9,903,950
State sources	81,130	99,866	85,400
Federal sources	5,256,177	5,212,348	6,453,450
Interest earnings	85,843	153,587	171,685
Total revenues collected	<u>15,136,766</u>	<u>14,611,686</u>	<u>16,614,485</u>
Expenditures:			
Instruction	100,000	46,646	
Support services	5,911,000	4,355,880	6,648,577
Operation of non-instructional services	5,000,000	4,025,821	4,101,054
Facilities acquisition & construction services	1,989,000	2,991,844	638,250
Other outlays:			
Reimbursement	5,450,000	5,134,101	4,875,968
Other Uses	9,112,428		
Total expenditures	<u>27,562,428</u>	<u>16,554,292</u>	<u>16,263,849</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(12,425,662)	(1,942,606)	350,636
Adjustments to prior year encumbrances	<u>0</u>	<u>146</u>	<u>14,453</u>
Excess of revenues collected over (under) expenditures	(12,425,662)	(1,942,460)	365,089
Cash fund balances, beginning of year	12,617,202	12,617,202	12,346,584
Change in reserve of inventories	<u>0</u>	<u>150,663</u>	<u>(94,471)</u>
Cash fund balances, end of year	<u>\$ 191,540</u>	<u>10,825,405</u>	<u>12,617,202</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 - BUDGETED GOVERNMENTAL FUND TYPES - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020

	DEBT SERVICE FUND		
	Original/Final Budget	Actual	Prior Year Actual
Revenues Collected:			
Local sources	\$ 31,677,465	32,946,001	33,517,363
Interest earnings		752,055	654,287
Total revenues collected	<u>31,677,465</u>	<u>33,698,056</u>	<u>34,171,650</u>
Requirements:			
Bonds	30,385,000	31,215,000	30,955,000
Coupons	3,326,245	3,146,768	2,290,455
Judgments	12,670	11,041	22,143
Total requirements	<u>33,723,915</u>	<u>34,372,809</u>	<u>33,267,598</u>
Excess of revenue collected over (under) expenditures	(2,046,450)	(674,753)	904,052
Cash fund balance, beginning of year	<u>34,237,960</u>	<u>34,237,960</u>	<u>33,333,908</u>
Cash fund balance, end of year	<u>\$ 32,191,510</u>	<u>33,563,207</u>	<u>34,237,960</u>

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

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS- REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Moore Public Schools Independent District, No. 1-2 (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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS- REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS- REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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, insurance recovery 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.

Co-op Fund – The co-op fund is established when the boards of education of two or more school districts enter into cooperative agreements and maintain joint programs. The revenues necessary to operate a cooperative program can come from federal, state, or local sources, including the individual contributions of participating school districts. The expenditures for this fund would consist of those necessary to operate and maintain the joint programs. The District did not maintain a co-op fund.

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. The District did not maintain an insurance recovery fund.

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.

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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 2019-20 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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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, 2020

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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, 2020, 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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS– REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS– REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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 2019-20 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, 2020, were \$108,955,416, 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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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, 2020.

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, 2020

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, 2020:

	<u>Lease/Purchase Agreements</u>	<u>Bonds Payable</u>	<u>Total</u>
Balance, July 1, 2019	\$ 717,047	121,795,000	122,512,047
Additions	3,643,212	21,720,000	25,363,212
Retirements	<u>(1,312,066)</u>	<u>(31,215,000)</u>	<u>(32,527,066)</u>
Balance, June 30, 2020	<u>\$ 3,048,193</u>	<u>112,300,000</u>	<u>115,348,193</u>

A brief description of the outstanding long-term debt at June 30, 2020, is set forth below:

	<u>Amount Outstanding</u>
<u>General Obligation Bonds:</u>	
Combined Purpose Bonds, Series 2017, 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	11,650,000
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	21,030,000
Combined Purpose Bonds, Series 2019, original issue \$52,100,000, interest rates of 2.00% to 3.50%, due in initial installment of \$13,025,000, annual installments of \$13,025,000, final payment due 3-1-24	52,100,000
GO Combined Purpose Building Bonds, Series 2020, original issue \$20,120,000, interest rate of 1.5% to 2.0%, due in annual installments of \$5,030,000, final payment due 3-1-25	20,120,000

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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	4,100,000
GO Building Bonds, Series 2020, original issue \$1,600,000, interest rate of 1.55% to 3.00% due in initial installment of \$400,000 annual installments of \$400,000, final payment due 3-1-25	1,600,000
Building Bonds, Series 2019, original issue \$1,700,000, interest rates of 2.00% to 3.50% due in annual installments of \$425,000, on 3-1-24	1,700,000
<u>Capital Lease Purchase Agreements</u>	
Lease purchase of computer equipment, dated November 4, 2019 totaling \$3,643,212, due in an initial payment of \$963,630 and principal and interest payments of \$963,630.	2,679,582
Lease purchase of computer equipment, dated October 31, 2018, totaling \$1,107,000, due in an initial payment of \$389,953 and principal and interest payments of \$389,953.	<u>368,611</u>
Total	<u>\$ 115,348,193</u>

INDEPENDENT SCHOOL DISTRICT NO. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

4. GENERAL LONG-TERM DEBT – cont'd

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

Year Ending	Principal	Interest	Total
2021	31,612,915	2,972,881	34,585,796
2022	32,607,760	2,193,620	34,801,380
2023	26,817,518	1,389,237	28,206,755
2024	18,880,000	567,400	19,447,400
2025	5,430,000	82,050	5,512,050
Total	<u>\$ 115,348,193</u>	<u>7,205,188</u>	<u>122,553,381</u>

Interest paid on general long-term debt during the 2019-20 fiscal year totaled \$3,187,484.

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS—REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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 2019-20 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 2020, 2019 and 2018 are \$18,479,342, \$16,590,196, and \$14,530,388, respectively. Ten-year historical trend information is presented in the Teacher's Retirement System of Oklahoma Annual Report for the year ended June 30, 2020. 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.

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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

6. RISK MANAGEMENT – 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 2019-20 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. 1-2, CLEVELAND COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS— REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

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, 2021, 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, 2020, was as follows:

	Beginning Balances	Additions	Transfers	Deletions	Ending Balances
<i>Capital Assets:</i>					
Land	\$ 7,678,544		6,033,193		13,711,737
Constructin in progress	47,241,474	17,537,331	(47,243,274)		17,535,531
Building & improvements	475,518,183		41,210,081		516,728,264
Equipment & vehicles	34,558,077	1,917,826		477,437	35,998,466
Total Capital Assets	<u>\$ 564,996,278</u>	<u>19,455,157</u>	<u>0</u>	<u>477,437</u>	<u>583,973,998</u>
Accumulated depreciation	<u>(224,087,741)</u>	<u>(19,926,809)</u>		<u>(477,437)</u>	<u>(243,537,113)</u>
Net Fixed Assets	<u>\$ 340,908,537</u>	<u>(471,652)</u>	<u>0</u>	<u>0</u>	<u>340,436,885</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, 2020

9. LEASE REVENUE BONDS

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 2016, the Cleveland County Educational Facilities Authority issued \$103,045,000 of Educational Facilities Lease Revenue Bonds Series 2016. 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, 2017 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:

<u>Year</u>	<u>Payments</u>
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>\$ 103,045,000</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, 2020

	BUILDING FUND	CHILD NUTRITION FUND	TOTAL
<u>ASSETS</u>			
Cash & cash equivalents	\$ 7,484,615	3,638,555	11,123,170
Inventory		342,203	342,203
Total Assets	<u>\$ 7,484,615</u>	<u>3,980,758</u>	<u>11,465,373</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Warrants payable	\$ 351,125	288,843	639,968
Total Liabilities	<u>351,125</u>	<u>288,843</u>	<u>639,968</u>
Fund Equity:			
Cash fund balances	7,133,490	3,349,712	10,483,202
Reserve for inventories		342,203	342,203
Total Fund Balance	<u>7,133,490</u>	<u>3,691,915</u>	<u>10,825,405</u>
Total Liabilities and Fund Balance	<u>\$ 7,484,615</u>	<u>3,980,758</u>	<u>11,465,373</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, 2020

	BUILDING FUND	CHILD NUTRITION FUND	TOTAL
Revenues Collected:			
Local sources	\$ 6,237,519	2,908,366	9,145,885
State sources		99,866	99,866
Federal sources		5,212,348	5,212,348
Interest earnings	57,588	95,999	153,587
Total revenues collected	<u>6,295,107</u>	<u>8,316,579</u>	<u>14,611,686</u>
Expenditures:			
Instruction	46,646		46,646
Support services	4,355,880		4,355,880
Operation of non-instructional services		4,025,821	4,025,821
Facilities acquisition construction services	2,741,844	250,000	2,991,844
Other outlays:			
Reimbursement		5,134,101	5,134,101
Total expenditures	<u>7,144,370</u>	<u>9,409,922</u>	<u>16,554,292</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(849,263)	(1,093,343)	(1,942,606)
Adjustments to prior year encumbrances	<u>0</u>	<u>146</u>	<u>146</u>
Excess of revenues collected over (under) expenditures	(849,263)	(1,093,197)	(1,942,460)
Cash fund balances, beginning of year	7,982,753	4,634,449	12,617,202
Change in reserve of inventories	<u>0</u>	<u>150,663</u>	<u>150,663</u>
Cash fund balances, end of year	<u>\$ 7,133,490</u>	<u>3,691,915</u>	<u>10,825,405</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, 2020

	BUILDING FUND			CHILD NUTRITION FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues Collected:						
Local sources	\$ 6,132,576	6,132,576	6,237,519	\$ 3,581,040	3,581,040	2,908,366
State sources				81,130	81,130	99,866
Federal sources				5,256,177	5,256,177	5,212,348
Interest earnings	62,024	62,024	57,588	23,819	23,819	95,999
Non-revenue receipts						
Total revenues collected	<u>6,194,600</u>	<u>6,194,600</u>	<u>6,295,107</u>	<u>8,942,166</u>	<u>8,942,166</u>	<u>8,316,579</u>
Expenditures:						
Instruction	100,000	100,000	46,646			
Support services	5,911,000	5,911,000	4,355,880			
Operation of non-instructional services				5,000,000	5,000,000	4,025,821
Facilities acquisition & construction services	1,989,000	1,989,000	2,741,844			250,000
Other outlays:						
Reimbursement				5,450,000	5,450,000	5,134,101
Other Uses	6,177,353	6,177,353		2,935,075	2,935,075	
Total expenditures	<u>14,177,353</u>	<u>14,177,353</u>	<u>7,144,370</u>	<u>13,385,075</u>	<u>13,385,075</u>	<u>9,409,922</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(7,982,753)	(7,982,753)	(849,263)	(4,442,909)	(4,442,909)	(1,093,343)
Adjustment to prior year encumbrances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>146</u>
Excess of revenues collected over (under) expenditures	(7,982,753)	(7,982,753)	(849,263)	(4,442,909)	(4,442,909)	(1,093,197)
Cash fund balances, beginning of year	7,982,753	7,982,753	7,982,753	4,634,449	4,634,449	4,634,449
Change in reserve of inventories	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>150,663</u>
Cash fund balances, end of year	<u>\$ 0</u>	<u>0</u>	<u>7,133,490</u>	<u>\$ 191,540</u>	<u>191,540</u>	<u>3,691,915</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, 2020

		<u>ASSETS</u>						
		#31	#32	#34	#35	#36	#38	TOTAL
		BUILDING BOND FUND	BUILDING BOND FUND	BUILDING BOND FUND	BUILDING BOND FUND	BUILDING BOND FUND	BUILDING BOND FUND	
Cash & cash equivalents	\$	1	52,212	568,196	18,663,418	1,043,995	7,341,713	27,669,535
Total assets	\$	1	52,212	568,196	18,663,418	1,043,995	7,341,713	27,669,535
<u>LIABILITIES AND FUND EQUITY</u>								
Liabilities:								
Warrants outstanding	\$				42,637	144,205	515,702	702,544
Total Liabilities		0	0	0	42,637	144,205	515,702	702,544
Fund Equity:								
Cash fund balances		1	52,212	568,196	18,620,781	899,790	6,826,011	26,966,991
Total Liabilities and Fund Equity	\$	1	52,212	568,196	18,663,418	1,043,995	7,341,713	27,669,535

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, 2020

	#31 BOND FUND	#32 BOND FUND	#33 BOND FUND	#34 BOND FUND	#35 BOND FUND	#36 BOND FUND	#38 BOND FUND	TOTAL
Revenues Collected:								
Local sources			214	3,945	391,059	24,632	150,374	570,224
Total revenues collected	<u>0</u>	<u>0</u>	<u>214</u>	<u>3,945</u>	<u>391,059</u>	<u>24,632</u>	<u>150,374</u>	<u>570,224</u>
Expenditures:								
Instruction				189,170	437,216	201,211	911,127	1,738,724
Support services	1,913	1,120	2,731	225,958	119,436	1,224,995	4,998,522	6,574,675
Non-instructional services	23,141	3,500		6,555		85,615	128,177	246,988
Facilities acquisition & construction services			462,491	715,518	2,933,626	1,441,466	2,838,499	8,391,600
Other outlays	2,088		519					2,607
Total expenditures	<u>27,142</u>	<u>4,620</u>	<u>465,741</u>	<u>1,137,201</u>	<u>3,490,278</u>	<u>2,953,287</u>	<u>8,876,325</u>	<u>16,954,594</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	(27,142)	(4,620)	(465,527)	(1,133,256)	(3,099,219)	(2,928,655)	(8,725,951)	(16,384,370)
Other financing sources and uses								
Bond proceeds					21,720,000			21,720,000
Totals	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>21,720,000</u>	<u>0</u>	<u>0</u>	<u>21,720,000</u>
Excess of revenues collected and other financing sources over (under) expenditures	(27,142)	(4,620)	(465,527)	(1,133,256)	18,620,781	(2,928,655)	(8,725,951)	5,335,630
Cash fund balances, beginning of year	27,143	56,832	465,527	1,701,452	0	3,828,445	15,551,962	21,631,361
Cash fund balances, end of year	<u>\$ 1</u>	<u>52,212</u>	<u>0</u>	<u>568,196</u>	<u>18,620,781</u>	<u>899,790</u>	<u>6,826,011</u>	<u>26,966,991</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, 2020

ASSETS

CASH	\$	4,547,109	5,673,890	5,676,743	4,544,256
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LIABILITIES

809	9	NIGHT SCHOOL/H.S. COMPLET CASH	\$ 12,954	928	2,402	11,480
836	9	SUMMER SCH INTERNET BASED PROG CASH	200	-	-	200
922	9	INTERNET BASED PROGRAM CASH	40,666	3,520	165	44,021
941	9	NIGHTSCHOOL COKE ACCOUNT CASH	3,400	3,947	5,217	2,130
975	9	VISTA STUDENT ID CASH ACCT.	7,725	547	-	8,271
997	9	NIGHT SCHOOL TEACHER COKE CASH	673	387	440	619
801	51	ELEMENTARY EDUCATION CASH ACCT.	61,214	56,120	32,528	84,807
802	51	CLEARING CASH	(37)	32,241	32,203	-
803	51	MPS ELEM HONOR CHOIR CASH	346	6,285	3,862	2,769
805	51	SCHOOL ACTIVITY OPERATIONS CASH ACCT.	16,955	92,849	3,602	106,203
807	51	MISCELLANEOUS CASH	50,029	48,877	51,764	47,143
813	51	TEXTBOOKS CASH	200	2,289	2,289	200
814	51	ASC SECURITY CASH ACCT.	3,606	128	1,363	2,371
816	51	MAINTENANCE COKE ACCOUNT CASH	63	-	-	63
817	51	TRANSPORTATION COKE ACCT CASH	526	220	264	483
824	51	ATHLETICS CASH	310,816	446,387	428,761	328,442
825	51	ATHLETIC FUND RAISER CASH	266,688	172,295	229,503	209,480
826	51	LETTER "M" CASH	57,272	59,190	65,130	51,331
828	51	MOORE APPLAUSE CASH ACCT.	440	-	-	440
829	51	GIFTED CASH	13,083	6,343	8,296	11,130
830	51	SCIENCE FAIR CASH	3,924	6,068	3,825	6,167
831	51	PROFESSIONAL DEVELOPMENT CASH	234	27	-	261
832	51	SUMMER RECREATION PROGRAM CASH	28,714	78,473	84,960	22,227
835	51	ELEMENTARY GUIDANCE CASH	5,944	-	1,790	4,154
838	51	MPS SPECIAL OLYMPICS CASH	-	3,334	-	3,334
864	51	PLAZA TOWERS TORNADO FUND CASH ACCT.	12	-	-	12
865	51	BRIARWOOD TORNADO FUND CASH ACCT.	279	-	-	279
866	51	RELIEF FUND	-	16,924	15,873	1,051
867	51	MOORE LOVE CASH ACCT.	3,747	238,450	235,000	7,198
876	51	SUMMER ALGEBRA CAMP CASH ACCT	361	-	-	361
878	51	MEDIA TORNADO FUND CASH ACCT.	972	-	-	972
887	51	ELEMENTARY SUMMER SCHOOL CASH	200	-	-	200
890	51	SCIENCE ENRICHMENT CASH	2,060	-	645	1,415
910	51	ASC NURSING SERVICES CASH	3,672	5,340	930	8,081
916	51	INDIAN EDUCATION CASH ACCT.	6,823	125	71	6,877
919	51	SUMMER READ MOORE BOOK BUS CASH	17,096	19,050	8,580	27,566
976	51	SECONDARY SUMMER SCHOOL CASH	70	33,651	525	33,196
977	51	SUMMER BAND CASH	4,100	-	4,100	-
978	51	SUMMER DRIVERS EDUCATION CASH	200	-	-	200
984	51	JR HIGH SUMMER SCHOOL CASH	200	-	-	200
998	51	FINE ARTS CASH	179	-	-	179
815	90	TECHNOLOGY COKE ACCT CASH	1	-	-	1
818	90	CENTER FOR TECHNOLOGY CASH ACCT.	364	-	-	364
808	97	CHILD NUTRITION COKE ACCT CASH	92	-	-	92
803	103	INSTRUCT STAFF TRAINING/REGISTRATION FEE	795	-	795	-
830	103	INSTRUCTIONAL/COCURR SUPPLIES	57	-	57	-
839	103	CENTRAL ELEMENTARY CASH	59,614	22,675	65,063	17,226
843	103	CENTRAL ELEM. COKE ACCOUNT CASH	1,869	141	745	1,265
859	103	CENTRAL ELEM. BEFORE/ AFTER SCHOOL CASH	55,964	26,645	9,338	73,271
839	107	FAIRVIEW CASH	25,691	63,245	37,347	51,588
843	107	FAIRVIEW COKE ACCOUNT CASH	1,734	2,153	862	3,026
859	107	FAIRVIEW AFTER SCHOOL PROGRAM CASH	65,048	36,913	40,339	61,622
839	108	KELLEY CASH	16,104	13,992	17,561	12,535
843	108	KELLEY COKE ACCOUNT CASH	1,732	1,671	392	3,011
859	108	KELLEY DAY CARE CASH ACCT.	7,759	17,528	21,893	3,394
839	109	NORTHMOOR CASH	19,718	36,934	33,699	22,954
843	109	NORTHMOOR COKE ACCOUNT CASH	2,362	210	79	2,494
859	109	NORTHMOOR BEFORE/AFTER CARE CASH ACCT.	21,623	6,185	9,560	18,247

LIABILITIES

839	110	SOUTHGATE CASH	\$	24,950	25,952	8,821	42,082
843	110	SOUTHGATE COKE ACCOUNT CASH		627	2,338	1,229	1,735
859	110	SOUTHGATE BEFORE/AFTER CARE CASH ACCT.		15,908	12,245	22,599	5,554
839	112	PLAZA TOWERS CASH		14,239	31,589	26,909	18,920
843	112	PLAZA TOWERS COKE ACCOUNT CASH		1,519	1,500	2,168	851
859	112	PLAZA TOWERS BEFORE/AFTER SCHOOL CASH		84,223	41,231	31,323	94,131
839	113	SKY RANCH CASH		44,984	58,193	54,820	48,356
843	113	SKY RANCH COKE ACCOUNT CASH		2,051	1,495	2,039	1,507
859	113	SKY RANCH BEFORE/AFTER SCH PROG CASH		32,946	36,103	29,713	39,336
839	117	KINGSGATE CASH		27,892	34,645	26,668	35,869
843	117	KINGSGATE COKE ACCOUNT CASH		422	27	-	449
859	117	KINGSGATE BEFORE/AFTER CASH ACCT.		25,016	22,082	19,438	27,660
801	120	INSTRUCTIONAL/GENERAL OFFICE SUPPLIES		728	-	728	-
839	120	HOUCHIN CASH		16,408	18,641	17,809	17,240
843	120	HOUCHIN COKE ACCOUNT CASH		243	131	-	374
859	120	HOUCHIN BEFORE/AFTER SCHOOL PROGRAM CASH		200	(188)	-	11
839	125	WINDING CREEK CASH		83,552	94,089	95,830	81,811
843	125	WINDING CREEK COKE ACCOUNT CASH		1,132	1,629	1,927	834
859	125	WINDING CREEK BEFORE/AFTER SCH PROG CASH		5,045	57,725	52,865	9,905
839	130	SANTA FE CASH		25,927	47,362	55,764	17,526
843	130	SANTA FE COKE ACCOUNT CASH		1,436	1,500	1,014	1,921
859	130	SANTA FE BEFORE/AFTER CARE CASH ACCT.		14,437	22,850	23,777	13,510
803	135	INSTRUCT STAFF TRAINING/REGISTRATION FEE		795	-	795	-
830	135	INSTRUCTIONAL/COCURR SUPPLIES		148	-	148	-
839	135	APPLE CREEK CASH		53,107	52,595	42,076	63,626
843	135	APPLE CREEK COKE ACCOUNT CASH		1,551	104	602	1,053
859	135	APPLE CREEK CAMP COUGAR CASH ACCT		35,977	20,504	9,208	47,273
839	140	RED OAK CASH		52,725	71,743	85,079	39,389
843	140	RED OAK COKE ACCOUNT CASH		1,622	1,500	-	3,122
859	140	RED OAK BEFORE/AFTER SCHOOL PROGRAM CASH		45,121	59,735	60,220	44,636
839	145	BRIARWOOD CASH		53,511	42,469	72,006	23,975
843	145	BRIARWOOD COKE ACCOUNT CASH		1,609	2,179	2,827	961
859	145	BRIARWOOD BEFORE/AFTER SCHOOL PROG CASH		19,207	27,625	23,744	23,088
839	155	FISHER CASH		28,300	67,398	78,280	17,418
843	155	FISHER COKE ACCOUNT CASH		723	1,500	190	2,033
859	155	FISHER BEFORE/AFTER SCHOOL PROGRAM CASH		18,518	53,327	48,573	23,272
801	160	STUDENT RELATED/KITCHEN PRODUCTS		268	-	268	-
839	160	SOONER CASH		28,060	38,832	25,306	41,585
843	160	SOONER COKE ACCOUNT CASH		1,094	1,496	281	2,309
859	160	SOONER BEFORE/AFTER SCHOOL PROG CASH		29,035	40,982	30,951	39,066
839	165	EARLYWINE CASH		17,160	74,777	68,532	23,404
843	165	EARLYWINE COKE ACCOUNT CASH		364	1,493	230	1,626
859	165	EARLYWINE BEFORE/AFTER SCHOOL PROG CASH		30,915	50,709	42,999	38,625
803	170	INSTRUCT STAFF TRAINING/REGISTRATION FEE		35	-	35	-
839	170	BROADMOORE CASH		104,078	107,733	58,065	153,746
843	170	BROADMOORE COKE ACCOUNT CASH		1,669	1,496	2,158	1,008
859	170	BROADMOORE BEFORE/AFTER SCH PROG CASH		97,007	88,260	105,886	79,381
839	175	EASTLAKE CASH		27,827	51,340	52,436	26,731
843	175	EASTLAKE COKE ACCOUNT CASH		2,037	1,496	1,156	2,378
859	175	EASTLAKE BEFORE/AFTER CARE CASH ACCT.		26,017	36,541	40,073	22,485
801	180	OTHER SUPPORT SERV/AWARDS, GIFTS, REFRES		87	-	87	-
839	180	BRYANT ELEMENTARY CASH		43,526	93,550	101,393	35,683
843	180	BRYANT ELEMENTARY COKE ACT CASH		482	1,496	523	1,455
859	180	BRYANT BEFORE/AFTER CARE PROGRAM CASH		60,636	56,545	86,310	30,870
839	181	WAYLAND BONDS ELEMENTARY		90,274	96,888	130,892	56,270
843	181	WAYLAND BONDS ELEM COKE ACCOUNT		759	1,706	1,141	1,323
859	181	WAYLAND BONDS AFTER SCHOOL PROG CASH		60,871	63,781	68,496	56,155
801	185	INSTRUCTIONAL/GENERAL OFFICE SUPPLIES		38	-	38	-
839	185	OAKRIDGE CASH		46,123	102,389	117,699	30,813
843	185	OAKRIDGE COKE ACCOUNT CASH		1,480	1,584	595	2,470
859	185	OAKRIDGE BEFORE/AFTER SCHOOL PROG CASH		46,930	93,182	107,505	32,607
803	190	INSTRUCTIONAL/COCURR SUPPLIES		112	-	112	-
839	190	HERITAGE TRAILS CASH		84,034	142,928	165,620	61,342
843	190	HERITAGE TRAILS COKE ACCOUNT CASH		1,068	1,500	1,517	1,051
859	190	HERITAGE TRAILS BEFORE/AFTER PROG CASH		36,198	104,673	125,034	15,836
839	195	SOUTH LAKE CASH ACCOUNT		129,830	148,177	141,097	136,909
843	195	SOUTHLAKE COKE CASH ACCOUNT		1,184	1,116	606	1,693
859	195	SOUTHLAKE DAYCARE CASH ACCOUNT		83,455	113,605	122,950	74,109
839	196	TIMBER CREEK ACTIVITY CASH ACCT.		99,665	67,638	136,142	31,161

LIABILITIES

843	196	TIMBER CREEK COKE CASH ACCT.	\$	1,500	-	555	945
859	196	TIMBER CREEK BEFORE/AFTERCARE CASH ACCT.		35,803	96,102	42,188	89,717
841	610	ARCHERY CASH ACCT.		5,161	7,061	4,288	7,934
846	610	BRINK ACADEMIC CLUB CASH		136	958	537	557
851	610	ART CLUB FEES		371	627	173	824
853	610	BRINK BAND CASH		185	10,326	9,291	1,219
854	610	BRINK ART CLASS FEES CASH		-	500	261	239
862	610	BRINK CHEERLEADERS CASH		810	1,866	2,225	450
863	610	BRINK CHORUS CASH		2,650	1,891	2,508	2,034
907	610	BRINK GYM ACCOUNT CASH		110	-	18	91
925	610	BRINK LIBRARY FUND CASH		7,628	6,826	6,464	7,990
934	610	BRINK MULTICULTURAL CLUB CASH		87	(2)	32	54
935	610	NATIVE AMERICAN ART CLUB		261	-	-	261
937	610	BRINK NATL HONOR SOCIETY CASH		3,751	4,056	4,287	3,519
957	610	BRINK COKE ACCOUNT CASH		87	2,933	2,675	346
961	610	BRINK SCIENCE CLUB CASH		6,390	4,059	3,865	6,583
970	610	SPECIAL OLYMPICS CASH ACCT.		2,077	493	486	2,085
973	610	BRINK STUDENT COUNCIL CASH		8,854	7,153	7,851	8,156
974	610	BRINK STUDENT STORE CASH		56,592	57,456	74,187	39,862
990	610	WEB CASH ACCT.		1,194	1,706	2,252	648
991	610	BRINK CAMPUS BEAUTIFICATION		249	-	199	50
993	610	BRINK YEARBOOK CASH		31,230	5,860	2,850	34,240
846	650	H.E. ACADEMIC CLUB CASH		1,916	-	1,580	336
853	650	H.E. BAND CASH		4,920	2,047	2,810	4,157
862	650	H.E. CHEERLEADERS CASH		1,041	6,395	5,761	1,675
863	650	H.E. CHORUS CASH		693	1,940	1,889	744
911	650	H.E. HOME ECONOMICS CASH		475	2,030	2,505	-
925	650	H.E. LIBRARY CASH		6,496	1,148	4,100	3,545
937	650	H.E. NATL JR. HONOR SOCIETY CASH		993	1,815	2,777	32
939	650	H.E. NEWSPAPER CASH		399	-	-	399
957	650	H.E. COKE ACCOUNT CASH		330	490	314	505
961	650	H.E. SCIENCE CLUB CASH		4,378	500	143	4,735
965	650	H.E. SPECIAL EDUCATION CASH		18	-	-	18
973	650	H.E. STUDENT COUNCIL CASH		4,245	1,351	1,060	4,535
974	650	H.E. STUDENT STORE CASH		42,922	68,478	84,802	26,598
992	650	H.E. WRITING CLUB CASH		2,057	178	385	1,850
993	650	H.E. YEARBOOK CASH		28,529	4,574	6,116	26,987
847	655	H.W. ACADEMIC TEAM CASH		337	240	130	447
851	655	H.W. ART CLUB CASH		606	690	-	1,296
853	655	H.W. BAND CASH		3,045	11,666	9,682	5,029
863	655	H.W. CHORUS CASH		2,670	3,909	2,482	4,097
889	655	H.W. FACULTY ACCOUNT CASH		3,020	2,500	1,654	3,866
911	655	H.W. HOME ECONOMICS CASH		1,700	-	-	1,700
925	655	H.W. LIBRARY CASH		447	2,100	2,230	317
937	655	H.W. NATL HONOR SOCIETY CASH		794	4,542	4,108	1,228
947	655	H.W. PEP CLUB CASH		3,713	3,597	3,659	3,651
951	655	ROBOTICS CASH ACCT.		1,350	1,714	2,378	686
961	655	H.W. SCIENCE CLUB CASH		2,322	-	60	2,262
965	655	H.W. SPECIAL EDUCATION CASH		1,417	4,390	4,244	1,563
973	655	H.W. STUDENT COUNCIL CASH		3,933	760	1,531	3,162
974	655	H.W. STUDENT STORE CASH		44,599	52,553	56,852	40,300
993	655	H.W. YEARBOOK CASH		7,247	3,027	4,180	6,094
847	680	W.J.H. ACADEMIC TEAM CASH		427	406	635	198
851	680	W.J.H. ART CLUB CASH		4,440	720	817	4,342
853	680	W.J.H. BAND CASH		11,186	8,359	6,753	12,792
862	680	W.J.H. CHEERLEADERS CASH		5,996	641	530	6,107
889	680	W.J.H. FACULTY FUND CASH		1,240	641	777	1,105
907	680	W.J.H. GYM ACCOUNT CASH		230	2,040	1,234	1,036
925	680	W.J.H. LIBRARY CASH		951	264	993	222
937	680	W.J.H. NATIONAL HONOR SOC CASH		2,760	2,167	2,243	2,684
938	680	NJHS STATE CONVENTION CASH ACCOUNT		6,449	550	6,999	-
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		4,833	1,525	2,750	3,608
965	680	W.J.H. SPECIAL EDUCATION CASH		4,762	7,334	5,948	6,148
973	680	W.J.H. STUDENT COUNCIL CASH		2,229	4,201	3,191	3,239
974	680	W.J.H. STUDENT STORE CASH		42,518	29,373	30,196	41,695
987	680	W.J.H. VOCAL CASH		3,212	264	1,895	1,581
993	680	W.J.H. YEARBOOK CASH		5,868	1,575	567	6,876

LIABILITIES

804	685	FACILITY USAGE CASH ACCT.	\$	525	158	-	683
847	685	C.J.H. ACADEMIC TEAM CASH		243	807	729	321
851	685	C.J.H. ART CLUB CASH		601	685	856	430
853	685	C.J.H. BAND CASH		2,816	806	963	2,659
862	685	C.J.H. CHEERLEADERS CASH		291	-	-	291
863	685	C.J.H. CHORUS CASH		2,069	5,196	1,798	5,467
897	685	CJH FCCLA CASH ACCT.		8	475	466	18
925	685	C.J.H. LIBRARY CASH		941	3,259	3,359	841
937	685	C.J.H. NATL JR. HONOR SOC CASH		517	635	174	977
939	685	C.J.H. NEWSPAPER CASH		4	-	-	4
948	685	C.J.H. PEP CLUB/SPIRIT CASH		221	-	221	-
957	685	C.J.H. COKE ACCOUNT CASH		2,016	6,316	7,602	730
961	685	C.J.H. SCIENCE CLUB CASH		369	1,066	1,022	412
964	685	C.J.H. SPANISH CLUB CASH ACCT		41	-	-	41
965	685	C.J.H. SPECIAL EDUCATION CASH		-	850	370	479
970	685	C.J.H. SPECIAL OLYMPICS CASH		650	-	-	650
973	685	C.J.H. STUDENT COUNCIL CASH		1,925	331	722	1,534
974	685	C.J.H. STUDENT STORE CASH		86,611	34,794	35,789	85,615
993	685	C.J.H. YEARBOOK CASH		3,688	1,387	1,966	3,110
995	685	C.J.H. YOUTH & GOVERNMENT CASH		377	470	450	397
846	690	ACADEMIC CLUB CASH ACCT.		310	1,770	472	1,607
851	690	SJH ART CLUB CASH ACCT.		3	2,190	1,851	341
853	690	BAND CASH ACCT.		3,652	9,029	10,661	2,020
862	690	CHEERLEADERS CASH ACCT		92	60	-	152
863	690	CHORUS CASH ACCT.		848	3,750	1,418	3,179
897	690	SJH FCCLA CASH ACCT.		1,541	865	480	1,926
925	690	LIBRARY CASH ACCT.		767	3,674	3,785	656
937	690	NATIONAL JR. HONOR SOCIETY CASH ACCT.		1,215	2,769	2,699	1,285
951	690	ROBOTICS CASH ACCT.		2,511	6,549	6,538	2,522
957	690	FACULTY COKE CASH ACCT.		-	1,071	434	637
961	690	SCIENCE CLUB CASH ACCT.		386	-	-	386
965	690	SPECIAL EDUCATION CASH ACCT.		3,442	210	-	3,652
973	690	STUDENT COUNCIL CASH ACCT.		1,794	3,427	2,581	2,640
974	690	STUDENT STORE CASH ACCT.		54,077	52,537	42,576	64,038
993	690	YEARBOOK CASH ACCT.		11,393	4,480	71	15,802
804	705	FACILITY USAGE CASH ACCT.		4,801	(29)	-	4,772
819	705	MHS - MOORE LOVE CASH		-	41,818	40,818	1,000
820	705	CLASS OF 2021 CASH ACCT.		1,284	4,019	2,994	2,308
828	705	MISC. REVENUE TRANSFERRED		100	-	100	-
842	705	CLASS OF 2023 CASH ACCT.		-	1,833	1,155	678
844	705	M.H.S ASTRONOMY CLUB CASH		7	-	-	7
847	705	M.H.S. ACADEMIC TEAM CASH		22	-	-	22
849	705	M.H.S. APOLLYRAS CASH		41	25	-	66
851	705	M.H.S. ART CLUB CASH		756	1,049	1,407	398
853	705	M.H.S. BAND CASH		437	3,000	2,016	1,421
861	705	CLASS OF 2019 CASH ACCT.		2,333	(85)	2,248	-
862	705	M.H.S. CHEERLEADERS CASH		2,674	12,397	7,395	7,675
870	705	CLASS OF 2020 CASH ACCT.		8,460	9,359	16,627	1,193
872	705	M.H.S. CLOSE-UP CASH		126	-	-	126
873	705	M.H.S. FUSE CASH		7,213	4,757	6,492	5,478
879	705	M.H.S. DECA CASH		907	(19)	-	888
882	705	M.H.S. DRAMA CASH		11,718	30,862	32,645	9,935
886	705	CLASS OF 2022 CASH ACCT.		533	3,365	1,789	2,109
895	705	M.H.S. FBLA CASH		204	198	377	25
896	705	M.H.S. FFA CASH		4,522	68,336	71,140	1,718
897	705	M.H.S. FCCLA CASH		1,195	5,570	5,191	1,574
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		701	645	444	902
904	705	ART APPRECIATION CASH ACCT.		1,197	1,557	1,623	1,131
912	705	M.H.S. HORTICULTURE CLUB CASH		7,872	14,103	12,636	9,340
921	705	M.H.S. KEY CLUB CASH		4,684	3,984	3,557	5,111
924	705	M.H.S. LATIN CLUB CASH		994	1,550	986	1,558
925	705	M.H.S. LIBRARY CASH		1,559	312	962	908
928	705	LEADERSHIP CASH ACCT.		3,303	4,687	5,942	2,048
936	705	M.H.S. MOCK TRIAL CASH		168	1,116	1,090	194
937	705	M.H.S. NATL HONOR SOCIETY CASH		2,828	4,353	4,172	3,009
943	705	SCIENCE DEPT. CASH ACCT.		2,904	2,075	486	4,492
949	705	M.H.S. POM PON SQUAD CASH		523	450	862	110

LIABILITIES

951	705	ROBOTICS CASH ACCT.	\$	788	1,260	2,008	39
952	705	M.H.S. PSAT/ACT CASH		614	3,140	1,090	2,664
959	705	M.H.S. SCHOLASTIC CASH		16,568	23,850	20,916	19,502
961	705	M.H.S. SCIENCE CLUB CASH		216	-	-	216
964	705	M.H.S. SPANISH CLUB CASH		949	90	-	1,039
965	705	M.H.S. SPECIAL EDUCATION CASH		71	8,761	3,992	4,841
966	705	M.H.S. SPECIAL PROJECTS CASH		2,809	-	2,600	209
967	705	M.H.S. SPEECH CASH		2,812	4,990	6,370	1,432
973	705	M.H.S. STUDENT COUNCIL CASH		1,265	5,842	5,673	1,433
974	705	M.H.S. STUDENT STORE CASH		5,018	64,429	56,656	12,791
975	705	PRINTING & PUBLISHING/PRINTING		984	-	984	-
980	705	M.H.S. 3-D ART CASH		2,162	3,150	3,853	1,460
983	705	M.H.S. TEACHER'S COURTESY CASH		6,394	5,529	6,492	5,431
993	705	M.H.S. YEARBOOK CASH		55,871	8,156	11,931	52,095
995	705	M.H.S. YOUTH AND GOVERNMENT CASH		34	2,620	2,473	181
804	710	FACILITY USAGE CASH ACCT.		1,900	(74)	-	1,826
820	710	CLASS OF 2021 CASH ACCT.		1,049	7,607	2,001	6,654
823	710	ASP (ANTI-SLAVERY PROJECT) CASH ACCT.		975	566	532	1,009
842	710	CLASS OF 2023 CASH ACCT.		-	2,800	2,181	619
847	710	W.H.S. ACADEMIC TEAM CASH		407	-	275	132
851	710	W.H.S. ART CLUB CASH		7,806	6,641	7,641	6,806
852	710	W.H.S. ASIAN AMERICAN CLUB CASH		2,658	6,107	4,707	4,057
853	710	W.H.S. BAND CASH		3,336	7,681	6,444	4,573
855	710	W.H.S. BUSINESS DEPARTMENT CASH		217	-	-	217
858	710	W.H.S. BOOK CLUB CASH		80	-	-	80
861	710	CLASS OF 2019 CASH ACCT.		15,328	(107)	10,173	5,048
862	710	W.H.S. CHEERLEADERS CASH		6,129	-	2,361	3,768
870	710	CLASS OF 2020 CASH ACCT.		4,360	14,431	13,327	5,463
874	710	WHS - MOORE LOVE CASH		-	43,086	42,086	1,000
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		118	214	310	22
886	710	CLASS OF 2022 CASH ACCT.		966	1,044	650	1,360
895	710	W.H.S. FBLA CASH		346	-	140	206
897	710	W.H.S. FCCLA CASH		507	3,873	3,238	1,143
899	710	W.H.S. FORENSICS CASH		9,181	8,880	7,735	10,325
902	710	FRENCH NATIONAL HONOR SOCIETY		257	5,484	4,788	952
904	710	ART APPRECIATION CASH ACCT.		1,434	1,565	1,204	1,795
909	710	W.H.S. HANDS CLUB CASH		5,155	-	-	5,155
914	710	W.H.S. JCL CASH		699	-	-	699
915	710	HISPANIC AMERICAN CLUB CASH ACCT.		3,602	150	1,595	2,157
921	710	W.H.S. KEY CLUB CASH		851	3,777	2,861	1,767
927	710	W.H.S. LINK CREW CASH		233	1,221	1,411	43
929	710	W.H.S. MATH CLUB CASH		159	1,100	246	1,013
931	710	W.H.S. MEDIA CASH		1,056	1,593	1,579	1,070
933	710	W.H.S. MUSICAL PRODUCTIONS CASH		18,871	22,270	24,464	16,677
934	710	W.H.S. MULTICULTURAL CLUB CASH		2,671	10,974	7,126	6,519
937	710	W.H.S. NATIONAL HONOR SOCIETY CASH		26,074	18,393	21,869	22,598
939	710	W.H.S. NEWSPAPER CASH		4,811	-	200	4,611
940	710	NASA CASH ACCT.		1,952	1,280	748	2,484
949	710	W.H.S. POM POM SQUAD CASH		1,294	-	458	835
950	710	RED CROSS CLUB CASH ACCT.		693	-	-	693
952	710	W.H.S. PSAT/ACT CASH		3,154	2,590	918	4,826
954	710	W.H.S. SPECIAL ED - MR/MH CASH		686	1,150	1,298	538
960	710	W.H.S. STAFF ACCOUNT CASH		453	971	1,252	172
961	710	W.H.S. SCIENCE CLUB CASH		7,812	3,015	1,420	9,408
962	710	W.H.S. SHOW CHOIR CASH		484	51,274	42,499	9,259
963	710	W.H.S. SOCIAL STUDIES DEPT CASH		107	-	-	107
964	710	SPANISH CLUB CASH ACCT.		5,347	7,908	5,861	7,394
966	710	W.H.S. SPECIAL PROJECTS CASH		10,410	-	-	10,410
970	710	W.H.S. SPECIAL OLYMPICS CASH		6,074	19,642	15,876	9,840
972	710	W.H.S. STAND CLUB CASH		2,373	2,875	1,807	3,440
973	710	W.H.S. STUDENT COUNCIL CASH		7,057	11,546	15,532	3,071
974	710	W.H.S. STUDENT STORE CASH		157,903	121,122	129,982	149,043
980	710	W.H.S. VISUAL ART CASH		550	6,665	5,309	1,905
985	710	W.H.S. STUDENT PLANNERS CASH		917	-	917	-
993	710	W.H.S. YEARBOOK CASH		100,118	12,948	34,375	78,691
995	710	W.H.S. YOUTH AND GOVERNMENT CASH		2,756	1,107	2,634	1,229
803	715	ENTERPRISE OPERATIONS/FUNDRAISER		185	-	185	-

LIABILITIES

804	715	FACILITY USAGE CASH ACCT.	\$ 9,952	2,950	12,449	453
820	715	CLASS OF 2021 CASH ACCT.	2,117	8,320	6,978	3,459
842	715	CLASS OF 2023 CASH ACCT.	-	1,353	622	732
847	715	SOUTHMOORE ACADEMIC TEAM CASH	1,145	-	-	1,145
851	715	SOUTHMOORE ART CLUB/3D CASH	902	5,355	4,999	1,258
853	715	SOUTHMOORE BAND CASH	2,249	-	-	2,249
861	715	CLASS OF 2019 CASH ACCOUNT	290	(37)	254	-
862	715	SOUTHMOORE CHEERLEADERS CASH	2,742	3,820	5,654	909
863	715	SOUTHMOORE CHORUS CASH	43	-	-	43
868	715	SOUTHMOORE POM PON JV	378	-	-	378
869	715	SOUTHMOORE CHEER JV	40	-	-	40
870	715	CLASS OF 2020 CASH ACCT.	3,212	8,816	4,929	7,100
879	715	SOUTHMOORE DECA CASH	25,830	11,459	8,730	28,559
881	715	SHS - MOORE LOVE CASH	-	25,774	24,774	1,000
882	715	SOUTHMOORE DRAMA CASH	7,233	8,039	12,815	2,458
884	715	SHS RACE, RELIGION, AND RIGHTS	-	3,796	2,154	1,642
886	715	CLASS OF 2022 CASH ACCT.	853	608	761	699
888	715	SHS STUNT	-	375	-	375
895	715	SOUTHMOORE BUSINESS PRO. OF AMERICA CASH	1,327	19	1,247	99
897	715	SOUTHMOORE FCCLA CASH	8,230	6,556	4,287	10,499
901	715	FRENCH CLUB CASH ACCT.	507	-	-	507
904	715	ART APPRECIATION CASH ACCT.	1,648	2,120	2,380	1,388
914	715	SOUTHMOORE JCL/JR. CLASSICAL LEAGUE CASH	96	875	670	301
921	715	S.H.S. KEY CLUB CASH	-	5,782	3,930	1,852
926	715	SOUTHMOORE MODEL UN CASH	1,608	1,826	1,349	2,085
927	715	SOUTHMOORE LINK CREW CASH	2,362	(16)	685	1,661
931	715	SOUTHMOORE MEDIA CASH	2,374	253	722	1,906
934	715	SOUTHMOORE MULTICULTURAL CLUB CASH	981	324	425	879
937	715	SOUTHMOORE NATIONAL HONOR SOCIETY CASH	13,422	8,396	8,501	13,317
940	715	NATIVE AMERICAN STUDENT ASSOC. CASH ACCT	1,100	-	30	1,070
949	715	SOUTHMOORE POM PON SQUAD CASH	2,330	-	963	1,367
952	715	SOUTHMOORE PSAT/ACT CASH	11,479	1,981	1,479	11,981
954	715	SOUTHMOORE SPECIAL ED. MR/MH CASH	7,129	2,456	4,185	5,400
960	715	SOUTHMOORE STAFF ACCOUNT CASH	892	891	997	787
961	715	SOUTHMOORE SCIENCE CLUB CASH ACCT	1,289	344	534	1,099
965	715	SOUTHMOORE SPECIAL EDUCATION CASH A	3,934	9,365	6,849	6,450
966	715	SPECIAL PROJECTS CASH ACCT.	17,543	-	-	17,543
967	715	SOUTHMOORE SPEECH CASH	4,108	1,630	4,044	1,693
970	715	SOUTHMOORE SPECIAL ATHLETES	7,875	3,949	1,241	10,583
973	715	SOUTHMOORE STUDENT COUNCIL CASH	2,974	4,146	4,281	2,840
974	715	SOUTHMOORE STUDENT STORE CASH	24,113	65,852	48,803	41,162
980	715	SOUTHMOORE VISUAL ART/2-D CASH	903	3,506	2,898	1,510
985	715	SOUTHMOORE STUDENT PLANNERS CASH	6,081	14,894	15,230	5,744
993	715	SOUTHMOORE YEARBOOK CASH	38,739	26,604	23,244	42,099
995	715	SOUTHMOORE YOUTH AND GOVERNMENT CASH	1,135	2,849	2,901	1,082
			\$ 4,547,109	5,673,890	5,676,743	4,544,256

INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Federal Grantor / Pass Through	Federal CFDA Number	Federal Grantor's/ Pass-through No.	Program or Award Amount	Beginning Balance 7/1/19	Revenue Collected	Total Expenditures	Ending Balance 6/30/20
<u>U.S. Department of Education</u>							
<u>Direct Programs:</u>							
Title VII Indian Education	84.060A	561	\$ 614,568		494,519	614,568	120,049
P.L. 874 Impact Aid	84.041	591	148,413	3,000	148,413	0	
P.L. 874 Impact Aid Special Education	84.041	592	47,897	98,500	47,897	34,968	
Sub Total			810,878	101,500	690,829	649,536	120,049
<u>Passed Through State Department of Education:</u>							
*Title I	84.010	511	2,569,221		2,042,931	2,365,720	322,789
Title I Note	84.010			456,760	456,760		
Title I Neglected	84.010	518	34,122		15,827	15,827	
Title I Neglected - Note	84.010			2,852	2,852		
<u>Special Education Program Cluster:</u>							
IDEA-B Flowthrough	84.027	621	5,684,727		3,666,530	4,182,353	515,823
IDEA-B Flowthrough Note	84.027			476,061	476,061		
IDEA-B Professional development	84.027	615	9,985		9,885	9,885	
IDEA-B Professional development - Note	84.027			6,067	6,067		
IDEA-B Preschool	84.173	641	157,681		59,884	71,312	11,428
IDEA-B Preschool - Note	84.173			10,541	10,541		
Total Special Education cluster			5,852,393	492,669	4,228,968	4,263,550	527,251
Title II Part A	84.367	541	637,239		511,697	579,428	67,731
Title II Part A - Note	84.367			73,457	73,457		
Title III Emergency Immigration	84.365A	571	68,880		29,267	29,267	
Title III Emergency Immigration - Note	84.365A			2,995	2,995		
Title III Part A Limited English Proficiency	84.365	572	122,052		68,169	68,224	55
Title III Part A Limited English Proficiency- Note	84.365			5,215	5,215		
Title IV Part A	84.424	552	181,559		45,670	50,819	5,149
Title IV Part A - Note	84.424			4,424	4,424		
Sub Total			9,465,466	1,038,372	7,488,232	7,372,835	922,975
<u>Passed Through State Department of Career and Technology Education:</u>							
Carl Perkins	84.048	421	85,944		79,268	85,944	6,676
Carl Perkins - Note	84.048			19,798	19,798		
Carl Perkins - Supplemental	84.048	426	36,000		0	32,972	32,972
High Schools That Work	84.048	424	101,900		17,209	98,558	81,349
Sub Total			223,844	19,798	116,275	217,474	120,997
<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	764		2,572,150	1,085,016	2,118,174	
National School Lunch Program	10.555	763		1,324,542	3,717,415	4,591,601	
Summer Food Program	10.559	766		21,198	409,917	31,230	
Sub Total				3,917,890	5,212,348	6,741,005	0
<u>Passed Through Department of Human Service</u>							
Commodities - Note 1	10.555	N/A			538,040	538,040	
Total Child Nutrition cluster					5,750,388	7,279,045	
<u>Other Federal Assistance:</u>							
Johnson O'Malley	15.130	563	64,263		64,263	0	
Johnson O'Malley C/O	15.130	563	22,953		72,669	52,464	
Rehabilitation	84.126	456	41,502		41,502	4,009	
Sub Total			128,718	0	178,434	56,473	0
Total Federal Assistance			\$ 10,628,906	5,077,560	14,224,158	15,575,363	1,164,021

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, 2020. 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 \$538,040 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, 2020


<u>BONDING COMPANY</u>	<u>POSITION COVERED</u>	<u>BOND NUMBER</u>	<u>COVERAGE AMOUNT</u>	<u>EFFECTIVE DATES</u>
RLI Insurance Co.	Superintendent	LSM0600531	\$ 100,000	7-1-19 to 7-1-20
Universal Insurance Co.	Treasurer	LSF601083374	250,000	10-6-19 to 10-6-20
	Deputy Treasurer	3686578	250,000	9-16-19 to 9-16-20
The Ohio Casualty Co.	Deputy Treasurer	5093033	250,000	12-10-19 to 12-10-20
America First Insurance Co.	Board Clerk	2820964	10,000	7-1-19 to 7-1-20
	Child Nutrition	2820964	10,000	7-1-19 to 7-1-20
	Activity Fund	2820964	10,000	7-1-19 to 7-1-20
	Encumbrance clerk	2820964	10,000	7-1-19 to 7-1-20
	Minutes clerk	2820964	10,000	7-1-19 to 7-1-20

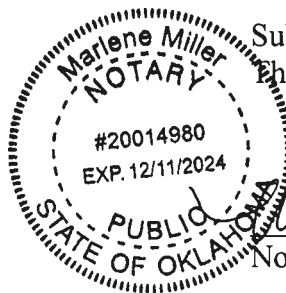
INDEPENDENT SCHOOL DISTRICT NO. I-2, CLEVELAND COUNTY
SCHEDULE OF ACCOUNTANT'S PROFESSIONAL LIABILITY INSURANCE
AFFIDAVIT
JULY 1, 2019 TO JUNE 30, 2020

State of Oklahoma)
) ss
County of Tulsa)

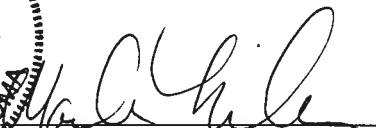
The undersigned auditing firm of lawful ages, being first duly sworn on oath says that said firm had in full force and effect Accountant's Professional Liability Insurance in accordance with the "Oklahoma Public School Audit Law" at the time of audit contract and during the entire audit engagement with Moore Public Schools for the audit year 2019-20.

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP
Auditing Firm

By 
Authorized Agent



Subscribed and sworn to before me
This 22nd day of January, 2021


Notary Public (or Clerk or Judge)

My Commission Expires: 12/11/20234
Commission No. 20014980



BLEDSON, HEWETT & GULLEKSON
CERTIFIED PUBLIC ACCOUNTANTS, PLLLP

Eric M. Bledsoe, CPA
Jeffrey D. Hewett, CPA
Christopher P. Gullekson, CPA

P.O. BOX 1310 • 121 E. COLLEGE ST. • BROKEN ARROW, OK 74013 • (918) 449-9991 • (800) 522-3831 • FAX (918) 449-9779

January 22, 2021

Dr. Robert Romines, Supt.
Moore Public Schools
1500 SE 4th
Moore, Oklahoma 73160

Dear Dr. Romines:


Listed below are the audit exceptions and recommendations from the final audit work we performed for you. These items are referred to in your audit report. Please review them very carefully, along with the copy of your audit report. If you have questions or desire additional information, please call us so that any discrepancies may be resolved.

Activity Fund

We observed during the audit that the custodian's activity ledger was not accurately reconciled to the reconciled bank and investment balances at the end of the month. The internal controls were not properly functioning, therefore this issue was not detected in a timely manner. We recommend, at the end of each month, that an individual who is independent of the reconciliation process, review the reconciliation for accuracy, i.e. confirm the assets, deposits in transit, and outstanding checks. We also recommend that the District contact the software provider to determine if a report could be developed which would show each sub-account's activity and ending balances each month. Currently this report is being prepared manually through an excel spreadsheet. A report generated directly from the software would reduce the risk of misstatement.

We take this opportunity to thank you and your professional staff for the outstanding cooperation and invaluable assistance you gave us during our recent onsite audit work.

Sincerely,



Jeff Hewett

For
Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP