

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

**SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 1-2,
TULSA COUNTY, OKLAHOMA**

JUNE 30, 2024

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, 2024

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SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
JUNE 30, 2024

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JUNE 30, 2024

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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, 2024, 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, 2024, 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, 2024, 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 November 12, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Bledsoe, Hewett & Gullekson

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP

November 12, 2024



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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, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 12, 2024, which was adverse with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in the United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts 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, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. We did note some immaterial instances of noncompliance that we have included in a separate letter to management dated November 12, 2024.

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

November 12, 2024



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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, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, 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, 2024.

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 noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about 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

November 12, 2024

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
DISPOSITION OF PRIOR YEAR'S SIGNIFICANT DEFICIENCIES AND
MATERIAL INSTANCES OF NONCOMPLIANCE
JUNE 30, 2024

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, 2024

Section 1 - Summary of Auditor's Results:

1. An adverse opinion was issued on the combined financial statements in the conformity with the generally accepted accounting principles, and a qualified opinion was issued for the omission of the general fixed asset account group on the combined financial statements in conformity with the regulatory basis of accounting prescribed by the Oklahoma State Department of Education.
2. The audit did not identify any material weaknesses and did not report any significant deficiencies not considered to be material weaknesses in the internal controls over financial reporting.
3. The audit disclosed no instances of noncompliance which are material to the financial statements.
4. The audit did not identify any material weaknesses and did not report any significant deficiencies not considered to be material weaknesses in the internal controls over major programs.
5. An unmodified report was issued on compliance for major programs in conformity with the regulatory basis of accounting.
6. The audit disclosed no audit findings which are required to be reported under the Uniform Guidance, 2 CFR 200.51(a).
7. Programs determined to be major are the Child Nutrition Programs (10.553, 10.555, 10.559), which were clustered in determination.
8. The dollar threshold used to determine between Type A and Type B programs was \$750,000.
9. The District 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, 2024

	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						
<u>ASSETS</u>										
Cash	\$ 11,365,617	4,462,937	3,844,778	11,021,808	2,527,054		33,222,194			
Investments	6,259,809	2,050,773			675,000		8,985,582			
Amounts available in debt service Amount to be provided for retirement of long-term debt						3,844,778	3,844,778			
Total Assets	\$ 17,625,426	6,513,710	3,844,778	11,021,808	3,202,054	78,631,886	120,839,662			
<u>LIABILITIES AND FUND BALANCE</u>										
Liabilities:										
Warrants/checks payable	\$ 6,657,843	266,128		971,350			7,895,321			
Encumbrances	971,011	94,950		1,877,468	143,789		3,087,218			
Funds held for school organizations					1,565,415		1,565,415			
Long-term debt:										
Bonds payable						22,635,000	22,635,000			
Capital leases						55,996,886	55,996,886			
Total liabilities	7,628,854	361,078	0	2,848,818	1,709,204	78,631,886	91,179,840			
Fund Balance:										
Restricted		6,152,632	3,844,778	8,172,990	1,492,850		19,663,250			
Unrestricted	9,996,572						9,996,572			
Total fund balance	9,996,572	6,152,632	3,844,778	8,172,990	1,492,850	0	29,659,822			
Total Liabilities and Fund Balance	\$ 17,625,426	6,513,710	3,844,778	11,021,808	3,202,054	78,631,886	120,839,662			

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, 2024

	GOVERNMENTAL FUND TYPES				FIDUCIARY EXPENDABLE TRUST FUNDS	TOTALS (MEMORANDUM ONLY)
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS		
Revenues Collected:						
Local sources	\$ 8,617,049	2,898,865	6,435,726		2,030,084	19,981,724
Intermediate sources	1,880,730					1,880,730
State sources	31,388,905	1,927,441	810			33,317,156
Federal sources	5,250,076	1,995,056				7,245,132
Interest earnings	609,940	54,155	238,050		3,530	905,675
Non-revenue receipts	273,907	1,305	22,588			297,800
Total revenues collected	<u>48,020,607</u>	<u>6,876,822</u>	<u>6,697,174</u>	<u>0</u>	<u>2,033,614</u>	<u>63,628,217</u>
Expenditures:						
Instruction	26,479,520	187,532		279,091	21,362	26,967,505
Support services	18,125,141	1,613,867		3,887,135	1,596,176	25,222,319
Operation of noninstructional services	242,046	2,851,596			5,970	3,099,612
Facilities acquisition and const. svcs.		442,814		3,149,370	6,670	3,598,854
Other outlays:						
Reimbursement		1,180				1,180
Correcting Entry	5,315	125				5,440
Debt service			5,850,670			5,850,670
Total expenditures	<u>44,852,022</u>	<u>5,097,114</u>	<u>5,850,670</u>	<u>7,315,596</u>	<u>1,630,178</u>	<u>64,745,580</u>
Excess of revenues collected over (under) expenditures before other financing sources (uses)	3,168,585	1,779,708	846,504	(7,315,596)	403,436	(1,117,363)
Other financing sources (uses):						
Proceeds from sale of bonds				6,255,000		6,255,000
Adjustments to prior year encumbrances	176,577	649,880		223,343	2,906	1,052,706
Total other financing sources (uses)	<u>176,577</u>	<u>649,880</u>	<u>0</u>	<u>6,478,343</u>	<u>2,906</u>	<u>1,052,706</u>
Excess of revenues collected over (under) expenditures	3,345,162	2,429,588	846,504	(837,253)	406,342	(64,657)
Cash fund balances, beginning 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>
Cash fund balances, end of year	<u>\$ 9,996,572</u>	<u>6,152,632</u>	<u>3,844,778</u>	<u>8,172,990</u>	<u>1,492,850</u>	<u>29,659,822</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, 2024

	GENERAL FUND			Prior Year (Memorandum Only)
	Original Budget	Final Budget	Actual	
Revenues Collected:				
Local sources	\$ 7,942,800	7,884,725	8,617,049	7,734,067
Intermediate sources	1,804,000	1,862,000	1,880,730	1,863,414
State sources	30,387,894	31,193,254	31,388,905	26,923,754
Federal sources	4,047,535	4,916,123	5,250,076	7,448,309
Interest earnings	98,425	292,400	609,940	145,905
Non-revenue receipts	100,000	100,000	273,907	230,316
Total revenues collected	<u>44,380,654</u>	<u>46,248,502</u>	<u>48,020,607</u>	<u>44,345,765</u>
Expenditures:				
Instruction	26,127,000	26,345,600	26,479,520	23,237,582
Support services	18,029,080	19,987,700	18,125,141	20,006,400
Operation of noninstructional services	194,500	256,000	242,046	192,980
Facilities acquisition & const. svcs.		200,000		
Other outlays:				
Correcting entry	20,000	20,000	5,315	13,569
Total expenditures	<u>44,370,580</u>	<u>46,809,300</u>	<u>44,852,022</u>	<u>43,450,531</u>
Excess of revenue collected over (under) expenditures before other financing sources (uses)	10,074	(560,798)	3,168,585	895,234
Other financing sources (uses):				
Adjustments to prior year encumbrances	<u>0</u>	<u>0</u>	<u>176,577</u>	<u>124,388</u>
Excess of revenues collected over (under) expenditures	10,074	(560,798)	3,345,162	1,019,622
Cash fund balance, beginning of year	<u>5,647,238</u>	<u>6,651,410</u>	<u>6,651,410</u>	<u>5,631,788</u>
Cash fund balance, end of year	<u>\$ 5,657,312</u>	<u>6,090,612</u>	<u>9,996,572</u>	<u>6,651,410</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, 2024

	SPECIAL REVENUE FUNDS			Prior Year (Memorandum Only)
	Original Budget	Final Budget	Actual	
Revenues Collected:				
Local sources	\$ 2,670,000	3,186,013	2,898,865	1,347,113
State sources	475,730	503,887	1,927,441	1,104,207
Federal sources	1,254,887	1,914,305	1,995,056	2,381,522
Interest earnings			54,155	22,301
Non-revenue receipts			1,305	1,313
Total revenues collected	<u>4,400,617</u>	<u>5,604,205</u>	<u>6,876,822</u>	<u>4,856,456</u>
Expenditures:				
Instruction	160,500	230,000	187,532	153,257
Support services	1,016,000	1,070,000	1,613,867	2,340,893
Operation of noninstructional services	2,985,000	3,453,000	2,851,596	2,678,316
Facilities acquisition and const. svcs.	2,200,000	3,000,000	442,814	550,465
Other outlays:				
Reimbursement			1,180	
Correcting Entry	5,000	10,000	125	1,351
Other uses/ Unbudgeted	10,000	10,000		
Total expenditures	<u>6,376,500</u>	<u>7,773,000</u>	<u>5,097,114</u>	<u>5,724,282</u>
Excess of revenue collected over (under) expenditures before other financing sources (uses)	(1,975,883)	(2,168,795)	1,779,708	(867,826)
Other financing sources (uses):				
Adjustments to prior year encumbrances	<u>0</u>	<u>0</u>	<u>649,880</u>	<u>781,800</u>
Excess of revenues collected over (under) expenditures	(1,975,883)	(2,168,795)	2,429,588	(86,026)
Cash fund balances, beginning of year	<u>2,557,444</u>	<u>3,723,044</u>	<u>3,723,044</u>	<u>3,809,070</u>
Cash fund balances, end of year	<u>\$ 581,561</u>	<u>1,554,249</u>	<u>6,152,632</u>	<u>3,723,044</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, 2024

	DEBT SERVICE FUND		
	Original / Final Budget	Actual	Prior Year (Memorandum Only)
Revenues Collected:			
Local sources	\$ 6,187,049	6,435,726	5,489,446
State sources		810	
Interest earnings		238,050	73,575
Non-revenue receipts		22,588	
Total revenues collected	6,187,049	6,697,174	5,563,021
Requirements:			
Bonds	5,880,000	5,225,000	5,220,000
Coupons	642,452	625,670	334,137
Total expenditures	6,522,452	5,850,670	5,554,137
Excess of revenue collected over (under) expenditures	(335,403)	846,504	8,884
Cash fund balance, beginning of year	2,998,274	2,998,274	2,989,390
Cash fund balance, end of year	\$ 2,662,871	3,844,778	2,998,274

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, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Sand Springs Public Schools Independent District, No. 1-2 (the “District”), have been prepared in conformity with another comprehensive basis of accounting prescribed by the Oklahoma State Department of Education as authorized by Oklahoma Statutes. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with the accounting principles generally accepted in the United States of America. The District’s accounting policies are described in the following notes that are an integral part of the District’s financial statements.

A. Reporting Entity

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

The governing body of the District is the Board of Education composed of five elected members. The appointed superintendent is the executive officer of the District. The Board, constituting an on-going entity, is the level of government, which has governance responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the local independent school district. The District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental “reporting entity” as defined in Section 2100, Codification of Governmental Accounting and Financial Reporting Standards, since Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to significantly influence operations and primary accountability for fiscal matters.

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The basic – but not the only – criterion for including a potential component unit within the reporting entity is the governing body’s ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

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, 2024

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, 2024

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.

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, 2024

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, 2024

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 2023-24 fiscal year was \$71,847,359.

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, 2024

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, 2024, 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, 2024

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, 2024

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, 2024

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.

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

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, 2024

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 2023-24 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, 2024

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, 2024, were \$42,260,723 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, 2024

3. INTERFUND RECEIVABLES AND PAYABLES

There were no interfund receivables or payables at June 30, 2024.

4. GENERAL LONG-TERM DEBT

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

General long-term debt of the District consists of bonds payable and capital leases. Debt service requirements for bonds are paid 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, 2024:

	Bonds Payable	Capital Leases	Total
Balance, July 1, 2023	\$ 21,605,000	14,323,030	35,928,030
Additions	6,255,000	44,320,000	50,575,000
Retirements	(5,225,000)	(2,646,144)	(7,871,144)
Balance, June 30, 2024	\$ 22,635,000	55,996,886	78,631,886

A brief description of the outstanding long-term debt at June 30, 2024 is set forth below:

<u>General Obligation Bonds</u>	<u>Amount Outstanding</u>
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	\$ 1,110,000
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	3,075,000

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

4. GENERAL LONG-TERM DEBT– cont'd

	<u>Amount Outstanding</u>
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	\$ 3,695,000
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 installments of \$2,125,000 final payment due 6-01-28	8,500,000
General Obligation Combined Purpose Bonds, Series 2024, original issue \$3,510,000, interest rate of 4.00%, due in three annual installments of \$875,000, with a final payment of \$885,000, final payment due 6-01-29	3,510,000
General Obligation Combined Purpose Bonds, Series 2024, original issue \$2,745,000, interest rate of 5.20-5.25%, due in three annual installments of \$685,000, with a final payment of \$690,000, final payment due 6-01-29	2,745,000
<u>Capital Leases:</u>	
Lease purchase for 2010 Sand Springs Public School Project, dated 6-9-10, for \$25,030,000, due in annual principal and interest installments of varying amounts, final payment due 9-1-24 (see below)	2,255,000
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	211,886
Lease purchase for 2019 Sand Springs Public School Project, dated 3-5-19, for \$11,085,000, due in annual principal and interest installments of varying amounts, final payment due 9-1-27 (see below)	9,210,000
Lease purchase for 2024 Sand Springs Public School Project, dated 6-1-24, for \$44,320,000, due in annual principal and interest installments of varying amounts, final payment due 9-1-40 (see below)	<u>44,320,000</u>
Total Long-Term Debt	<u>\$ 78,631,886</u>

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

4. GENERAL LONG-TERM DEBT– cont'd

2010 Sand Springs Public Schools Project

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.

2019 Sand Springs Public Schools Project

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.

2024 Sand Springs Public Schools Project

On June 1, 2024, the Tulsa County Industrial Authority issued \$44,320,000 of Educational Facilities Lease Revenue Bonds (Sand Springs Public Schools Project) Series 2024, 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, 2024, 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 sixteen (16) annual payments starting September 1, 2025. These payments will be made out of

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

4. GENERAL LONG-TERM DEBT– cont'd

general obligation bond funds, pursuant to the issuance of series bonds in the amount of \$111,875,000. The Sand Springs Public Schools gains ownership to the capital improvements incrementally as each payment is made.

Future Debt Requirements

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
2025	\$ 9,231,250	1,385,846	10,617,096
2026	9,355,636	3,656,121	13,011,757
2027	10,890,000	2,939,985	13,829,985
2028	7,375,000	2,598,275	9,973,275
2029	1,715,000	2,252,780	3,967,780
Thereafter	40,065,000	17,611,500	57,676,500
Total	<u>\$ 78,631,886</u>	<u>30,444,507</u>	<u>109,076,393</u>

Interest paid on general long-term debt during the 2023-24 fiscal year totaled \$ 1,348,690.

5. EMPLOYEE RETIREMENT SYSTEM

Description of Plan

The District participates in the state-administered Oklahoma Teachers' Retirement System, which is a cost sharing, multiple-employer defined benefit public employee retirement system (PERS), which is administered by the Board of Trustees of the Oklahoma Teachers' Retirement System (the "System"). The System provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Title 70 Section 17 of the Oklahoma Statutes establishes benefit provisions and may be amended only through legislative action. The Oklahoma Teachers' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Oklahoma Teachers' Retirement System, P.O. Box 53624, Oklahoma City, OK 73152, or by calling 405-521-2387.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

5. EMPLOYEE RETIREMENT SYSTEM – cont'd

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 2023-24 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 8.40%.

Annual Pension Cost

The District's total contributions for 2024, 2023 and 2022, were \$4,478,082, \$4,014,282, and \$4,033,911, respectively. Ten-year historical trend information is presented in the Teacher's Retirement System of Oklahoma Annual Report for the year ended June 30, 2024. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they become due. Please visit www.ok.gov/TRS for all plan information. GASB Statement 68 became effective for fiscal years beginning after June 15, 2014, and significantly changes pension accounting and financial reporting for governmental employers who participate in a pension plan, such as the System, and who prepare published financial statements on an accrual basis using Generally Accepted Accounting Principles. Since the District does not prepare and present their financial statements on an accrual basis; the net pension amount is not required to be presented on the audited financial statements.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2, TULSA COUNTY
NOTES TO THE COMBINED FINANCIAL STATEMENTS – REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

5. EMPLOYEE RETIREMENT SYSTEM – cont’d

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.

6. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; or acts of God. The District purchases commercial insurance to cover these risks, including general and auto liability, property damage, and public officials’ liability. Settled claims resulting from risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

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, 2024

7. CONTINGENCIES

Federal Grants

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

Schedule of Expenditure of Federal Awards

The schedule shows the federal awards received and expended by the District during the 2023-24 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, 2024

	BUILDING FUND	CO-OP FUND	CHILD NUTRITION FUND	TOTAL
<u>ASSETS</u>				
Cash	\$ 2,890,771	74,644	1,497,522	4,462,937
Investments	1,550,773		500,000	2,050,773
Total Assets	\$ 4,441,544	74,644	1,997,522	6,513,710
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Warrants/checks payable	\$ 29,493	35,412	201,223	266,128
Encumbrances	93,572		1,378	94,950
Total liabilities	123,065	35,412	202,601	361,078
Fund Balance:				
Restricted	4,318,479	39,232	1,794,921	6,152,632
Total Liabilities and Fund Balances	\$ 4,441,544	74,644	1,997,522	6,513,710

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, 2024

	BUILDING FUND	CO-OP FUND	CHILD NUTRITION FUND	TOTAL
Revenues Collected:				
Local sources	\$ 2,118,003		780,862	2,898,865
State sources	1,423,051	212,165	292,225	1,927,441
Federal sources		24,334	1,970,722	1,995,056
Interest earnings	53,730		425	54,155
Non-revenue receipts			1,305	1,305
Total revenues collected	<u>3,594,784</u>	<u>236,499</u>	<u>3,045,539</u>	<u>6,876,822</u>
Expenditures:				
Instruction		187,532		187,532
Support services	1,511,081	102,786		1,613,867
Operation of noninstructional services			2,851,596	2,851,596
Facilities acquisition and const. svcs.	442,814			442,814
Other outlays:				
Reimbursement			1,180	1,180
Correcting Entry			125	125
Total expenditures	<u>1,953,895</u>	<u>290,318</u>	<u>2,852,901</u>	<u>5,097,114</u>
Excess of revenue collected over (under) expenditures before other financing sources (uses)	1,640,889	(53,819)	192,638	1,779,708
Other financing sources (uses):				
Adjustments to prior year encumbrances	<u>644,638</u>	<u>39</u>	<u>5,203</u>	<u>649,880</u>
Excess of revenues collected over (under) expenditures	2,285,527	(53,780)	197,841	2,429,588
Cash fund balances, beginning of year	<u>2,032,952</u>	<u>93,012</u>	<u>1,597,080</u>	<u>3,723,044</u>
Cash fund balances, end of year	<u>\$ 4,318,479</u>	<u>39,232</u>	<u>1,794,921</u>	<u>6,152,632</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, 2024

	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	\$ 2,065,000	2,495,000	2,118,003	\$	288,887	212,165	\$ 605,000	691,013	780,862
State sources			1,423,051	260,730	288,887	212,165	215,000	215,000	292,225
Federal sources				23,887	49,030	24,334	1,231,000	1,865,275	1,970,722
Interest earnings			53,730						425
Non-revenue receipts									1,305
Total revenues collected	<u>2,065,000</u>	<u>2,495,000</u>	<u>3,594,784</u>	<u>284,617</u>	<u>337,917</u>	<u>236,499</u>	<u>2,051,000</u>	<u>2,771,288</u>	<u>3,045,539</u>
Expenditures:									
Instruction				160,500	230,000	187,532			
Support services	900,000	900,000	1,511,081	116,000	170,000	102,786			
Operation of noninstructional services							2,985,000	3,453,000	2,851,596
Facilities acquisition & const. svcs.	2,200,000	3,000,000	442,814						
Other outlays:									
Reimbursement									1,180
Correcting entry							5,000	10,000	125
Other uses/ Unbudgeted							10,000	10,000	
Total expenditures	<u>3,100,000</u>	<u>3,900,000</u>	<u>1,953,895</u>	<u>276,500</u>	<u>400,000</u>	<u>290,318</u>	<u>3,000,000</u>	<u>3,473,000</u>	<u>2,852,901</u>
Excess of revenue collected over (under) expenditures before other financing sources (uses)	(1,035,000)	(1,405,000)	1,640,889	8,117	(62,083)	(53,819)	(949,000)	(701,712)	192,638
Other financing sources (uses):									
Adjustments to prior year encumbrances	0	0	644,638	0	0	39	0	0	5,203
Excess of revenues collected over (under) expenditures	(1,035,000)	(1,405,000)	2,285,527	8,117	(62,083)	(53,780)	(949,000)	(701,712)	197,841
Cash fund balances, beginning of year	1,080,375	2,032,952	2,032,952	77,069	93,012	93,012	1,400,000	1,597,080	1,597,080
Cash fund balances, end of year	<u>\$ 45,375</u>	<u>627,952</u>	<u>4,318,479</u>	<u>\$ 85,186</u>	<u>30,929</u>	<u>39,232</u>	<u>\$ 451,000</u>	<u>895,368</u>	<u>1,794,921</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, 2024

	<u>2017</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>TOTAL</u>
	<u>TRANSPORTATION</u>	<u>SERIES 1</u>	<u>SERIES 2</u>	<u>SERIES 3</u>	<u>SERIES 4</u>	<u>SERIES 5</u>	<u>SERIES 6</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>BOND FUND (37)</u>	<u>TOTAL</u>
<u>ASSETS</u>								
Cash	\$ 144,864	10,033	80,265	139,683	433,946	3,958,017	6,255,000	11,021,808
<u>LIABILITIES AND FUND BALANCE</u>								
Liabilities:								
Warrants/checks payable					52,589	886,241	32,520	971,350
Encumbrances	97,698	10,033			43,301	1,726,436		1,877,468
Total liabilities	<u>97,698</u>	<u>10,033</u>	<u>0</u>	<u>0</u>	<u>95,890</u>	<u>2,612,677</u>	<u>32,520</u>	<u>2,848,818</u>
Fund Balances:								
Restricted	47,166	0	80,265	139,683	338,056	1,345,340	6,222,480	8,172,990
Total Liabilities and Fund Balance	<u>\$ 144,864</u>	<u>10,033</u>	<u>80,265</u>	<u>139,683</u>	<u>433,946</u>	<u>3,958,017</u>	<u>6,255,000</u>	<u>11,021,808</u>

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, 2024

	2017 TRANSPORTATION BOND FUND (31)	2019 SERIES 1 BOND FUND (32)	2020 SERIES 2 BOND FUND (33)	2021 SERIES 3 BOND FUND (34)	2022 SERIES 4 BOND FUND (35)	2023 SERIES 5 BOND FUND (36)	2024 SERIES 6 BOND FUND (37)	TOTAL
Revenues collected:								
Local sources	\$ 0	0	0	0	0	0	0	0
Expenditures:								
Instruction				10,663	249,151	19,277		279,091
Support services	187,598	47,832	19	94,729	180,710	3,343,727	32,520	3,887,135
Facilities acquisition and const. svcs.				12,695	5,590	3,131,085		3,149,370
Total expenditures	<u>187,598</u>	<u>47,832</u>	<u>19</u>	<u>118,087</u>	<u>435,451</u>	<u>6,494,089</u>	<u>32,520</u>	<u>7,315,596</u>
Excess of revenue collected over (under) expenditures before other financing sources (uses)	(187,598)	(47,832)	(19)	(118,087)	(435,451)	(6,494,089)	(32,520)	(7,315,596)
Other financing sources (uses):								
Bond proceeds							6,255,000	6,255,000
Adjustments to prior year encumbrances		9,149	12,776	130,715	44,875	25,828		223,343
Total other financing sources (uses)	<u>0</u>	<u>9,149</u>	<u>12,776</u>	<u>130,715</u>	<u>44,875</u>	<u>25,828</u>	<u>6,255,000</u>	<u>6,478,343</u>
Excess of revenues collected over (under) expenditures	(187,598)	(38,683)	12,757	12,628	(390,576)	(6,468,261)	6,222,480	(837,253)
Cash fund balances, beginning of year	234,764	38,683	67,508	127,055	728,632	7,813,601	0	9,010,243
Cash fund balances, end of year	\$ <u>47,166</u>	<u>0</u>	<u>80,265</u>	<u>139,683</u>	<u>338,056</u>	<u>1,345,340</u>	<u>6,222,480</u>	<u>8,172,990</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, 2024

	<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	\$ 826,778	734,861	965,415	2,527,054
Investments	75,000		600,000	675,000
Total Assets	<u>\$ 901,778</u>	<u>734,861</u>	<u>1,565,415</u>	<u>3,202,054</u>
 <u>LIABILITIES AND FUND BALANCE</u>				
Liabilities:				
Encumbrances	\$	143,789		143,789
Funds held for school organizations			1,565,415	1,565,415
Total liabilities	<u>0</u>	<u>143,789</u>	<u>1,565,415</u>	<u>1,709,204</u>
Fund Balances:				
Restricted	<u>901,778</u>	<u>591,072</u>	<u>0</u>	<u>1,492,850</u>
Total Liabilities and Fund Balance	<u>\$ 901,778</u>	<u>734,861</u>	<u>1,565,415</u>	<u>3,202,054</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, 2024

	EXPENDABLE TRUST FUNDS		
	GIFTS FUND	INS. RECOVERY FUND	TOTAL
Revenues Collected:			
Local sources	\$ 210,820	1,819,264	2,030,084
Interest earnings	3,530		3,530
Total revenues collected	214,350	1,819,264	2,033,614
Expenditures:			
Instruction	21,362		21,362
Support services	65,941	1,530,235	1,596,176
Operation of noninstructional services	5,970		5,970
Facilities acquisition & const. svcs.		6,670	6,670
Total expenditures	93,273	1,536,905	1,630,178
Excess of revenues collected over (under) expenditures before other financing sources (uses)	121,077	282,359	403,436
Other financing sources (uses):			
Adjustments to prior year encumbrances	1,527	1,379	2,906
Excess of revenues collected over (under) expenditures	122,604	283,738	406,342
Cash fund balances, beginning of year	779,174	307,334	1,086,508
Cash fund balances, end of year	\$ 901,778	591,072	1,492,850

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, 2024

	<u>BALANCE</u> 07/01/23	<u>ADDITIONS</u>	<u>NET</u> <u>TRANSFERS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> 06/30/24
<u>ASSETS</u>					
Cash	\$ 904,160	2,216,209		2,154,954	965,415
Investments	600,000				600,000
Total	<u>\$ 1,504,160</u>	<u>2,216,209</u>	<u>0</u>	<u>2,154,954</u>	<u>1,565,415</u>
<u>LIABILITIES</u>					
Early Childhood	\$ 13,327	18,778		23,377	8,728
Angus Valley	84,310	86,900		95,521	75,689
Northwoods	12,288	70,534		79,386	3,436
Garfield	33,960	76,341	(2)	75,160	35,139
Limestone	37,737	59,221		48,120	48,838
Pratt	43,553	42,221		49,738	36,036
All District Choir	5,606	739		1,189	5,156
Project Summer Spirit	180	0		0	180
Garfield Social CTE	319	910		920	309
CPHS General Fund	2,589	16,650		9,396	9,843
Cooler	6,099	4,425		2,930	7,594
Refund Account	85	4,560		4,645	0
CBJH General Fund	27,916	16,891		18,579	26,228
CNGC General Fund	3,098	6,206	(2)	7,166	2,136
Agriculture	28,920	106,973	(2)	108,302	27,589
Athletic Concession	13,453	7,193		11,767	8,879
Boyd Art	233	0		0	233
CPHS Athletics	96,011	253,873	(2)	264,171	85,711
Sandite Quarterback Club	78,581	90,013		88,939	79,655
Tennis	364	5,716		4,993	1,087
Softball	29,985	8,570		11,629	26,926
CPHS Visual Arts	1,290	930		654	1,566
CPHS FCA	74	0		1	73
Central Art	15	0		0	15
NAHS	141	0		0	141
BIT	3,021	3,944	(2)	4,673	2,290
CPHS Succeed	4,287	0		1	4,286
9th Grade BPA	694	3,067		2,804	957
CPHS Cheer	28,113	43,161		47,676	23,598
9th Grade Cheer	29,403	21,757		28,437	22,723
Page Academy	381	4,305		4,302	384
Sixth Grade Art	5,899	1,070		2,747	4,222
CBMS 7th Grade Science Club	1,908	0		0	1,908
CMBS Environmental Science	2,916	0		0	2,916
Student Educational	286	502		390	398
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, 2024

	BALANCE 07/01/23	ADDITIONS	NET TRANSFERS	DEDUCTIONS	BALANCE 06/30/24
CPHS Dance	\$ 22,333	111,627		90,915	43,045
Debate	2,358	2,097		2,205	2,250
CPHS AP Department	2,052	12,238		10,411	3,879
CPHS Drama	4,570	37,673	(2)	34,894	7,347
Boyd Drama	4,302	1,013		909	4,406
CPHS Science	3,856	0		1	3,855
CPHS English	85	0		0	85
Boyd English	3,410	0		0	3,410
FFA Boosters	6,397	17,302		16,477	7,222
French Club	224	0		0	224
CPHS FACS	616	0		616	0
Central FCCLA	659	3,139		3,643	155
Indian Education	4,140	6,637		5,741	5,036
Band Activity	16,051	48,178		35,623	28,606
SS Band Boosters	34,211	100,865		88,706	46,370
Boyd Instrumental	16,826	10,923		9,565	18,184
Boyd Journalism	7,626	530		41	8,115
Central Journalism	9,102	3,224		2,470	9,856
CBMS FCA	4,470	652		728	4,394
CCHS Library	1,081	0		203	878
Boyd Library	1,854	5,605		6,183	1,276
Central Library	218	1		0	219
CJH Staff Social Committee	11	394		103	302
Sandites TV	631	0		78	553
Basketball - Girls	2,089	6,710		7,956	843
Basketball - Boys	6,639	7,690		7,691	6,638
CPHS NHS	5,179	3,920		3,173	5,926
SS Baseball Boosters	16,285	54,155		63,991	6,449
Sandite Basketball Association	22,322	40,883		43,645	19,560
Sandite Soccer Boosters	4,975	16,574		10,903	10,646
8th Grade Dance	24	0		0	24
9th Grade Dance	16,605	17,827		16,222	18,210
CPHS Technology Student Assoc.	814	727		995	546
CPHS Health Occupations	146	450		0	596
CPHS Morning Grind	336	0		0	336
CPHS Academic Team	889	1		0	890
Sandtonian	30,247	8,594	(2)	8,294	30,545
Boyd Think Tank	48	1		0	49
Boyd Science	15,518	3,529		4,879	14,168
Central Science	1,112	0		353	759
Spanish	70	0		0	70
Boyd Foreign Language	202	0		0	202
Curriculum and Instruction	19,619	8,500		3,246	24,873
Special Olympics	4,741	2,242		1,365	5,618
CPHS Student Council	5,866	4,411		2,195	8,082
Boyd Student Council	7,024	5,983		5,474	7,533

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, 2024

	BALANCE 07/01/23	ADDITIONS	NET TRANSFERS	DEDUCTIONS	BALANCE 06/30/24
Central Student Council	\$ 497	2,396		346	2,547
CPHS Vocal	4,852	16,487		16,358	4,981
Boyd Vocal	1,883	10,570		10,606	1,847
Boyd Special Education	2,933	1,209		2,619	1,523
CPHS Prom	26,134	19,200		12,719	32,615
Band Trips	9,245	33,503		19,310	23,438
Boyd Tech Education	1,312	2,038		2,187	1,163
CPHS Scholarship	3,930	7,500		2,330	9,100
Track	953	4,757		2,915	2,795
Youth in Government	229	0		0	229
Special Education Voc	20,799	5,959		8,398	18,360
CPHS Fishing Club	1,495	0		610	885
Cross-Country	2,392	1,605		1,119	2,878
CPHS Wrestling	26,857	38,959	20	32,048	33,788
CPHS Golf	11,541	6,270		6,608	11,203
JH Wrestling	533	0		0	533
Volleyball Boosters	22,282	15,654		28,695	9,241
CPHS Football	24,780	48,278		40,183	32,875
Soccer - Girls	4,021	1,485		3,798	1,708
Soccer - Boys	9,071	3,065		5,092	7,044
SPED ARTC Horse Therapy	11,541	650		3,750	8,441
CFAA Stargazers	58	0		22	36
Bus Barn	184	690		630	244
Senior Celebration	1,000	23,460		23,387	1,073
Maintenance	841	9,281		8,951	1,171
IT Technology	108,859	55,361		53,209	111,011
Child Nutrition	96,484	1,117		2,642	94,959
Strength and Conditioning	2,520	7,361		6,972	2,909
Limestone PTO	13,376	19,326	(4)	12,991	19,707
Pratt PTO	40,770	27,718		42,103	26,385
ECEC After School	11,415	0		656	10,759
NWFAA PTO	2,566	10,713		4,403	8,876
SSECCC - ECEC	80,074	206,258		209,281	77,051
Shooting Team	0	10,751		1,584	9,167
Sandite Fine Arts	0	8,334		2,830	5,504
CPHS Page By Page	0	795		438	357
SSEF Grants	32,855	80,000		79,946	32,909
Superintendent Project	20,512	35,714	(2)	17,711	38,513
Total Liabilities	\$ 1,504,160	2,216,209	0	2,154,954	1,565,415

**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
PREPARED FOR THE OKLAHOMA STATE DEPARTMENT OF EDUCATION
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor / Pass Through Grantor / Program Title	Fed. Asst. Lisiting Number	Control Project No.	Total Expenditures
<u>U.S. DEPARTMENT OF EDUCATION -</u>			
<u>Direct Programs:</u>			
Indian Education	84.060A	561	\$ 181,514
<u>Passed Through State Department of Education:</u>			
Title I:			
Title I, Basic	84.010	511	786,414
Title I, School Improvement	84.010	515	183,554
Title I, Neglected	84.010	518	68,069
Total Title I (84.010)			<u>1,038,037</u>
Title II, Part A	84.367	541	144,852
Title III Part A	84.365	572	37,491
Title IV:			
Title IV, Part A	84.424	552	80,972
Stronger Connections Grant	84.424F	715	73,981
Total Title IV (84.424)			<u>154,953</u>
21st Century CLC:			
21st Century CLC	84.287	553	297,975
21st Century CLC, Special Projects	84.287	554	265,733
21st Century CLC (84.287)			<u>563,708</u>
IDEA-B Special Education Cluster:			
IDEA-B Secondary Transition	84.027	618	5,394
ARP - IDEA-B Flow Through	84.027X	628	46,245
ARP - IDEA-B Preschool	84.027X	643	9,857
IDEA-B Flow Through	84.027	621	1,106,124
IDEA-B Prof Develop, OSDE	84.027	613	1,767
IDEA-B Prof Develop, District	84.027	615	2,333
IDEA-B Preschool	84.173	641	20,214
Total IDEA-B Special Education Cluster			<u>1,191,934</u>
COVID-19 - Education Stabilization Fund (ESF):			
ARP - ESSER III	84.425U	795	751,428
ARP - ESSER Homeless I	84.425U	796	31,912
ARP - ESSER Homeless II	84.425U	797	15,692
ARP - OK Paid Student Teacher	84.425U	725	3,498
ARP - ESSER Counselor Corps Grant	84.425U	722	36,999
Total COVID-19 ESF			<u>839,529</u>
<u>Passed Through State Department of Vocational Technical Education:</u>			
Carl Perkins	84.048	421	<u>43,229</u>
<u>U.S. DEPARTMENT OF AGRICULTURE -</u>			
<u>Passed Through State Department of Education:</u>			
*Child Nutrition Programs Cluster:			
School Breakfast Program	10.553	764	487,041
National School Lunch Program	10.555	763	1,478,332
Summer Food Program	10.559	766	21,197
Non-cash assistance - Commodities	10.555	N/A	2,166,956
Total Child Nutrition Program Cluster			<u>4,153,526</u>
<u>Other Federal Assistance:</u>			
Johnson O'Malley	15.130	563	14,280
Johnson O'Malley 3 month money	15.130	564	10,510
Total Johnson O'Malley (15.130)			<u>24,790</u>
Muscogee Nation Summer School Grant	93.575	771	<u>44,426</u>
Total Federal Expenditures			<u>\$ 8,417,989</u>

* Major programs = 49.34%

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, 2024. This information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, it is not intended and does not present the financial position, changes in net assets, or cash flows of the District.

Note 2 - Summary of Significant Accounting Policies - Expenditures reported on this schedule are reported on the regulatory basis of accounting consistent with the preparation of the combined financial statements except as noted in Note 3. Expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The District has elected not to use the 10 percent de minimis 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, 2024

Federal Grantor / Pass Through Grantor / Program Title	Fed. Asst Lising Number	OCAS Project No.	Program or Award Amount	Balance at 7/1/2023	Revenue Collected	Total Expenditures	Balance at 6/30/2024
U.S. DEPARTMENT OF EDUCATION -							
Direct Programs:							
Indian Education	84.060A	561	\$ 182,537		164,419	181,514	17,095
Indian Education, 2022-23	84.060A	799		37,161	37,161		17,095
Sub-Total			<u>182,537</u>	<u>37,161</u>	<u>201,580</u>	<u>181,514</u>	<u>17,095</u>
Passed Through State Department of Education:							
Title I, Basic	84.010	511	891,874		478,508	786,414	307,906
Title I, Basic, 2022-23	84.010	799		300,219	300,219		
Title I, School Improvement	84.010	515	284,428		159,205	183,554	24,349
Title I, School Improvement, 2022-23	84.010	799		71,738	71,738		
Title I, Neglected	84.010	518	70,068		39,708	68,069	28,362
Title I, Neglected, 2022-23	84.010	799		33,228	33,228		
Title II, Part A	84.367	541	213,886		113,425	144,852	31,427
Title II, Part A, 2022-23	84.367	799		28,225	28,225		
Title III, Part A	84.365	572	49,129		20,815	37,491	16,676
Title III, Part A, 2022-23	84.365	799		3,519	3,519		
Title IV, Part A	84.424	552	94,450		30,871	80,972	50,101
Title IV, Part A, 2022-23	84.424	799		48,452	48,452		
Stronger Connections Grant	84.424F	715	270,366		10,963	73,981	63,018
Climate Transformation, 2022-23	84.184	799		2,504	2,504		
21st Century CLC	84.287	553	337,334		223,298	297,975	74,677
21st Century CLC, 2022-23	84.287	799		82,831	82,831		
21st Century CLC, Special Projects	84.287	554	300,000		190,772	265,733	74,961
IDEA-B Secondary Transition	84.027	618	5,504		5,394	5,394	
ARP - IDEA-B Flow Through	84.027X	628	46,245		46,245	46,245	
ARP - IDEA-B Flow Through, 2022-23	84.027X	799		98,438	98,438		
ARP - IDEA-B Preschool	84.027X	643	9,857		9,857	9,857	
IDEA-B Flow Through	84.027	621	1,208,770		665,266	1,106,124	440,858
IDEA-B Flow Through, 2022-23	84.027	799		387,106	387,106		
IDEA-B Prof Develop, OSDE	84.027	613	2,056		1,767	1,767	
IDEA-B Prof Develop, District	84.027	615	5,693		1,400	2,333	933
IDEA-B Prof Develop, District, 2022-23	84.027	799		1,208	1,208		
IDEA-B Preschool	84.173	641	21,131		13,422	20,214	6,792
IDEA-B Preschool, 2022-23	84.173	799		678	678		
COVID-19 - Education Stabilization Fund (ESF):							
ARP - ESSER III	84.425U	795	781,255		632,998	751,428	118,430
ARP - ESSER III, 2022-23	84.425U	799		1,107,773	1,107,773		
ARP - ESSER Homeless I	84.425U	796	35,624		22,495	31,912	9,417
ARP - ESSER Homeless I, 2022-23	84.425U	799		9,880	9,880		
ARP - ESSER Homeless II	84.425U	797	15,695		9,889	15,692	5,803
ARP - ESSER Homeless II, 2022-23	84.425U	799		7,019	7,019		
ARP - OK Paid Student Teacher	84.425U	725	3,498		3,498	3,498	
ARP - ESSER Counselor Corps Grant	84.425U	722	37,000		35,349	36,999	1,649
ARP - ESSER Counselor Corps Grant, 2022-23	84.425U	799		9,712	9,712		
Total COVID-19 ESF			<u>873,072</u>	<u>1,134,384</u>	<u>1,838,613</u>	<u>839,529</u>	<u>135,299</u>
Sub Total			<u>4,683,863</u>	<u>2,192,530</u>	<u>4,907,675</u>	<u>3,970,504</u>	<u>1,255,359</u>
Passed Through State Department of Vocational Technical Education:							
Carl Perkins	84.048	421	43,229			43,229	43,229
Carl Perkins, 2022-23	84.048	799		20,000	20,000		
Sub Total			<u>43,229</u>	<u>20,000</u>	<u>20,000</u>	<u>43,229</u>	<u>43,229</u>
U.S. DEPARTMENT OF AGRICULTURE -							
Passed Through State Department of Education:							
Child Nutrition Programs:							
School Breakfast Program	10.553	764			358,834	487,041	
National School Lunch Program	10.555	763			1,479,338	1,478,332	
Supply Chain Assistance Program	10.555	759			125,275		
Summer Food Program	10.559	766			7,275	21,197	
Non-cash assistance - Commodities	10.555	N/A			2,166,956	2,166,956	
Sub Total					<u>4,137,678</u>	<u>4,153,526</u>	
Other Federal Assistance:							
Johnson O'Malley	15.130	563	55,140		14,280	14,280	
Johnson O'Malley 3 month money	15.130	564	10,510		10,510	10,510	
Johnson O'Malley, 2022-23	15.130	799		20,710	20,710		
Medicaid Resources	93.778	698	24,630		24,630		
Flood Control	12.112	770	24		24		
Muscogee Nation Summer School Grant	93.575	771	75,000		75,000	44,426	
Sub Total			<u>165,304</u>	<u>20,710</u>	<u>145,154</u>	<u>69,216</u>	<u>0</u>
Total Federal Assistance			<u>\$ 5,074,933</u>	<u>2,270,401</u>	<u>9,412,087</u>	<u>8,417,989</u>	<u>1,315,683</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 assistance 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.

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
STATEMENT OF STATUTORY, FIDELITY AND HONESTY BONDS
FOR THE YEAR ENDED JUNE 30, 2024

BONDING COMPANY	POSITION COVERED	BOND NUMBER	COVERAGE AMOUNT	EFFECTIVE DATES
Liberty Mututal Surety -	Treasurer (Old)	999164611	\$ 300,000	3/28/23 - 3/28/24
	Treasurer (New)	999324503	300,000	4/25/24 - 4/25/25
Old Republic Surety -	Superintendent	LOP2013732	100,000	11/7/22 - 11/7/24
	Minutes Clerk/ Board Clerk	LOP2013732	100,000	11/7/22 - 11/7/24
	Assistant Treasurer/ Activity Func	LOP2013732	51,000	11/7/22 - 11/7/24
	Director of Info. Technology	LOP2013732	51,000	11/7/22 - 11/7/24
	Encumbrance Clerk	LOP2013732	51,000	11/7/22 - 11/7/24
	Payroll Supervisor	LOP2013732	51,000	11/7/22 - 11/7/24
	Benefits Specialist	LOP2013732	51,000	11/7/22 - 11/7/24
	HR/General Records Clerk	LOP2013732	51,000	11/7/22 - 11/7/24
	Purchasing Agent	LOP2013732	51,000	11/7/22 - 11/7/24
	Finance Specialist	LOP2013732	51,000	11/7/22 - 11/7/24
	Child Nutrition Clerk	LOP2013732	10,000	11/7/22 - 11/7/24

SAND SPRINGS INDEPENDENT SCHOOL DISTRICT NO. 2 OF TULSA COUNTY
SCHEDULE OF ACCOUNTANT'S PROFESSIONAL LIABILITY INSURANCE
AFFIDAVIT
JULY 1, 2023 TO JUNE 30, 2024


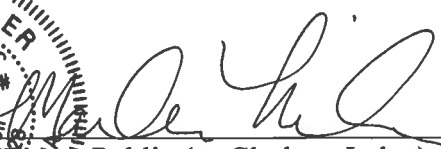
State of Oklahoma)
) ss
County of Tulsa)

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 2023-24.

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

By  _____
Authorized Agent

Subscribed and sworn to before me
This 12th day of November, 2024

  _____
Notary Public (or Clerk or Judge)
My Commission Expires: 12-11-2028
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 12, 2024

Mr. Cassidy Wion, CFO.
Sand Springs Public Schools
11 West Broadway
Sand Springs, Oklahoma 74063

Dear Mr. Wion:

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 the observations relayed to management that are immaterial instances of noncompliance, which we feel need to be communicated to you so appropriate action may be taken to correct these deficiencies. These items are not included, but are referred to, in your audit report.

Federal Programs

We observed a few instances where the amounts claimed for reimbursement did not match the actual amounts coded to that project code, according to OCAS reports. Most of the differences were small amounts, which were immaterial to the overall program amounts. However, it is possible that the District will be contacted by the State Department of Education about these variances, and they will require a written response regarding these differences. The amounts that will be included on the Schedule of Expenditures of Federal Awards (SEFA) in your audit report will be the actual amounts expended and claimed, not necessarily the amounts according to OCAS. The immaterial variances noted were in projects 561, 563, 564, 621 and 725.

Quarterly 941 IRS Payments

We observed during the audit that federal income withholding taxes, social security and Medicare withholding taxes were not being remitted to the Internal Revenue Service in a timely manner. This could result in the District paying a penalty and interest for these late payments. We recommend the District implement procedures where an individual review the monthly payroll registers and reconciles and/or submit the applicable withholdings to the Internal Revenue Service through their Electronic Funds Transfer Payment System, so that payments can be made in a timely manner.

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,

A handwritten signature in black ink that reads "Jeffrey D. Hewett". The signature is written in a cursive style with a large initial "J" and a distinct "D." before the last name.

Jeff Hewett

For

Bledsoe, Hewett & Gullekson
Certified Public Accountants, PLLLP