

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

**SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. I-2
TULSA COUNTY, OKLAHOMA**

JUNE 30, 2023

Audited by

**BLEDSON, HEWETT & GULLEKSON
CERTIFIED PUBLIC ACCOUNTANTS, PLLLP**

BROKEN ARROW, OK

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
SCHOOL DISTRICT OFFICIALS
JUNE 30, 2023

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SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
JUNE 30, 2023

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JUNE 30, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Board of Education
Sand Springs Independent School District No. 2
Sand Springs, Tulsa County, Oklahoma

Report on the Audit of the Financial Statements

We have audited the accompanying combined fund type and account group financial statements-regulatory basis of the Sand Springs Independent School District No. 2, Sand Springs, Tulsa County, Oklahoma (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter discussed in the "Basis for Qualified Opinion on Regulatory Basis of Accounting" section of our report, the combined financial statements referred to above present fairly, in all material respects, the assets, liabilities and fund balances arising from regulatory basis transactions of each fund type and account group of the District, as of June 30, 2023, and the revenues it received and expenditures it paid and encumbered for the year then ended, in accordance with the financial reporting provisions of the Oklahoma State Department of Education as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" section of our report, the financial statements referred to 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, 2023, or the revenues, expenses, and changes in net position and, where applicable, cash flows thereof for the year then ended.

Basis for Opinions

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

Basis for Qualified Opinion on Regulatory Basis of Accounting

As discussed in Note 1, the financial statements referred to above do not include the General Fixed Asset Account Group, which is a departure from the regulatory basis of accounting prescribed or permitted by the Oklahoma State Department of Education. The amount that should be recorded in the General Fixed Asset Account Group is not known.

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

As described in Note 1 to the financial statements, to meet the financial reporting requirements of the Oklahoma State Department of Education, the financial statements are prepared by the District, on the basis of the financial reporting regulations prescribed or permitted by the Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting regulations prescribed or permitted by the Oklahoma State Department of Education as described in Note 1, to meet the 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Districts' ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the fund type and account group financial statements-regulatory basis that collectively comprise the District's basic financial statements. The accompanying combining financial statements-regulatory basis and other supplementary information and schedule of expenditures of federal awards, 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*, are presented for purposes of additional analysis and are not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements-regulatory basis. The information has been subjected to the auditing procedures applied in the audit of the fund type and account group financial statements within the combined financial statements-regulatory basis 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, except for the financial statements being prepared in compliance with the regulatory basis as prescribed by the Oklahoma State Department of Education as discussed in Note 1, the combining financial statements-regulatory basis and other supplementary information and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the combined financial statements-regulatory basis as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 17, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Bledsoe, Hewett & Gullekson

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP

October 17, 2023



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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
Sand Springs Independent School District No. 2
Sand Springs, Tulsa 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 fund type and account group financial statements – regulatory basis of the Sand Springs Independent School District No. 2, Sand Springs, Tulsa County, Oklahoma (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 17, 2023, 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 as provided by the Oklahoma State Department of Education.. However, our report was qualified because the omission of the general fixed asset account group results in an incomplete presentation 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of District's internal control. Accordingly, we do not express an opinion on the effectiveness of District's internal control.

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

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

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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

October 17, 2023



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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**

To the Honorable Board of Education
Sand Springs Independent School District No. 2
Sand Springs, Tulsa County, Oklahoma

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Sand Springs Independent School District No. 2, Sand Springs, Tulsa County, Oklahoma's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, 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, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed. The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Bledsoe, Hewett & Gullekson

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP

October 17, 2023

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
DISPOSITION OF PRIOR YEAR'S SIGNIFICANT DEFICIENCIES AND
MATERIAL INSTANCES OF NONCOMPLIANCE
JUNE 30, 2023

There were no prior year significant deficiencies or material instances of noncompliance.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
SCHEDULE OF AUDIT RESULTS, FINDINGS AND QUESTIONED COSTS
JUNE 30, 2023

Section 1 – Summary of Auditor’s Results

1. An adverse opinion on the combined financial statements in conformity with generally accepted accounting principles and a qualified opinion for the omission of the general fixed asset account group 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 were 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 opinion report was issued on the compliance of major programs.
6. The audit disclosed no audit findings which are required to be reported under the Uniform Guidance.
7. Programs determined to be major were the COVID-19 Education Stabilization Fund Programs (84.425D Esser II, 84.425U Esser III), which were not clustered in determination, and IDEA-B Special Education Programs (84.027, 84.173), which were clustered in determination.
8. The dollar threshold used to determine between Type A and Type B programs was \$750,000.
9. The auditee was determined not 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

COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
 ALL FUND TYPES AND ACCOUNT GROUPS - REGULATORY BASIS
 JUNE 30, 2023

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPES	ACCOUNT GROUP	TOTALS (MEMORANDUM ONLY)			
	GENERAL	SPECIAL	DEBT	CAPITAL				EXPENDABLE TRUSTS AND AGENCY FUNDS	GENERAL	LONG-TERM DEBT
		REVENUE	SERVICE	PROJECTS						
ASSETS										
Cash	\$ 6,729,216	2,847,044	2,998,274	10,671,041	2,277,647		25,523,222			
Investments	6,253,349	2,050,773			675,000	2,998,274	8,979,122			
Amounts available in debt service							2,998,274			
Amount to be provided for retirement of long-term debt						18,924,756	18,924,756			
Total Assets	\$ 12,982,565	4,897,817	2,998,274	10,671,041	2,952,647	21,923,030	56,425,374			
LIABILITIES AND FUND BALANCE										
Liabilities:										
Warrants/checks payable	\$ 4,942,855	360,636		211,035	2,183		5,516,709			
Encumbrances	1,388,300	814,137		1,449,763	359,796		4,011,996			
Funds held for school organizations					1,504,160		1,504,160			
Long-term debt:										
Bonds payable						21,605,000	21,605,000			
Capital leases						318,030	318,030			
Total liabilities	6,331,155	1,174,773	0	1,660,798	1,866,139	21,923,030	32,955,895			
Fund Balance:										
Restricted		3,723,044	2,998,274	9,010,243	1,086,508		16,818,069			
Unrestricted	6,651,410						6,651,410			
Total fund balance	6,651,410	3,723,044	2,998,274	9,010,243	1,086,508	0	23,469,479			
Total Liabilities and Fund Balance	\$ 12,982,565	4,897,817	2,998,274	10,671,041	2,952,647	21,923,030	56,425,374			

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINED STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES IN CASH FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUSTS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	GOVERNMENTAL FUND TYPES				FIDUCIARY FUND TYPES EXPENDABLE TRUST FUNDS	TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS		
Revenues Collected:						
Local sources	\$ 7,734,067	1,347,113	5,489,446		261,151	14,831,777
Intermediate sources	1,863,414					1,863,414
State sources	26,923,754	1,104,207				28,027,961
Federal sources	7,448,309	2,381,522				9,829,831
Interest earnings	145,905	22,301	73,575		474	242,255
Nonrevenue receipts	230,316	1,313				231,629
Total revenues collected	<u>44,345,765</u>	<u>4,856,456</u>	<u>5,563,021</u>	<u>0</u>	<u>261,625</u>	<u>55,026,867</u>
Expenditures:						
Instruction	23,237,582	153,257		355,989	11,500	23,758,328
Support services	20,006,400	2,340,893		2,218,688	439,361	25,005,342
Operation of noninstructional services	192,980	2,678,316		2,899,923	2,532	5,773,751
Facilities acquisition and const. svcs.		550,465				550,465
Other outlays:						
Correcting Entry	13,569	1,351			5,989	20,909
Debt service			5,554,137			5,554,137
Total expenditures	<u>43,450,531</u>	<u>5,724,282</u>	<u>5,554,137</u>	<u>5,474,600</u>	<u>459,382</u>	<u>60,662,932</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	895,234	(867,826)	8,884	(5,474,600)	(197,757)	(5,636,065)
Other financing sources (uses):						
Adjustments to prior year encumbrances	124,388	781,800		259,016	41,601	1,206,805
Proceeds from sale of bonds				8,500,000		8,500,000
Total financing sources (uses)	<u>124,388</u>	<u>781,800</u>	<u>0</u>	<u>8,759,016</u>	<u>41,601</u>	<u>9,706,805</u>
Excess of revenues collected and other financing sources over (under) expenditures and other financing (uses)	1,019,622	(86,026)	8,884	3,284,416	(156,156)	4,070,740
Cash fund balances, beginning of year	<u>5,631,788</u>	<u>3,809,070</u>	<u>2,989,390</u>	<u>5,725,827</u>	<u>1,242,664</u>	<u>19,398,739</u>
Cash fund balances, end of year	<u>\$ 6,651,410</u>	<u>3,723,044</u>	<u>2,998,274</u>	<u>9,010,243</u>	<u>1,086,508</u>	<u>23,469,479</u>

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA 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, 2023

	GENERAL FUND			
	Original Budget	Final Budget	Actual	Prior Year (Memorandum Only)
Revenues Collected:				
Local sources	\$ 7,346,950	7,579,000	7,734,067	7,331,071
Intermediate sources	1,739,448	1,699,448	1,863,414	1,839,225
State sources	25,995,240	26,877,011	26,923,754	25,056,263
Federal sources	7,976,537	8,472,187	7,448,309	5,212,976
Interest earnings	75,000	75,000	145,905	69,946
Nonrevenue receipts	30,000	100,000	230,316	144,930
Total revenues collected	43,163,175	44,802,646	44,345,765	39,654,411
Expenditures:				
Instruction	23,500,000	24,029,865	23,237,582	23,373,789
Support services	19,422,500	20,523,291	20,006,400	16,719,356
Operation of noninstructional services	220,000	220,000	192,980	167,282
Other outlays:				
Correcting entry	10,000	20,000	13,569	17,405
Total expenditures	43,152,500	44,793,156	43,450,531	40,277,832
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	10,675	9,490	895,234	(623,421)
Adjustments to prior year encumbrances	0	0	124,388	108,309
Excess of revenues collected over (under) expenditures	10,675	9,490	1,019,622	(515,112)
Cash fund balance, beginning of year	6,200,000	5,631,788	5,631,788	6,146,900
Cash fund balance, end of year	\$ 6,210,675	5,641,278	6,651,410	5,631,788

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA 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, 2023

	SPECIAL REVENUE FUNDS			Prior Year (Memorandum Only)
	Original Budget	Final Budget	Actual	
Revenues Collected:				
Local sources	\$ 1,581,585	1,668,820	1,347,113	1,199,034
State sources	571,000	925,730	1,104,207	874,049
Federal sources	1,251,000	1,254,887	2,381,522	2,698,073
Interest earnings			22,301	25,181
Nonrevenue receipts			1,313	30,466
Total revenues collected	<u>3,403,585</u>	<u>3,849,437</u>	<u>4,856,456</u>	<u>4,826,803</u>
Expenditures:				
Instruction	16,000	160,444	153,257	159,457
Support services	993,100	1,016,000	2,340,893	1,404,486
Operation of noninstructional services	2,755,500	2,770,500	2,678,316	2,538,089
Facilities acquisition and construction services	3,100,000	2,960,000	550,465	695,586
Other outlays:				
Correcting Entry	5,000	5,000	1,351	1,488
Other uses	10,000	10,000		
Total expenditures	<u>6,879,600</u>	<u>6,921,944</u>	<u>5,724,282</u>	<u>4,799,106</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(3,476,015)	(3,072,507)	(867,826)	27,697
Adjustments to prior year encumbrances	<u>0</u>	<u>0</u>	<u>781,800</u>	<u>173,851</u>
Excess of revenues collected over (under) expenditures	(3,476,015)	(3,072,507)	(86,026)	201,548
Cash fund balances, beginning of year	<u>4,717,140</u>	<u>3,809,070</u>	<u>3,809,070</u>	<u>3,607,522</u>
Cash fund balances, end of year	<u>\$ 1,241,125</u>	<u>736,563</u>	<u>3,723,044</u>	<u>3,809,070</u>

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA 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, 2023

	DEBT SERVICE FUND			
	Original Budget	Final Budget	Actual	Prior Year (Memorandum Only)
Revenues Collected:				
Local sources	\$ 5,474,000	5,488,000	5,489,446	5,395,922
State sources				1
Interest earnings	3,000	3,000	73,575	2,297
Total revenues collected	5,477,000	5,491,000	5,563,021	5,398,220
Requirements:				
Bonds	5,145,000	5,145,000	5,220,000	4,855,000
Coupons	332,000	332,000	334,137	364,637
Total expenditures	5,477,000	5,477,000	5,554,137	5,219,637
Excess of revenue collected over (under) expenditures	0	14,000	8,884	178,583
Cash fund balance, beginning of year	2,900,000	2,989,390	2,989,390	2,810,807
Cash fund balance, end of year	\$ 2,900,000	3,003,390	2,998,274	2,989,390

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

NOTES TO COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Sand Springs Public Schools Independent District, No. 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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

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.

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

B. Measurement Focus - cont'd

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 operates the Alternative Education, title II Math and Title III Language Programs through the co-op 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.

Proprietary Fund Types

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties or to other departments or agencies primarily within the District.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

B. Measurement Focus – cont’d

Internal Service Fund – The Internal Service Fund is used to account for the operations of the workers’ compensation self-insurance fund.

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 maintained a gifts and endowments fund during the 2022-23 fiscal year, and additionally maintained an insurance recovery fund during the 2022-23 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.

Insurance Recovery Fund – The insurance recovery fund is a separate non-self-insured fund established to account for receipts and expenditures for all types of insurance coverage and major reimbursements and reserves for property.

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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** – cont'd

B. Measurement Focus – cont'd

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 (judgments 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. The District does not have the information necessary to include this group in its financial statements.

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/checks 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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

C. Basis of Accounting and Presentation – cont'd

- 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. Fixed assets are not depreciated.

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

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. 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.

The District prepares its budget in accordance with the Oklahoma School District Budget Act. The District's final amended budget for appropriated funds for the 2022-23 fiscal year was \$66,573,331.

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

D. Budgets and Budgetary Accounting – cont'd

of the revenue sources for this fund (except interest earnings), and no control over its expenditures.

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, 2023 is not material to the combined financial statements.

Fixed Assets and Property, Plant and Equipment – The District has not 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 not included in the financial statements. General fixed assets purchased are recorded as expenditures in the various funds at the time of purchase.

Warrants/Checks Payable – Warrants/checks 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/checks that have yet to be cashed by the District's bank.

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/check 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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

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

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.

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 *non-spendable* (i.e., fund balance associated with assets that are not in spendable form, such as inventories or prepaid items, long-term portions of loans and notes receivable, or items that are legally required to be maintained intact (such as the corpus of a permanent fund)) and those that are *spendable* (such as fund balance associated with cash, investments or receivables).

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

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

Committed fund balance represents 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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

C. 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.

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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont'd

F. Revenue and Expenditures – cont'd

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.

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

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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – cont’d

F. Revenue and Expenditures – cont’d

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 Noninstructional Services Expenditures – Activities concerned with providing noninstructional 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.

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 non-routine 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 2022-23 fiscal year.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

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, 2023 were \$34,519,230 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.
- 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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
 NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

3. INTERFUND RECEIVABLES AND PAYABLES

There were no interfund receivables or payables at June 30, 2023.

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 consists of building bonds payable, transportation bonds payable, judgments and capital leases. Debt service requirements for bonds and judgments are payable solely from the fund balance and the future revenues of the debt service fund, and capital leases are paid from other funds.

The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2023:

	Bonds Payable	Capital Leases	Total
Balance, July 1, 2022	\$ 18,325,000	424,538	18,749,538
Additions	8,500,000	0	8,500,000
Retirements	(5,220,000)	(106,508)	(5,326,508)
Balance, June 30, 2023	\$ 21,605,000	318,030	21,923,030

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

4. GENERAL LONG-TERM DEBT– cont'd

A brief description of the outstanding long-term debt at June 30, 2023 is set forth below:

<u>General Obligation Bonds</u>	<u>Amount Outstanding</u>
General Obligation Combined Purpose Bonds, Series 2023, original issue \$8,500,000, interest rate of 4.5% to 5.0%, due in an initial installment and annual installment of \$2,125,000 final payment due 6-01-28	\$ 8,500,000
General Obligation Combined Purpose Bonds, Series 2019, original issue \$5,395,000, interest rate of 2.65% to 3.00%, due in an initial installment of \$1,345,000, annual installments of \$1,350,000, final payment due 5-01-24	1,350,000
General Obligation Combined Purpose Bonds, Series 2020, original issue \$4,435,000, interest rate of 2.50%, due in an initial installment of \$1,105,000, annual installments of \$1,110,000, final payment due 5-01-25	2,220,000
General Obligation Combined Purpose Bonds, Series 2021, original issue \$6,145,000, interest rate of 0.30% to 1.00%, due in an initial installment and annual installments of \$1,535,000 final payment of \$1,540,000 due 5-01-26	4,610,000
General Obligation Combined Purpose Bonds, Series 2022, original issue \$4,925,000, interest rate of 1.90%, due in annual installments of \$1,230,000 and a final payment of \$1,235,000 due 5-01-27	4,925,000
 <u>Capital Leases:</u>	
Lease purchase for electronic scoreboard, dated 11-01-20, for \$530,000, payments due annually in the amount of \$106,462, final payment due 11-01-25	<u>318,030</u>
Total	<u>\$ 21,923,030</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
 NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

4. GENERAL LONG-TERM DEBT– cont'd

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

Year Ending June 30	Principal	Interest	Total
2024	\$ 5,331,144	625,987	5,957,131
2025	6,106,250	527,357	6,633,607
2026	5,000,636	354,528	5,355,164
2027	3,360,000	214,715	3,574,715
2028	2,125,000	95,625	2,220,625
Total	<u>\$ 21,923,030</u>	<u>1,818,212</u>	<u>23,741,242</u>

Interest paid on general long-term debt during the 2022-23 fiscal year totaled \$334,137.

5. LEASE REVENUE BONDS

The District had the following Lease Revenue Bonds at June 30, 2023:

On June 9, 2010, the Tulsa County Industrial Authority issued \$25,030,000 of Educational Facilities Lease Revenue Bonds (Sand Springs Public Schools Project) Series 2010, to provide funds required for the constructing, equipping, repairing and remodeling school buildings, acquiring school furniture, fixtures and equipment and acquiring and improving school sites for the benefit of the Sand Springs Public Schools (District). Also on June 1, 2010, the District, as lessor, entered into a ground lease agreement, for certain district property, with the Tulsa County Industrial Authority. In addition, the District entered into a sublease, as lessee, with the Tulsa County Industrial Authority. The sublease calls for thirteen (13) annual payments starting September 1, 2011. These payments will be made out of general obligation bond funds, pursuant to the issuance of series bonds in the amount of \$31,870,700. The Sand Springs Public Schools gains ownership to the capital improvements incrementally as each payment is made. As of May 8, 2013 all projects had been completed and funds expended. The remaining payments are as follows.

Fiscal Year	Principal	Interest	Total
23-24	\$ 2,165,000	204,554	2,369,554
24-25	2,255,000	69,104	2,324,104
Total	<u>\$ 4,420,000</u>	<u>273,658</u>	<u>4,693,658</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

5. LEASE REVENUE BONDS – cont’d

On March 5, 2019, the District approved \$32,850,000 of general obligation and transportation bonds. The Tulsa County Industrial Authority issued \$11,085,000 of Educational Facilities Lease Revenue Bonds (Sand Springs Public Schools Project) Series 2019, to provide funds required for the constructing, equipping, repairing and remodeling school buildings, acquiring school furniture, fixtures and equipment and acquiring and improving school sites for the benefit of the Sand Springs Public Schools (District). Also, the District, as lessor, entered into a ground lease agreement, for certain district property, with the Tulsa County Industrial Authority. In addition, the District entered into a sublease, as lessee, with the Tulsa County Industrial Authority. The sublease calls for eight (8) annual payments starting September 1, 2019. These payments will be made out of general obligation bond funds, pursuant to the issuance of series bonds mentioned above. The Sand Springs Public Schools gains ownership to the capital improvements incrementally as each payment is made. The remaining payments are as follows.

Fiscal Year	Principal	Interest	Total
23-24	\$ 375,000	451,800	826,800
24-25	870,000	436,800	1,306,800
25-26	2,105,000	402,000	2,507,000
26-27	3,340,000	296,750	3,636,750
27-28	2,895,000	144,750	3,039,750
Total	\$ 9,585,000	1,732,100	11,317,100

These agreements are not classified as long-term debt on the District’s financial statements, since the actual debt does not belong to the District. Current and future bond proceeds from the District’s general obligation bonds are used to pay these obligations.

6. 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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

6. EMPLOYEE RETIREMENT SYSTEM – cont'd

Description of Plan – cont'd

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.

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 2022-23 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 7.70%.

Annual Pension Cost

The District's total contributions for 2023, 2022 and 2021, were \$4,014,282, \$4,033,911, and \$3,648,374, respectively. Ten-year historical trend information is presented in the Teacher's Retirement System of Oklahoma Annual Report for the year ended June 30, 2023. 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

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

6. EMPLOYEE RETIREMENT SYSTEM – cont'd

District does not prepare and present their financial statements on an accrual basis; the net pension amount is not required to be presented on the audited financial statements.

The District vigorously disputes the use of the term “liability” in so far as it suggests the District is legally responsible for payment of the calculated pension liability. The District agrees with the statement by the Oklahoma State Pension Commission in its letter dated September 19, 2011, to the Governmental Accounting Standards Board that “In Oklahoma and perhaps other state jurisdictions, the long-standing case law clearly makes pension obligations the legal obligation of the State. There is no legal or factual way in Oklahoma for a local employer to pay for any portion of the ultimate pension.” The District believes the “calculated pension liability” cited in this paragraph is a number with no relevance or financial significance concerning the financial condition of the District.

7. 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.

The District 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 District 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.

The District is also a member of the Oklahoma State School Boards Association (OSSBA) Employment Services program, which helps to cover the cost of unemployment claims. Depending on which level of membership the District elects, the District makes a deposit into an account administered by OSSBA or will make payments periodically as needed. 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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

8. 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 2022-23 fiscal year. The new Uniform Guidance of Audits of States, Local Governments and Non-Profit Organizations established uniform audit requirements for nonfederal entities which expended more than \$750,000 in federal awards.

Litigation

School officials are not aware of any pending or threatened litigation, claims or assessments or unasserted claims or assessments against 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.

Early Childhood Center

Sand Springs Public Schools (SSPS) and Tulsa Children's Coalition (TCC) contracted in May 2008 to jointly develop a new Early Childhood Education Center in Sand Springs to house the early childhood education programs of SSPS and the Community Action Project of Tulsa County (CAPTC). The original development was completed in July 2009 consisting of 20 classrooms, administrative and support spaces at a cost of \$10,703,988. SSPS has paid \$3,500,000 to TCC from the proceeds of the sale of its old early childhood education building to the City of Sand Springs and it entered into a final lease-purchase contract with TCC for \$1,203,988 requiring monthly payments of \$7,205.80 for 15 years from October 2009, annual payments of one percent of the remaining balance, and payments of \$10 per month thereafter through June 2049. SSPS is the owner of the 20.8-acre site and owner of the original eight classrooms and attendant playground and parking areas constructed for its use. SSPS has leased the tract of land containing the 12 classrooms originally constructed for use by CAPTC, the jointly shared administrative and support spaces, and attendant playground and parking areas to TCC for 40 years; through the lease-purchase contract SSPS has joint use of the shared administrative and support spaces on this tract.

SUPPLEMENTARY INFORMATION

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
 ALL SPECIAL REVENUE FUNDS - REGULATORY BASIS
 JUNE 30, 2023

	<u>BUILDING FUND</u>	<u>CO-OP FUND</u>	<u>CHILD NUTRITION FUND</u>	<u>TOTAL</u>
<u>ASSETS</u>				
Cash	\$ 1,416,375	130,644	1,300,025	2,847,044
Investments	<u>1,550,773</u>	<u> </u>	<u>500,000</u>	<u>2,050,773</u>
Total Assets	<u>\$ 2,967,148</u>	<u>130,644</u>	<u>1,800,025</u>	<u>4,897,817</u>
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Warrants/checks payable	\$ 124,339	37,632	198,665	360,636
Encumbrances	<u>809,857</u>	<u> </u>	<u>4,280</u>	<u>814,137</u>
Total liabilities	<u>934,196</u>	<u>37,632</u>	<u>202,945</u>	<u>1,174,773</u>
Fund Balance:				
Restricted	<u>2,032,952</u>	<u>93,012</u>	<u>1,597,080</u>	<u>3,723,044</u>
Total Liabilities and Fund Balances	<u>\$ 2,967,148</u>	<u>130,644</u>	<u>1,800,025</u>	<u>4,897,817</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA 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, 2023

	BUILDING FUND	CO-OP FUND	CHILD NUTRITION FUND	TOTAL
Revenues Collected:				
Local sources	\$ 1,133,926		213,187	1,347,113
State sources	542,276	277,488	284,443	1,104,207
Federal sources		14,093	2,367,429	2,381,522
Interest earnings	18,771		3,530	22,301
Non-revenue receipts			1,313	1,313
Total revenues collected	<u>1,694,973</u>	<u>291,581</u>	<u>2,869,902</u>	<u>4,856,456</u>
Expenditures:				
Instruction		153,257		153,257
Support services	2,245,075	95,818		2,340,893
Operation of non-instructional services			2,678,316	2,678,316
Facilities acquisition and construction services	550,465			550,465
Other outlays:				
Correcting Entry		39	1,312	1,351
Total expenditures	<u>2,795,540</u>	<u>249,114</u>	<u>2,679,628</u>	<u>5,724,282</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(1,100,567)	42,467	190,274	(867,826)
Adjustments to prior year encumbrances	<u>781,524</u>	<u>0</u>	<u>276</u>	<u>781,800</u>
Excess of revenues collected over (under) expenditures	(319,043)	42,467	190,550	(86,026)
Cash fund balances, beginning of year	<u>2,351,995</u>	<u>50,545</u>	<u>1,406,530</u>	<u>3,809,070</u>
Cash fund balances, end of year	<u>\$ 2,032,952</u>	<u>93,012</u>	<u>1,597,080</u>	<u>3,723,044</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES
 IN CASH FUND BALANCES - BUDGET AND ACTUAL - ALL SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	BUILDING FUND			CO-OP FUND			CHILD NUTRITION FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues Collected:									
Local sources	\$ 976,585	1,065,000	1,133,926				\$ 605,000	603,820	213,187
State sources	260,000	450,000	542,276	96,000	260,730	277,488	215,000	215,000	284,443
Federal sources				20,000	23,887	14,093	1,231,000	1,231,000	2,367,429
Interest earnings			18,771						3,530
Non-revenue receipts									1,313
Total revenues collected	<u>1,236,585</u>	<u>1,515,000</u>	<u>1,694,973</u>	<u>116,000</u>	<u>284,617</u>	<u>291,581</u>	<u>2,051,000</u>	<u>2,049,820</u>	<u>2,869,902</u>
Expenditures:									
Instruction				16,000	160,444	153,257			
Support services	900,000	900,000	2,245,075	93,100	116,000	95,818			
Operation of non-instructional services							2,755,500	2,770,500	2,678,316
Facilities acquisition & construction services	3,100,000	2,960,000	550,465						
Other outlays:									
Correcting entry						39	5,000	5,000	1,312
Other uses							10,000	10,000	
Total expenditures	<u>4,000,000</u>	<u>3,860,000</u>	<u>2,795,540</u>	<u>109,100</u>	<u>276,444</u>	<u>249,114</u>	<u>2,770,500</u>	<u>2,785,500</u>	<u>2,679,628</u>
Excess of revenues collected over (under) expenditures before adjustments to prior year encumbrances	(2,763,415)	(2,345,000)	(1,100,567)	6,900	8,173	42,467	(719,500)	(735,680)	190,274
Adjustments to prior year encumbrances	0	0	781,524	0	0	0	0	0	276
Excess of revenues collected over (under) expenditures	(2,763,415)	(2,345,000)	(319,043)	6,900	8,173	42,467	(719,500)	(735,680)	190,550
Cash fund balances, beginning of year	3,639,663	2,351,995	2,351,995	75,372	50,545	50,545	1,002,105	1,406,530	1,406,530
Cash fund balances, end of year	<u>\$ 876,248</u>	<u>6,995</u>	<u>2,032,952</u>	<u>\$ 82,272</u>	<u>58,718</u>	<u>93,012</u>	<u>\$ 282,605</u>	<u>670,850</u>	<u>1,597,080</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -
 ALL CAPITAL PROJECTS FUNDS - REGULATORY BASIS
 JUNE 30, 2023

	2017	2019	2020	2021	2022	2023	
	TRANSPORTATION BOND FUND (31)	SERIES 1 BOND FUND (32)	SERIES 2 BOND FUND (33)	SERIES 3 BOND FUND (34)	SERIES 4 BOND FUND (35)	SERIES 2 BOND FUND (36)	TOTAL
<u>ASSETS</u>							
Cash	\$ 520,808	50,583	129,066	612,699	1,089,622	8,268,263	10,671,041
<u>LIABILITIES AND FUND BALANCE</u>							
Liabilities:							
Warrants/checks payable				5,074	66,224	139,737	211,035
Encumbrances	286,044	11,900	61,558	480,570	294,766	314,925	1,449,763
Total liabilities	286,044	11,900	61,558	485,644	360,990	454,662	1,660,798
Fund Balances:							
Restricted	234,764	38,683	67,508	127,055	728,632	7,813,601	9,010,243
Total Liabilities and Fund Balance	\$ 520,808	50,583	129,066	612,699	1,089,622	8,268,263	10,671,041

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES, AND CHANGES
 IN CASH FUND BALANCES - ALL CAPITAL PROJECTS FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	<u>2017</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	
	<u>TRANSPORTATION</u>	<u>SERIES 1</u>	<u>SERIES 2</u>	<u>SERIES 3</u>	<u>SERIES 4</u>	<u>SERIES 2</u>	<u>TOTAL</u>
	<u>BOND FUND (31)</u>	<u>BOND FUND (32)</u>	<u>BOND FUND (33)</u>	<u>BOND FUND (34)</u>	<u>BOND FUND (35)</u>	<u>BOND FUND (36)</u>	<u>TOTAL</u>
Revenues collected:							
Local sources	\$ 0	0	0	0	0	0	0
Expenditures:							
Instruction		15,698	68,479	262,918	8,894		355,989
Support services	307,519	44,826	106,028	541,295	707,621	511,399	2,218,688
Facilities acquisition and construction services				8,486	2,891,437		2,899,923
Total expenditures	<u>307,519</u>	<u>60,524</u>	<u>174,507</u>	<u>812,699</u>	<u>3,607,952</u>	<u>511,399</u>	<u>5,474,600</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	(307,519)	(60,524)	(174,507)	(812,699)	(3,607,952)	(511,399)	(5,474,600)
Other financing sources (uses):							
Bond proceeds	175,000					8,325,000	8,500,000
Adjustments to prior year encumbrances		5,462	67,489	183,651	2,414		259,016
Total other financing sources (uses)	<u>175,000</u>	<u>5,462</u>	<u>67,489</u>	<u>183,651</u>	<u>2,414</u>	<u>8,325,000</u>	<u>8,759,016</u>
Excess of revenues collected over (under) expenditures after other financing sources (uses)	(132,519)	(55,062)	(107,018)	(629,048)	(3,605,538)	7,813,601	3,284,416
Cash fund balances, beginning of year	<u>367,283</u>	<u>93,745</u>	<u>174,526</u>	<u>756,103</u>	<u>4,334,170</u>	<u>0</u>	<u>5,725,827</u>
Cash fund balances, end of year	<u>\$ 234,764</u>	<u>38,683</u>	<u>67,508</u>	<u>127,055</u>	<u>728,632</u>	<u>7,813,601</u>	<u>9,010,243</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE -
 ALL FIDUCIARY FUND TYPES - REGULATORY BASIS
 JUNE 30, 2023

	<u>EXPENDABLE TRUST FUNDS</u>		<u>AGENCY FUNDS</u>	<u>TOTAL</u>
	<u>GIFTS FUND</u>	<u>INSURANCE RECOVERY FUND</u>	<u>SCHOOL ACTIVITY FUNDS</u>	
<u>ASSETS</u>				
Cash	\$ 705,702	667,785	904,160	2,277,647
Investments	75,000		600,000	675,000
Total Assets	<u>\$ 780,702</u>	<u>667,785</u>	<u>1,504,160</u>	<u>2,952,647</u>
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Warrants/checks payable	\$ 0	2,183		2,183
Reserved encumbrances	1,528	358,268		359,796
Funds held for school organizations			1,504,160	1,504,160
Total liabilities	<u>1,528</u>	<u>360,451</u>	<u>1,504,160</u>	<u>1,866,139</u>
Fund Balances:				
Restricted	<u>779,174</u>	<u>307,334</u>	<u>0</u>	<u>1,086,508</u>
Total Liabilities and Fund Balance	<u>\$ 780,702</u>	<u>667,785</u>	<u>1,504,160</u>	<u>2,952,647</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF REVENUES COLLECTED, EXPENDITURES AND CHANGES
 IN CASH FUND BALANCES - ALL EXPENDABLE TRUST FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	EXPENDABLE TRUST FUNDS		
	GIFTS FUND	INS. RECOVERY FUND	TOTAL
Revenues Collected:			
Local sources	\$ 135,766	125,385	261,151
Interest earnings	474		474
Total revenues collected	136,240	125,385	261,625
Expenditures:			
Instruction	11,500		11,500
Support services	21,390	417,971	439,361
Operation of non-instructional services	2,532		2,532
Other Outlays:			
Correcting Entry	5,989		5,989
Total expenditures	41,411	417,971	459,382
Excess of revenues collected over (under) expenditures before other financing sources (uses)	94,829	(292,586)	(197,757)
Other financing sources (uses):			
Adjustments to prior year encumbrances	1,601	40,000	41,601
Excess of revenues collected over (under) expenditures	96,430	(252,586)	(156,156)
Cash fund balances, beginning of year	682,744	559,920	1,242,664
Cash fund balances, end of year	\$ 779,174	307,334	1,086,508

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
 AGENCY FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	BALANCE 07/01/22	ADDITIONS	NET TRANSFERS	DEDUCTIONS	BALANCE 06/30/23
ASSETS					
Cash	\$ 865,468	2,133,607	(100,000)	1,994,915	904,160
Investments	500,000		100,000		600,000
Total	<u>\$ 1,365,468</u>	<u>2,133,607</u>	<u>0</u>	<u>1,994,915</u>	<u>1,504,160</u>
LIABILITIES					
Early Childhood	\$ 13,860	13,606		14,139	13,327
Angus Valley	71,844	88,948		76,482	84,310
Northwoods	34,025	12,120		33,857	12,288
Garfield	51,876	80,275		98,191	33,960
Limestone	32,044	50,522		44,829	37,737
Pratt	47,868	41,642		45,957	43,553
All District Choir	5,845	765		1,004	5,606
Project summer spirit	0	180		0	180
Garfield Social CTE	211	1,035		927	319
CPHS General Fund	5,468	11,337		14,216	2,589
Cooler	5,185	914		0	6,099
Refund Account	0	3,868		3,783	85
CBJH General Fund	31,276	2,941		6,301	27,916
CNGC General Fund	4,301	5,216		6,419	3,098
Agriculture	22,190	88,762		82,032	28,920
Athletic Concession	11,786	2,254		587	13,453
Boyd Art	57	808		632	233
CPHS Athletics	86,169	207,761		197,919	96,011
Sandite Quarterback Club	50,072	127,219		98,710	78,581
Tennis	1,532	36		1,204	364
Softball	26,876	25,677		22,568	29,985
CPHS Visual Arts	1,538	760		1,008	1,290
CPHS FCA	74	0		0	74
Central Art	15	0		0	15
NAHS	141	0		0	141
BIT	3,548	3,477		4,004	3,021
CPHS Succeed	5,338	0		1,051	4,287
9th Grade BPA	850	4,427		4,583	694
CPHS Cheer	29,893	51,606		53,386	28,113
9th Grade Cheer	21,713	28,128		20,438	29,403
Page Academy	1,707	3,575		4,901	381
Sixth Grade Art	6,656	1,180		1,937	5,899
CBMS 7th Grade Science Club	6,912	0		5,004	1,908
CMBS Environmental Science	2,916	0		0	2,916
Student Educational	0	6,040		5,754	286
Sertoma Serteen Club	342	0		0	342
CBMS Social Committee	149	0		0	149

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
 AGENCY FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	BALANCE 07/01/22	ADDITIONS	NET TRANSFERS	DEDUCTIONS	BALANCE 06/30/23
CPHS Dance	\$ 28,677	92,495		98,839	22,333
Debate	3,280	548		1,470	2,358
CPHS AP Department	1,258	22,383		21,589	2,052
CPHS Drama	4,345	26,307		26,082	4,570
Boyd Drama	3,906	761		365	4,302
CPHS Science	3,740	1,120		1,004	3,856
CPHS english	0	85		0	85
Boyd English	3,505	0		95	3,410
FFA Boosters	3,405	16,068		13,076	6,397
French Club	132	300		208	224
CPHS Facs	471	380		235	616
Central FCCLA	389	2,724		2,454	659
Indian Education	2,740	2,000		600	4,140
Band Activity	18,203	35,216		37,368	16,051
SS Band Boosters	29,333	62,132		57,254	34,211
Boyd Instrumental	14,606	11,368		9,148	16,826
Boyd Journalism	5,492	7,272		5,138	7,626
Central Journalism	8,243	3,307		2,448	9,102
CPHS Key Club	675	0		675	0
CBMS FCA	3,920	1,497		947	4,470
CCHS Library	1,533	154		606	1,081
Boyd Library	2,104	7,664		7,914	1,854
Central Library	363	0		145	218
CJH Staff Social Committee	304	77		370	11
Sandites TV	657	0		26	631
Basketball - Girls	2,738	7,224		7,873	2,089
Basketball - Boys	5,626	12,285		11,272	6,639
CPHS NHS	5,690	3,085		3,596	5,179
SS Baseball Boosters	17,953	58,441		60,109	16,285
Sandite Basketball Association	19,374	35,264		32,316	22,322
Sandite Soccer Boosters	4,120	5,507		4,652	4,975
8th Grade Dance	24	0		0	24
9th Grade Dance	4,638	26,831		14,864	16,605
CPHS Technology Student Assoc.	284	1,878		1,348	814
CPHS Health Occupations	0	630		484	146
CPHS Morning Grind	309	210		183	336
CPHS Academic Team	237	1,465		813	889
Sandtonian	28,936	9,664		8,353	30,247
Boyd Think Tank	48	0		0	48
Boyd Science	14,649	6,994		6,125	15,518
Central Science	1,070	42		0	1,112
Spanish	70	0		0	70
Boyd Foreign Language	202	0		0	202
Curriculum and Instruction	13,523	9,219		3,123	19,619
Special Olympics	6,235	2,398		3,892	4,741
CPHS Student Council	5,490	5,964		5,588	5,866
Boyd Student Council	5,028	6,871		4,875	7,024

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
 AGENCY FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2023

	BALANCE 07/01/22	ADDITIONS	NET TRANSFERS	DEDUCTIONS	BALANCE 06/30/23
Central Student Council	\$ 368	129		0	497
CTE General	227	0		227	0
CPHS Vocal	3,793	14,450		13,391	4,852
Boyd Vocal	3,246	350		1,713	1,883
Boyd Special Education	4,647	1,435		3,149	2,933
CPHS Prom	22,139	19,060		15,065	26,134
Band Trips	11,673	41,341		43,769	9,245
Boyd Tech Education	2,123	4,323		5,134	1,312
CPHS Scholarship	4,600	2,330		3,000	3,930
Track	3,722	4,461		7,230	953
Youth in Government	229	0		0	229
Special Education Voc	4,928	25,548		9,677	20,799
CPHS Fishing Club	2,613	500		1,618	1,495
Cross-Country	2,296	1,559		1,463	2,392
CPHS Wrestling	17,903	26,821		17,867	26,857
CPHS Golf	8,797	6,934		4,190	11,541
JH Wrestling	533	0		0	533
Volleyball Boosters	28,249	43,058		49,025	22,282
CPHS Football	15,484	43,661		34,365	24,780
Soccer - Girls	4,381	4,064		4,424	4,021
Soccer - Boys	4,940	22,404		18,273	9,071
Sped Art Horse Therapy	30	11,511		0	11,541
CFAA Stargazers	186	0		128	58
Bus Barn	680	546		1,042	184
Senior Celebration	1,066	48,083		48,149	1,000
Maintenance	0	841		0	841
IT Technology	73,590	53,848		18,579	108,859
Child Nutrition	97,804	1,398		2,718	96,484
Strength and Conditioning	241	9,224		6,945	2,520
Limestone PTO	15,315	7,009		8,948	13,376
Pratt PTO	62,344	30,805		52,379	40,770
ECEC After School	12,217	0		802	11,415
NWFAA PTO	0	3,023		457	2,566
SSECCC - ECEC	41,299	252,719		213,944	80,074
SSEF Grants	25,164	84,994		77,303	32,855
Superintendent Project	26,839	14,269		20,596	20,512
	<u>\$ 1,365,468</u>	<u>2,133,607</u>	<u>0</u>	<u>1,994,915</u>	<u>1,504,160</u>
Total Liabilities	<u>\$ 1,365,468</u>	<u>2,133,607</u>	<u>0</u>	<u>1,994,915</u>	<u>1,504,160</u>

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REGULATORY BASIS**

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

<u>Federal Grantor / Pass Through Grantor / Program Title</u>	<u>Federal Assistance Listing Number</u>	<u>Total Expenditures</u>
<u>U.S. Department of Education:</u>		
<u>Direct Programs:</u>		
Indian Education	84.060A	\$ 168,989
<u>Passed Through State Department of Education:</u>		
Title I Programs:		
Title I, Basic	84.010	757,710
Title I, School Improvement	84.010	174,587
Title I, Neglected	84.010	81,564
Total Title I (84.010)		1,013,861
Title II, Part A	84.367	164,968
Title III Part A (co-op)	84.365	17,612
Climate Transformation	84.184	2,504
Stronger Connections	84.424	2,684
*IDEA-B Special Education Cluster:		
ARP - IDEA-B Flow Through	84.027X	128,366
ARP - IDEA-B Preschool	84.027X	724
IDEA-B Flow Through	84.027	947,921
IDEA-B Professional Development - OSDE	84.027	277
IDEA-B Professional Development District	84.027	5,108
IDEA-B Preschool	84.173	19,000
Total IDEA-B Special Education Cluster		1,101,396
Title IV, Part A	84.424	64,122
21 Century Grant	84.287	278,195
COVID-19 - Education Stabilization Fund (ESF):		
*CRRSA - ESSER II	84.425D	1,246,213
OK Teacher Stipend	84.425U	1,749
*ARP - ESSER III	84.425U	3,219,076
ARP - ESSER Homeless I	84.425U	26,206
ARP - ESSER Homeless II	84.425U	16,722
ARP - ESSER Counselor Corps	84.425U	55,712
Total COVID-19 ESF		4,565,678
<u>Passed Through State Department of Vocational Technical Education:</u>		
Carl Perkins	84.048	36,263
<u>U.S. Department of Agriculture:</u>		
<u>Passed Through State Department of Education:</u>		
Child Nutrition Programs Cluster:		
School Breakfast Program	10.553	506,006
National School Lunch Program	10.555	1,561,678
Summer Food Program	10.559	65,841
Supply Chain Assistance Program	10.555	52,202
Non-cash assistance - Commodities	10.555	207,085
Total Child Nutrition Program Cluster		2,392,812
<u>Other Federal Assistance:</u>		
Johnson O'Malley	15.130	40,690
Medicaid Resources	93.778	961
Flood Control	12.112	23
Sub Total		41,674
Total Federal Assistance		\$ 9,850,758

* Major Programs = 56.51%

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, 2023. 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 final 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 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 were of a non-monetary nature.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - REGULATORY BASIS
 PREPARED FOR THE OKLAHOMA STATE DEPARTMENT OF EDUCATION
 FOR THE YEAR ENDED JUNE 30, 2023

Federal Grantor / Pass Through Grantor / Program Title	Federal Assistance Listing Number	OCAS Project Number	Program or Award Amount	Balance at 7/1/22	Revenue Collected	Total Expenditures	Balance at 6/30/23
U.S. Department of Education							
Direct Programs:							
Indian Education	84.060A	561	\$ 175,695		131,828	168,989	37,161
Indian Education - Note	84.060A	799			81,835		
Sub-Total			<u>175,695</u>	<u>0</u>	<u>213,663</u>	<u>168,989</u>	<u>37,161</u>
Passed Through State Department of Education:							
Title I, Basic	84.010	511	860,908		457,491	757,710	300,219
Title I Basic - Note	84.010	799			283,997		
Title I, School Improvement	84.010	515	197,900		102,849	174,587	71,738
Title I, School Improvement - Note	84.010	799			73,007		
Title I, Neglected	84.010	518	97,201		48,337	81,564	33,227
Title I, Neglected - Note	84.010	799			26,376		
Title II, Part A	84.367	541	220,894		136,744	164,968	28,224
Title II, Part A - Note	84.367	799			43,160		
Title III Part A (co-op)	84.365	572	40,044		14,093	17,612	3,519
Climate Transformation	84.184	712	6,350		0	2,504	2,504
Stronger Connections	84.424	715	273,050		2,684	2,684	
ARP - IDEA-B Flow Through	84.027X	628	174,611		29,928	128,366	98,438
ARP - IDEA-B Flow Through - Note	84.027X	799			13,533		
ARP - IDEA-B Preschool	84.027X	643	10,581		724	724	
IDEA-B Flow Through	84.027	621	1,053,266		560,814	947,921	387,107
IDEA-B Flow Through - Note	84.027	799			423,226		
IDEA-B Professional Development - OSDE	84.027	613	339		277	277	
IDEA-B Professional Development District	84.027	615	6,816		3,900	5,108	1,208
IDEA-B Professional Development - Note	84.027	799			1,650		
IDEA-B Preschool	84.173	641	19,316		18,322	19,000	678
IDEA-B Preschool - Note	84.173	799			7,730		
Title IV, Part A	84.424	552	104,339		15,669	64,122	48,453
Title IV, Part A - Note	84.424	799			31,227		
21 Century	84.287	553	315,530		195,364	278,195	82,831
21 Century - Note	84.287	799			77,059		
COVID-19 - Education Stabilization Fund (ESF)							
CRRSA - ESSER II	84.425D	793	1,246,213		1,246,213	1,246,213	
ESSER II - Note	84.425D	799			248,281		
OK Teacher Stipend	84.424U	725	1,749		1,749	1,749	
ARP - ESSER III	84.425U	795	3,999,410		2,111,303	3,219,076	1,107,773
ARP - ESSER III - Note	84.425U	799			888,195		
ARP - ESSER Homeless I	84.425U	796	58,031		16,326	26,206	9,880
ARP - ESSER Homeless I - Note	84.425U	799			10,468		
ARP - ESSER Homeless II	84.425U	797	32,416		9,702	16,722	7,020
ARP - ESSER Counselor Corps	84.425U	722	55,712		46,000	55,712	9,712
ARP - ESSER Counselor Corps - Note	84.425U	799			6,481		
Total COVID-19 ESF			<u>5,393,531</u>	<u>0</u>	<u>4,584,718</u>	<u>4,565,678</u>	<u>1,134,385</u>
Sub Total			<u>8,774,676</u>	<u>0</u>	<u>7,152,879</u>	<u>7,211,020</u>	<u>2,192,531</u>
Passed Through State Department of Vocational Technical Education:							
Carl Perkins	84.048	421	38,882		16,263	36,263	20,000
Carl Perkins - Note	84.048	799			20,000		
Sub Total			<u>38,882</u>	<u>0</u>	<u>36,263</u>	<u>36,263</u>	<u>20,000</u>
U.S. Department of Agriculture							
Passed Through State Department of Education:							
Child Nutrition Programs:							
School Breakfast Program	10.553	764			509,925	506,006	
National School Lunch Program	10.555	763			1,702,641	1,561,678	
Summer Food Program	10.559	766			14,263	65,841	
Supply Chain Assistance Program	10.555	759			137,465	52,202	
Non-cash assistance - Commodities	10.555	N/A			207,085	207,085	
Sub Total					<u>2,571,379</u>	<u>2,392,812</u>	
Other Child Nutrition Programs:							
P-EBT	10.649	760			3,135	0	
Other Federal Assistance:							
Johnson O'Malley	15.130	563	46,560		27,780	40,690	12,910
Johnson O'Malley - Note	15.130	799			30,833		
Medicaid Resources	93.778	698	961		961	961	
Flood Control	12.112	770	23		23	23	
Sub Total			<u>47,544</u>	<u>0</u>	<u>59,597</u>	<u>41,674</u>	<u>12,910</u>
Total Federal Assistance			<u>\$ 9,036,797</u>	<u>0</u>	<u>10,036,916</u>	<u>9,850,758</u>	<u>2,262,602</u>

Note 1 - This schedule was prepared on a regulatory basis of accounting consistent with the preparation of the combined financial statements, except for the non-cash noted in Note 2.

Note 2 - Food Distribution - Non-cash assistance is reported in this schedule at the fair market value of the commodities received and disbursed.

Note 3 - None of the federal programs include any loan programs, loan guarantee programs, has no sub-recipients and does not use the 10% de minimis indirect cost rate.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
STATEMENT OF STATUTORY, FIDELITY AND HONESTY BONDS
FOR THE YEAR ENDED JUNE 30, 2023

BONDING COMPANY	POSITION COVERED	BOND NUMBER	COVERAGE AMOUNT	EFFECTIVE DATES
Liberty Mutual Surety -	Treasurer	999164611	\$ 300,000	3/28/23 - 3/28/24
Old Republic Surety -	Superintendent	LOP2013732	100,000	11/7/22 - 11/7/23
	Assistant Treasurer	LOP2013732	100,000	11/7/22 - 11/7/23
	Minutes Clerk	LOP2013732	100,000	11/7/22 - 11/7/23
	Director of Info. Technology	LOP2013732	51,000	11/7/22 - 11/7/23
	Encumbrance Clerk	LOP2013732	51,000	11/7/22 - 11/7/23
	Payroll Supervisor	LOP2013732	51,000	11/7/22 - 11/7/23
	Benefits Specialist	LOP2013732	51,000	11/7/22 - 11/7/23
	HR/General Records Clerk	LOP2013732	51,000	11/7/22 - 11/7/23
	Purchasing Agent	LOP2013732	51,000	11/7/22 - 11/7/23
	Child Nutrition Clerk	LOP2013732	10,000	11/7/22 - 11/7/23
	Lunch and Activity Fund	LOP2013732	5,000	11/7/22 - 11/7/23
	Deputy Minutes Clerk	LOP2013732	5,000	11/7/22 - 11/7/23

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
SCHEDULE OF ACCOUNTANT'S PROFESSIONAL LIABILITY INSURANCE
AFFIDAVIT
JULY 1, 2022 TO JUNE 30, 2023

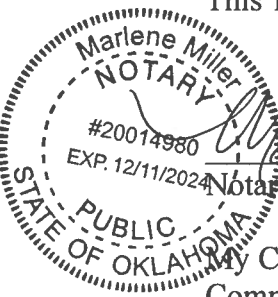
State of Oklahoma)
) ss
County of Tulsa)

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 Sand Springs Public Schools for the audit year 2022-23.

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

By  _____
Authorized Agent

Subscribed and sworn to before me
This 17th day of October, 2023

 _____
Notary Public (or Clerk or Judge)
My Commission Expires: 12-11-2024
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

November 21, 2023

Ms. Kristie Newby, CFO.
Sand Springs Public Schools
11 West Broadway
Sand Springs, Oklahoma 74063

Dear Ms. Newby:

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


The following section contains observations relayed to management that are minor deficiencies which we feel need to be communicated to you so appropriate action may be taken to correct these deficiencies. These items are not included or referred to in your audit report.

Reserved Encumbrances – Building Fund

We observed during the audit that the reserved encumbrances for the Building fund at year-end were in excess of the amount of checks which were actually issued against them during the 2023-24 fiscal year, by approximately \$784,308. We recommend that all purchase orders be adjusted at year end to accurately portray the remaining bills owed for goods and services. This will ensure that the budgeted reserves are not overstated, and the corresponding fund balances are not understated.

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