

**AUDITED FINANCIAL STATEMENTS - REGULATORY BASIS  
AND REPORTS OF INDEPENDENT AUDITOR**

**SHAWNEE SCHOOL DISTRICT NO. I-93,  
POTTAWATOMIE COUNTY, OKLAHOMA**

**JUNE 30, 2024**



**JENKINS & KEMPER**  
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

**INDEPENDENT SCHOOL DISTRICT NO. I-93  
POTTAWATOMIE COUNTY, OKLAHOMA  
JUNE 30, 2024**

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**INDEPENDENT SCHOOL DISTRICT NO. I-93  
POTTAWATOMIE COUNTY, OKLAHOMA  
JUNE 30, 2024**

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**INDEPENDENT SCHOOL DISTRICT NO. I-93  
POTTAWATOMIE COUNTY, OKLAHOMA  
SCHOOL DISTRICT OFFICIALS  
JUNE 30, 2024**

**BOARD OF EDUCATION**

President	Clif Harden
First Vice-President	Turner Bass
Second Vice-President	Russ Oliver
Clerk	Bobby Canty
Member	Jeanne Swinney
Member	Kristen Wilson
Member	Amanda Hillhouse

**SUPERINTENDENT OF SCHOOLS**

Dr. Aaron Espolt

**BUSINESS MANAGER**

Tristan Wyatt, CPA

**DISTRICT TREASURER**

Brent Houston



**JENKINS & KEMPER**  
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA  
MICHAEL KEMPER, CPA

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Board of Education  
Shawnee School District No. I-093  
Shawnee, Oklahoma 74801

**Report on the Audit of the Financial Statements**

**Opinions**

We have audited the accompanying combined fund type and account group financial statements-regulatory basis of Shawnee School District No. I-093, Shawnee, Oklahoma (the "School 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.

**Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balances arising from regulatory basis transactions of each fund type and account group of the District as of June 30, 2024, and the revenues collected and expenditures paid and encumbered, of each fund type, for the year then ended, on the regulatory basis of accounting described in Note 1.

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because the significance of the matter discussed in the previous paragraph, the basic 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 Shawnee School District No. I-093, Pottawatomie County, Oklahoma as of June 30, 2024, or the revenues, expenses, and changes in net position and, where applicable, its cash flows 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 Shawnee School District No. I-093, Shawnee, Oklahoma and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

As discussed in Note 1, the financial statements are prepared by the Shawnee School District No. I-093, on the basis of the financial reporting provisions of the Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Oklahoma State Department of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably 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 financial reporting provisions of 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 School 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 School 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 School District's ability to continue as a going concern for a reasonable period of time.

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

#### **Other Matters**

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The combining fund statements, regulatory basis, listed in the accompanying table of contents are presented for purpose of additional analysis, and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining statements-regulatory basis and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements-regulatory basis and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole on the regulatory basis of accounting described in Note 1.



**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated February 26, 2025, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

*Jenkins & Kemper, CPAs P.C.*

Jenkins & Kemper  
Certified Public Accountants, P.C.

February 26, 2025

## **COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS**



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -**  
**REGULATORY BASIS - ALL FUND TYPES AND ACCOUNT GROUPS**  
**JUNE 30, 2024**

<u>ASSETS</u>	GENERAL	<u>GOVERNMENTAL FUND TYPES</u>		CAPITAL PROJECTS	<u>FIDUCIARY FUND TYPES</u>	<u>ACCOUNT GROUPS</u>		TOTALS (MEMO ONLY)
		<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>		<u>EXPENDABLE TRUST AND AGENCY FUND</u>	<u>FIXED ASSETS</u>	<u>GENERAL LONG-TERM DEBT</u>	
Cash	\$ 8,372,339	3,420,464	202,661	3,891,074	5,158,120			21,044,658
Amounts available in debt service							175,161	175,161
Amounts to be provided for retirement of general long-term debt							44,306,765	44,306,765
Land, equipment, vehicles & buildings, net						40,752,058		40,752,058
Total Assets	<u>8,372,339</u>	<u>3,420,464</u>	<u>202,661</u>	<u>3,891,074</u>	<u>5,158,120</u>	<u>40,752,058</u>	<u>44,481,926</u>	<u>106,278,642</u>
 <u>LIABILITIES AND FUND BALANCES</u>								
Liabilities								
Warrants payable	4,158,147	510,042			152,953			4,821,142
Encumbrances	131,916	188,493			903,764			1,224,173
Funds held for school organizations					473,811			473,811
Unmatured obligations			27,500					27,500
Long-term debt:								
Bonds payable							7,645,000	7,645,000
Capital leases							36,836,926	36,836,926
Total liabilities	<u>4,290,063</u>	<u>698,535</u>	<u>27,500</u>	<u>-</u>	<u>1,530,528</u>		<u>44,481,926</u>	<u>51,028,552</u>
Fund balances								
Restricted for:								
Expendable trust					726,373			726,373
Insurance recovery					2,901,219			2,901,219
Capital projects				3,891,074				3,891,074
Debt service			175,161					175,161
Coop		1,371						1,371
Building		2,720,558						2,720,558
Unassigned	4,082,276					40,752,058		44,834,334
Total fund balances	<u>4,082,276</u>	<u>2,721,929</u>	<u>175,161</u>	<u>3,891,074</u>	<u>3,627,592</u>	<u>40,752,058</u>		<u>55,250,090</u>
Total liabilities and fund balances	<u>\$ 8,372,339</u>	<u>3,420,464</u>	<u>202,661</u>	<u>3,891,074</u>	<u>5,158,120</u>	<u>40,752,058</u>	<u>44,481,926</u>	<u>106,278,642</u>

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN CASH**  
**FUND BALANCES - REGULATORY BASIS - ALL GOVERNMENTAL FUND TYPES**  
**JUNE 30, 2024**

		<u>GOVERNMENTAL FUND TYPES</u>			<u>FIDUCIARY FUND TYPES</u>	
	<u>GENERAL</u>	<u>SPECIAL REVENUE</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>	<u>EXPENDABLE TRUST</u>	<u>TOTALS (MEMO ONLY)</u>
Revenues						
Local sources	\$ 5,984,315	1,962,416	4,087,355		13,855,492	25,889,578
Intermediate sources	623,460					623,460
State sources	23,418,386	960,412	1,638			24,380,436
Federal sources	10,323,308	1,149,246				11,472,554
Non-revenue receipts	119,664	202,273	178			322,115
Total revenues	<u>40,469,133</u>	<u>4,274,347</u>	<u>4,089,171</u>	<u>-</u>	<u>13,855,492</u>	<u>62,688,143</u>
Expenditures						
Instruction	22,457,243	37,983			43,864	22,539,090
Support services	17,463,568	2,704,339			1,159,374	21,327,281
Operation of non-instructional services	2,564,196					2,564,196
Facilities, acquisition and const. services				5,671,105	12,182,029	17,853,134
Other outlays	95,080	202,273				297,353
Debt service			4,043,794			4,043,794
Total expenditures	<u>42,580,087</u>	<u>2,944,595</u>	<u>4,043,794</u>	<u>5,671,105</u>	<u>13,385,267</u>	<u>68,624,848</u>
Revenues over (under) expenditures	(2,110,954)	1,329,752	45,377	(5,671,105)	470,225	(5,936,705)
Other financing sources (uses)						
Operating transfers in (out)	(11,926)	11,926				-
Lapsed appropriations	323,668	20,463			63,318	407,449
Estopped warrants	3,923					3,923
Bond proceeds				1,045,000		1,045,000
Total other financing sources (uses)	<u>315,665</u>	<u>32,389</u>	<u>-</u>	<u>1,045,000</u>	<u>63,318</u>	<u>1,456,372</u>
Revenue and other sources over (under) expenditures and other uses	(1,795,289)	1,362,141	45,377	(4,626,105)	533,543	(4,480,333)
Cash fund balance, beginning of year	<u>5,877,565</u>	<u>1,359,788</u>	<u>129,784</u>	<u>8,517,179</u>	<u>3,094,049</u>	<u>18,978,365</u>
Cash fund balance, end of year	<u>\$ 4,082,276</u>	<u>2,721,929</u>	<u>175,161</u>	<u>3,891,074</u>	<u>3,627,592</u>	<u>14,498,032</u>

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -**  
**REGULATORY BASIS - BUDGETED GENERAL FUND**  
**JUNE 30, 2024**

	GENERAL FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues			
Local sources	\$ 5,247,256	5,247,256	5,984,315
Intermediate sources	619,599	619,599	623,460
State sources	23,119,109	23,119,109	23,418,386
Federal sources	6,161,025	9,135,609	10,323,308
Non-revenue receipts			119,664
Total revenues	<u>35,146,989</u>	<u>38,121,573</u>	<u>40,469,133</u>
Expenditures			
Instruction			22,457,243
Support services			17,463,568
Operation of non-instructional services			2,564,196
Other outlays			95,080
Non-categorical	41,024,554	43,999,138	
Total expenditures	<u>41,024,554</u>	<u>43,999,138</u>	<u>42,580,087</u>
Revenues over (under) expenditures	(5,877,565)	(5,877,565)	(2,110,954)
Other financing sources (uses)			
Operating transfers in (out)			(11,926)
Lapsed appropriations			323,668
Estopped warrants			3,923
Total other financing sources (uses)			<u>315,665</u>
Revenue and other sources over (under) expenditures and other uses	(5,877,565)	(5,877,565)	(1,795,289)
Cash fund balance, beginning of year	<u>5,877,565</u>	<u>5,877,565</u>	<u>5,877,565</u>
Cash fund balance, end of year	<u>\$ -</u>	<u>-</u>	<u>4,082,276</u>

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -**  
**REGULATORY BASIS - ALL BUDGETED SPECIAL REVENUE FUNDS**  
**JUNE 30, 2024**

	SPECIAL REVENUE FUNDS		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues			
Local sources	\$ 720,626	720,626	1,962,416
State sources			960,412
Federal sources	1,200,000	1,263,190	1,149,246
Non-revenue receipts			202,273
Total revenues	<u>1,920,626</u>	<u>1,983,816</u>	<u>4,274,347</u>
Expenditures			
Instruction			37,983
Support services			2,704,339
Other outlays			202,273
Non-categorical	<u>3,280,414</u>	<u>3,343,604</u>	
Total expenditures	<u>3,280,414</u>	<u>3,343,604</u>	<u>2,944,595</u>
Revenues over (under) expenditures	(1,359,788)	(1,359,788)	1,329,752
Other financing sources (uses)			
Operating transfers in (out)			11,926
Lapsed appropriations			20,463
Total other financing sources (uses)			<u>32,389</u>
Revenue and other sources over (under) expenditures and other uses	(1,359,788)	(1,359,788)	1,362,141
Cash fund balance, beginning of year	<u>1,359,788</u>	<u>1,359,788</u>	<u>1,359,788</u>
Cash fund balance, end of year	<u>\$ -</u>	<u>-</u>	<u>2,721,929</u>

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -**  
**REGULATORY BASIS - DEBT SERVICE FUNDS**  
**JUNE 30, 2024**

	DEBT SERVICE FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues			
Local sources	\$ 3,914,010	3,914,010	4,087,355
State sources			1,638
Non-revenue receipts			178
Total revenues	<u>3,914,010</u>	<u>3,914,010</u>	<u>4,089,171</u>
Expenditures			
Other outlays			
Debt service	<u>4,043,794</u>	<u>4,043,794</u>	<u>4,043,794</u>
Revenues over (under) expenditures	(129,784)	(129,784)	45,377
Cash fund balance, beginning of year	<u>129,784</u>	<u>129,784</u>	<u>129,784</u>
Cash fund balance, end of year	<u>\$ -</u>	<u>-</u>	<u>175,161</u>

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

**NOTES TO COMBINED FINANCIAL STATEMENTS -  
REGULATORY BASIS**

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies**

The basic financial statements of the Shawnee Public Schools Independent District No. I-93 (the "District") have been prepared in conformity with another comprehensive basis of accounting as prescribed by the Oklahoma State Department of Education. The more significant of the District's accounting policies are described below.

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

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



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*B. Fund Accounting*

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

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into 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 Fund - The special revenue funds are the District's building, co-op and child nutrition funds.

Building Fund - The building fund consists of monies derived 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 the 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.

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*B. Fund Accounting - contd.*

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.

Child Nutrition Fund - The child nutrition fund consists of monies derived from federal and state financial assistance and food sales. This fund is used to account for the various nutrition programs provided to students. The District did not maintain this fund during the 2023-24 Fiscal Year.

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 Funds - 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 (enterprise funds) or to other departments or agencies primarily within the District (internal service funds). The District has no proprietary fund types.

**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. When these assets are held under a trust agreement, either a nonexpendable trust fund or an expendable trust fund is used depending on whether there is an obligation to maintain trust principal. Agency

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FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*B. Fund Accounting - contd.*

funds 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 operations.

Expendable Trust Funds - Expendable trust funds include the gifts fund, medical insurance fund, workers compensation fund and the insurance recovery fund.

Gifts Fund - The gifts 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.

Medical Insurance Fund - The medical insurance fund accounts for revenues and expenditures for all types of self-funded medical insurance coverage.

Workers Compensation Fund - The workers compensation fund accounts for revenues and expenditures for workers compensation claims.

Insurance Recovery Fund - The insurance recovery fund accounts for all types of insurance recoveries, major reimbursements and reserves for property repairs and replacements.

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

**Account Group**

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

General Long-Term Debt Account Group - This account group was established to account for all long-term debt of the District, which is offset by the amount available in the debt service fund and the amount to be provided in future years to complete retirement of the debt principal. It is also used to account for other liabilities (judgments and lease purchases), which are to be paid from funds provided in future years.

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*B. Fund Accounting - contd.*

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

**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, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Inter-fund 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*. This format significantly differs from that required by GASB 34.

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

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

This regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, which requires revenues to be recognized when they become available and measurable, or when they are earned, and expenditures or expenses to be

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*C. Basis of Accounting and Presentation – contd.*

recognized when the related liabilities are incurred for governmental fund types; and, when revenues are earned and liabilities are incurred for proprietary fund types and trust funds.

*D. Budgets and Budgetary Accounting*

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

The District may upon approval by a majority of the electors of the District voting on the question make the ad valorem levy for emergency levy and local support levy permanent.

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

*E. Assets, Liabilities and Fund Balances*

Cash - Cash consists of cash on hand, demand deposit accounts, and interest-bearing checking accounts.

Investments - Investments consist of direct obligations of the United States Government and agencies; certificates of deposit of savings and loan associations, bank and trust companies; savings accounts or savings certificates of savings and loan associations, and trust companies; and warrants, bonds or judgments of the district. 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-regulatory basis.

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*E. Assets, Liabilities and Fund Balances – contd.*

Fixed Assets and Property, Plant and Equipment - This account group is used by governments to account for the property, plant and equipment of the school district. The District's General Fixed Assets at June 30, 2024 were as follows:

<b>Governmental Activities</b>	Balance 7/1/2023	Additions	Disposals	Balance 6/30/2024
Land	\$ 2,808,314			2,808,314
Buildings and Structures	48,121,046	12,445,439	(361,046)	60,205,439
Vehicles	2,687,041			2,687,041
Equipment	2,004,636			2,004,636
Total	55,621,037	12,445,439	(361,046)	67,705,430
Less: acc. depr.	(25,506,340)	(1,752,215)	305,183	(26,953,372)
Capital Assets, net	<u>\$ 30,114,697</u>	<u>10,693,224</u>	<u>(55,863)</u>	<u>40,752,058</u>

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

Encumbrances - Encumbrances represent commitments related to purchase orders, contracts, other commitments for expenditures or resources, and goods or services received by the District for which a warrant has not been issued. An expenditure is recorded and a liability is recognized for outstanding encumbrances at year end in accordance with the regulatory basis of accounting.

Unmatured Obligations - The unmatured obligations represent the total of all annual accruals for both principal and interest, based on the lengths of the bonds and/or judgments, less all principal and interest payments through the balance sheet date in accordance with the regulatory basis of accounting.

Funds Held for School Organizations - Funds held for school organizations represent the funds received or collected from students or other co-curricular 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.



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*E. Assets, Liabilities and Fund Balances – contd.*

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. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Fund Balance – Cash fund balance represents the funds not encumbered by purchase order, legal contracts, outstanding warrants and unmatured obligations.

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 special purposes versus availability of appropriations. An important distinction that is made in reporting fund balance is between amounts that are considered *nonspendable* (i.e., fund balance associated with assets that are not in *spendable form*, such as inventories or prepaid items, long-term portions of loans and notes receivable, or items that are legally required to be maintained intact) 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, 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 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. The School Board is the highest level of decision-making authority of the School District.
- **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



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
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FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*E. Assets, Liabilities and Fund Balances – contd.*

authority to assign amounts to be used for specific purposes. Assigned fund balances includes 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 purpose 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 roll for submission to the county treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first half of taxes are due prior to January 1. The second half is due prior to April 1.

If the first payment is not made timely, the entire tax becomes due and payable on January 2. Second half taxes become delinquent on April 1 of the year following the year of assessment. If not paid 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 interest earnings, 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 were collected within such systems.

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*F. Revenue and Expenditures- contd.*

State Revenues - Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the Districts.

After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the program for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical programs. The State Department of Education requires categorical educational program revenues be accounted for in the general fund.

The aforementioned state revenues are apportioned to the District's 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 pass-through from another government, such as the state.

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*F. Revenue and Expenditures - contd.*

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 co-curricular activities. It may also be provided through some other approved medium, such as television, radio, telephone and correspondence.

Included here are the activities of teacher assistants of any type (clerks, graders, teaching machines, etc.), which assist in the instructional process. The activities of tutors, translators and interpreters would be recorded here. Department chairpersons who teach for any portion of time are included here. Tuition/transfer fees paid to other LEAs would be included here.

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

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

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

Other Outlays/Uses 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) when applicable. Other uses include scholarships provided by private gifts and endowments; student aid and staff awards supported by outside revenue sources (i.e., foundations). Also, expenditure for self-funded employee benefit programs administered either by the District or a third-party administrator.

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**1. Summary of Significant Accounting Policies- contd.**

*F. Revenue and Expenditures - contd.*

Inter-fund Transactions - Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund or expenditure/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 inter-fund 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 inter-fund transfers are reported as operating transfers. An inter-fund transfer of \$11,926 was made from the General Fund to the Co-op Fund as of June 30, 2024.

**2. Deposits and Investments**

Custodial Credit Risk

At June 30, 2024, the District held deposits of approximately \$21,044,658 at financial institutions. The District's cash deposits, including interest-bearing certificates of deposit, are entirely covered by Federal Depository Insurance (FDIC) or direct obligation of the U.S. government insured or collateralized with securities held by the District or by its agent in the District's name.

*Investment Interest Rate Risk*

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Investment Credit Risk*

The District has no policy that limits its investment choices other than the limitation of state law as follows:

- a. Direct obligations of the U.S. Government, its agencies and instrumentalities 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.
- b. 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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**2. Deposits and Investments – cont'd**

- deposits or savings accounts in out-of-state financial institutions.
- c. With certain limitation, negotiable certificates of deposit, prime bankers' acceptances, prime commercial paper and repurchase agreements with certain limitations.
- d. County, municipal or school district tax supported debt obligations, bond or revenue anticipation notes, money judgments, or bond or revenue anticipations notes of public trusts whose beneficiary is a county, municipality or school district.
- e. 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.
- f. Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraphs (a.-d.).

The District did not hold any investments as of June 30, 2024.

**3. 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 can be 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 eight (8) capital leases. Debt service requirements for bonds are payable solely from the fund balance and the future revenues of the debt service fund.

The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2024:

	Bonds Payable	Capital Leases	Totals
Balance, July 1, 2023	\$ 10,615,000	8,180,115	18,795,115
Additions	1,045,000	35,481,393	36,526,393
Retirements	4,015,000	6,824,582	10,839,582
Balance, June 30, 2024	<u>\$ 7,645,000</u>	<u>36,836,926</u>	<u>44,481,926</u>

**INDEPENDENT SCHOOL DISTRICT NO. 1-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**3. General Long-term Debt – contd.**

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

	<u>Amount outstanding</u>
<u>General Obligation Bonds</u>	
Building Bonds, Series 2023, original issue \$6,600,000, interest rate of 5.00%, due in two annual installments beginning 6-1-25, final payment due 6-1-26;	\$ 6,600,000
Building Bonds, Series 2024, original issue \$1,045,000, interest rate of 4.25%, due in one annual installment, payment due 6-1-26;	1,045,000
<u>Capital Leases</u>	
Lease purchase for Score Board with First United Bank and Trust Co original issue \$462,000, dated 6-17-24, interest rate 7.25%, due in annual principal and interest installments of \$109,254 beginning 12-1-24, final payment due 12-1-28;	462,000
Lease purchase for windows with Sovereign Bank, original issue \$239,871, date 12-4-23, due in annual acquisition payments of \$47,974 beginning 12-4-24, final payment due 12-4-28;	239,871
Lease purchase for sports field installation with First United Bank, original issue \$1,297,000, dated 12-4-23, interest rate 6%, due in annual payment principal and interest installments of \$302,516 beginning 8-1-24, final payment 7-31-28;	1,297,000
Lease purchase of an “Energy Efficiency Project” with Sovereign Bank, original issue \$962,522, dated 11-7-23, due in quarterly acquisition payments of \$120,315 beginning 5-26-24, final payment due 2-26-32;	932,443
Lease purchase for vehicles with Vision Bank, original issue \$517,147, dated 1-7-21, interest rate of 2.43%, due in annual principal and interest payments of \$109,370 beginning 1-7-22, final payment due 1-7-26;	\$ 219,624

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
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**3. General Long-term Debt – contd.**

	<u>Amount outstanding</u>
Lease purchase for bus with Vision Bank, original issue \$98,979, dated 9-27-19, interest rate of 3.85%, due in monthly principal and interest installments of \$1,817 beginning 10-27-19, final payment due 9-27-24;	\$ 5,343
Lease purchase for renovations, original issue \$4,000,000, dated 8-29-18, interest rate of 3.88%, due in monthly principal and interest installments beginning 11-15-18, final payment due 6-15-26;	1,160,645
Lease-revenue bonds for construction, original issue \$32,520,000, dated 6-6-24, interest rate of 5.47%, due in annual principal and interest payments beginning 8-15-25, final payment 8-15-34;	<u>32,520,000</u>
Totals	<u>\$ 44,481,926</u>

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

Year ending June 30	Principal	Interest	Total
2025	\$ 3,100,000	374,412	3,474,412
2026	4,545,000	219,413	4,764,413
Total	<u>\$ 7,645,000</u>	<u>593,825</u>	<u>8,238,825</u>

There was \$370,403 in interest paid on long-term debt incurred during the current year.



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
FOR THE YEAR ENDED JUNE 30, 2024**

**3. General Long-term Debt – contd.**

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

Year ending June 30	Principal	Interest	Total
2025	\$ 1,191,266	107,623	1,298,889
2026	2,974,052	2,224,958	5,199,010
2027	2,848,995	1,751,064	4,600,059
2028	3,108,711	1,601,348	4,710,059
2029	3,372,818	1,437,241	4,810,059
2030-2034	18,666,725	4,454,142	23,120,867
2035-2039	4,674,359	255,641	4,930,000
Total	<u>\$ 36,836,926</u>	<u>11,832,017</u>	<u>48,668,943</u>

**4. Employee Retirement System**

Plan Description

The District participates in the state-administered Oklahoma Teachers' Retirement Plan, 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 Teachers' Retirement System of Oklahoma, P.O. Box 53524, Oklahoma City, OK 73152 or by calling (405) 521-2387.

Basis of Accounting

The System's financial statements are prepared using the cash basis of accounting, except for accruals of interest income. Plan member contributions are recognized in the period in which the contributions are made. Benefits and refunds are recognized when paid. The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
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**4. Employee Retirement System – contd.**

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.

GASB Statement 68 became effective for fiscal years beginning after June 15, 2014, and significantly changes pension accounting and financial reporting for governmental employees 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 liability amount is not required to be presented on the financial statements.

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. Beginning, July 1, 2010, the District and State were required to contribute 14.5% of applicable compensation. Contributions received by the System are from a percentage of its revenues from sales taxes, use taxes, corporate income taxes and individual income taxes. The District contributed 9.5% beginning January 1, 2010 and the State of Oklahoma contributed the remaining 5.0% during the year. The District is allowed by the Oklahoma Teacher's Retirement System to make the required contributions on behalf of the participating members. In addition, the District is required to match the retirement paid on salaries that are funded with federal funds.

Annual Pension Cost

The District's portion of the total contributions for 2024, 2023 and 2022 were \$2,439,410, \$2,441,384, and \$2,490,955 respectively.

**5. Contingencies**

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

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
NOTES TO COMBINED FINANCIAL STATEMENTS - REGULATORY BASIS  
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**6. County Sales Tax**

On November 10, 2015, the voters of Pottawatomie County approved a .495 cent sales tax effective July 1, 2016 with a duration of ten years. The sales tax was established for the purpose of providing funding for each of the public school districts in Pottawatomie County and providing funding for a Pottawatomie County One Safe Place Family Justice Center in the following proportion:

- .49 cents for the Pottawatomie County Public School Districts
- .005 cents for the Pottawatomie County One Safe Place Family Justice Center

The sales tax for the Pottawatomie County public school districts is apportioned based on the average daily attendance of each school. These funds are accounted for in the Pottawatomie County School District Sales Tax Fund and are expended on behalf of each school district. The funds are available to be used for operational expenses and each school district must submit vendor invoices to the County for direct payment.

**7. Risk Management**

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

**8. Subsequent Events**

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

**OTHER SUPPLEMENTARY INFORMATION – REGULATORY  
BASIS - COMBINING FINANCIAL STATEMENTS**

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND**  
**BALANCES - REGULATORY BASIS - ALL SPECIAL REVENUE FUNDS**  
**JUNE 30, 2024**

<u>ASSETS</u>	<u>BUILDING FUND</u>	<u>COOP FUND</u>	<u>TOTALS (MEMO ONLY)</u>
Cash	\$ 3,419,093	1,371	3,420,464
Total assets	<u>3,419,093</u>	<u>1,371</u>	<u>3,420,464</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities			
Warrants payable	510,042		510,042
Encumbrances	<u>188,493</u>		<u>188,493</u>
Total liabilities	<u>698,535</u>	<u>-</u>	<u>698,535</u>
Fund balances			
Restricted	<u>2,720,558</u>	<u>1,371</u>	<u>2,721,929</u>
Total liabilities and fund balances	<u>\$ 3,419,093</u>	<u>1,371</u>	<u>3,420,464</u>

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**CASH FUND BALANCES - REGULATORY BASIS - ALL SPECIAL REVENUE FUNDS**  
**JUNE 30, 2024**

	<u>BUILDING FUND</u>	<u>COOP FUND</u>	<u>TOTALS (MEMO ONLY)</u>
Revenues			
Local sources	\$ 1,962,416		1,962,416
State sources	960,412		960,412
Federal sources	1,117,455	31,791	1,149,246
Non-revenue receipts	202,273		202,273
Total revenues	<u>4,242,556</u>	<u>31,791</u>	<u>4,274,347</u>
Expenditures			
Instruction		37,983	37,983
Support services	2,699,976	4,363	2,704,339
Other outlays	202,273		202,273
Total expenditures	<u>2,902,249</u>	<u>42,346</u>	<u>2,944,595</u>
Revenues over (under) expenditures	1,340,307	(10,555)	1,329,752
Other financing sources (uses)			
Operating transfers in (out)		11,926	11,926
Lapsed appropriations	20,463		20,463
Total other financing sources (uses)	<u>20,463</u>	<u>11,926</u>	<u>32,389</u>
Revenue and other sources over (under) expenditures and other uses	1,360,770	1,371	1,362,141
Cash fund balance, beginning of year	<u>1,359,788</u>	<u>-</u>	<u>1,359,788</u>
Cash fund balance, end of year	<u><u>\$ 2,720,558</u></u>	<u><u>1,371</u></u>	<u><u>2,721,929</u></u>

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -**  
**- REGULATORY BASIS - ALL BUDGETED SPECIAL REVENUE FUNDS**  
**JUNE 30, 2024**

	BUILDING FUND			COOP FUND		
	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL
Revenues						
Local sources	\$ 720,626	720,626	1,962,416			
State sources			960,412			
Federal sources	1,200,000	1,200,000	1,117,455		63,190	31,791
Non-revenue receipts			202,273			
Total revenues	<u>1,920,626</u>	<u>1,920,626</u>	<u>4,242,556</u>	<u>-</u>	<u>63,190</u>	<u>31,791</u>
Expenditures						
Instruction						37,983
Support services			2,699,976			4363
Other outlays			202,273			
Non-categorical	<u>3,280,414</u>	<u>3,280,414</u>			63,190	
Total expenditures	<u>3,280,414</u>	<u>3,280,414</u>	<u>2,902,249</u>	<u>-</u>	<u>63,190</u>	<u>42,346</u>
Revenues over (under) expenditures	(1,359,788)	(1,359,788)	1,340,307	-	-	(10,555)
Other financing sources (uses)						
Operating transfers in (out)						11,926
Lapsed appropriations			20,463			
Total other financing sources (uses)			<u>20,463</u>			<u>11,926</u>
Revenue and other sources over (under) expenditures and other uses	(1,359,788)	(1,359,788)	1,360,770	-	-	1,371
Cash fund balance, beginning of year	<u>1,359,788</u>	<u>1,359,788</u>	<u>1,359,788</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash fund balance, end of year	<u>\$ -</u>	<u>-</u>	<u>2,720,558</u>	<u>-</u>	<u>-</u>	<u>1,371</u>



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND**  
**BALANCES - REGULATORY BASIS - ALL CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2024**

	31 BUILDING BOND FUND	33 BUILDING BOND FUND	34 BUILDING BOND FUND	39 BUILDING BOND FUND	TOTALS (MEMO ONLY)
<u>ASSETS</u>					
Cash	\$ 68,202	2,737,692	1,045,000	40,180	3,891,074
Total assets	<u>68,202</u>	<u>2,737,692</u>	<u>1,045,000</u>	<u>40,180</u>	<u>3,891,074</u>
<u>LIABILITIES AND FUND BALANCES</u>					
Fund balances					
Restricted	<u>68,202</u>	<u>2,737,692</u>	<u>1,045,000</u>	<u>40,180</u>	<u>3,891,074</u>
Total liabilities and fund balances	<u>\$ 68,202</u>	<u>2,737,692</u>	<u>1,045,000</u>	<u>40,180</u>	<u>3,891,074</u>

**INDEPENDENT SCHOOL DISTRICT NO. 1-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**CASH FUND BALANCES - REGULATORY BASIS - ALL CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2024**

	31 BUILDING BOND FUND	32 BUILDING BOND FUND	33 BUILDING BOND FUND	34 BUILDING BOND FUND	39 BUILDING BOND FUND	TOTALS (MEMO ONLY)
Expenditures						
Facilities, acquisition & const. services	\$ 943,797	865,000	3,862,308			5,671,105
Total expenditures	<u>943,797</u>	<u>865,000</u>	<u>3,862,308</u>	<u>-</u>	<u>-</u>	<u>5,671,105</u>
Revenues over (under) expenditures	(943,797)	(865,000)	(3,862,308)	-	-	(5,671,105)
Other financing sources (uses)						
Bond sales proceeds				1,045,000		1,045,000
Revenue and other sources over (under) expenditures and other uses	(943,797)	(865,000)	(3,862,308)	1,045,000	-	(4,626,105)
Cash fund balance, beginning of year	<u>1,011,999</u>	<u>865,000</u>	<u>6,600,000</u>	<u>-</u>	<u>40,180</u>	<u>8,517,179</u>
Cash fund balance, end of year	<u>\$ 68,202</u>	<u>-</u>	<u>2,737,692</u>	<u>1,045,000</u>	<u>40,180</u>	<u>3,891,074</u>

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF ASSETS, LIABILITIES AND FUND**  
**BALANCES - REGULATORY BASIS - ALL FIDUCIARY FUND TYPES**  
**JUNE 30, 2024**

	EXPENDABLE TRUST FUNDS		AGENCY FUNDS	
	GIFTS FUND	INSURANCE RECOVERY FUND	ACTIVITY FUNDS	TOTALS (MEMO ONLY)
<u>ASSETS</u>				
Cash	\$ 727,736	3,956,573	473,811	5,158,120
Total assets	<u>727,736</u>	<u>3,956,573</u>	<u>473,811</u>	<u>5,158,120</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities				
Warrants payable	300	152,653		152,953
Encumbrances	1,063	902,701		903,764
Funds held for school organizations			473,811	473,811
Total liabilities	<u>1,363</u>	<u>1,055,354</u>	<u>473,811</u>	<u>1,530,528</u>
Fund Balance				
Restricted	<u>726,373</u>	<u>2,901,219</u>	<u>-</u>	<u>3,627,592</u>
Total Liabilities and Fund Balance	<u>\$ 727,736</u>	<u>3,956,573</u>	<u>473,811</u>	<u>5,158,120</u>

**INDEPENDENT SCHOOL DISTRICT NO. 1-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**CASH FUND BALANCES - REGULATORY BASIS - ALL EXPENDABLE TRUST FUNDS**  
**JUNE 30, 2024**

	<u>GIFTS FUND</u>	<u>INSURANCE REC. FUND</u>	<u>TOTALS (MEMO ONLY)</u>
Revenues			
Local sources	\$ 858,961	12,996,531	13,855,492
Total revenues	<u>858,961</u>	<u>12,996,531</u>	<u>13,855,492</u>
Expenditures			
Instruction	22,772	21,092	43,864
Support services	81,104	1,078,270	1,159,374
Facilities, acquisition & const. services	187,793	11,994,236	12,182,029
Total expenditures	<u>291,669</u>	<u>13,093,598</u>	<u>13,385,267</u>
Revenues over (under) expenditures	567,292	(97,067)	470,225
Other financing sources (uses)			
Lapsed appropriations	1,482	61,836	63,318
Total other financing sources (uses)	<u>1,482</u>	<u>61,836</u>	<u>63,318</u>
Revenue and other sources over (under) expenditures and other uses	568,774	(35,231)	533,543
Cash fund balance, beginning of year	<u>157,599</u>	<u>2,936,450</u>	<u>3,094,049</u>
Cash fund balance, end of year	<u>\$ 726,373</u>	<u>2,901,219</u>	<u>3,627,592</u>

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**REGULATORY BASIS - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Balance July 1, 2023	Additions	Net Transfers	Deletions	Balance June 30, 2024
<b>Assets</b>					
Cash	<u>\$ 473,713</u>	<u>555,972</u>	<u>-</u>	<u>555,874</u>	<u>473,811</u>
<b>Liabilities</b>					
Funds held for student organizations					
Athletics-Football	12,169	6,452	24,788	28,289	15,120
Athletics-Boys Basketball	402	5,310	6,197	11,909	-
Athletics-Girls Basketball	3,413	6,590	6,198	15,122	1,079
Athletics-Swimming	1,047	2,565	826	3,428	1,010
Athletics-Baseball	402	9,767	5,958	14,501	1,626
Athletics-Girls Softball	12,665	825	4,958	7,724	10,724
Athletics-Wrestling	2,604	13,000	6,197	14,310	7,491
Athletics-Boys Tennis	11,336	7,411	2,066	7,661	13,152
Athletics-Girls Tennis	17,780	8,429	2,065	9,084	19,190
Athletics-Boys Track	3,946	100	2,065	2,703	3,408
Athletics-Girls Track	4,761	100	2,066	2,401	4,526
Athletics-Boys Golf	1,481	1,619	1,033	3,954	179
Athletics-Cross Country	4,991	-	1,652	2,343	4,300
Athletics-Boys Soccer	1,154	3,581	2,479	6,086	1,128
Athletics-Girls Volleyball	7,518	13,790	2,479	15,072	8,715
Athletics-Girls Golf	177	1,619	1,032	2,454	374
Athletics-Playoffs	-	41,104	(17,422)	23,682	-
Athletics-Ad Contingency	111,121	69,606	(57,548)	36,968	86,211
Athletics- Girls Soccer	-	2,790	2,479	5,269	-
HS General	3,170	3,614	1,853	4,682	3,955
Shawnee Bands	11,126	46,694	(4,674)	48,977	4,169
HS Yearbook	32,027	7,880	-	17,422	22,485
HS Archery	80	-	(80)	-	-
HS Pom Pom	1,748	-	413	211	1,950
HS Academic Team	261	-	-	-	261
HS Senior Class	914	968	(67)	758	1,057
HS Junior Class	11,412	5,200	-	6,462	10,150
HS Freshman Class	372	122	(494)	-	-
HS Sophomore Class	16	-	(16)	-	-
HS Gifted & Talented	-	1,073	-	917	156
HS Speech/Debate	4,399	-	-	-	4,399
HS Student Council	1,200	2,019	-	1,992	1,227
HS FCCLA	960	1,110	(499)	995	576
HS Spanish Club	209	-	(209)	-	-
HS Cheerleaders	346	-	413	113	646
HS Drama	5,319	14,482	11,427	12,192	19,036
HS FFA	4,147	42,169	(480)	37,563	8,273
HS Youth & Govt Club	459	-	(459)	-	-
HS Honor Society	1,996	490	-	1,039	1,447
HS Botany Club	219	-	(219)	-	-
HS E-Sports	-	450	-	211	239
HS Leadership Class	195	-	(195)	-	-
HS UMD	<u>\$ 259</u>	<u>-</u>	<u>(259)</u>	<u>-</u>	<u>-</u>

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**REGULATORY BASIS - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Balance		Net		Balance
	<u>July 1, 2023</u>	<u>Additions</u>	<u>Transfers</u>	<u>Deletions</u>	<u>June 30, 2024</u>
HS Choral Music	\$ 804	4,479	(1,235)	3,093	955
HS Advanced Placement	5,677	2,728	-	2,597	5,808
HS Art Club	892	-	-	-	892
HS Chemistry Club	32	-	(32)	-	-
HS Robotics	21,601	5,734	(49)	2,925	24,361
HS Teachers Lounge Account	2,837	6,447	-	782	8,502
HS Library Media	213	1,000	-	521	692
HS Native American Club	1,257	2,000	-	2,672	585
HS Musical Production	11,954	-	(11,954)	-	-
HS PSAT	32	306	-	177	161
MS General	172	1,293	3,299	1	4,763
MS English / LA	565	-	(565)	-	-
MS Yearbook	4,434	2,786	-	1,273	5,947
MS Social Studies	36	-	(36)	-	-
MS Geography	1,029	-	(1,029)	-	-
MS Robotics Club	48	238	-	-	286
SMS E-Sports	120	14	-	-	134
MS Chorus	6,809	14,113	(2,598)	14,243	4,081
MS Student Council	1,420	1,376	-	1,003	1,793
MS Special ED	312	-	(312)	-	-
MS Speech/Drama	17,217	7,276	(400)	7,745	16,348
MS Cheerleaders	2,923	11,919	-	8,476	6,366
MS Teachers Lounge	3,091	7,342	-	5,550	4,883
Margins of Excellence	1,420	-	(1,420)	-	-
MS Archery	11	-	(11)	-	-
MS PROS	241	-	-	-	241
MS Art Club	30	400	1	-	431
MS Technology Ed.	-	1,377	(264)	1,105	8
MS Library Media	1,159	3,216	-	3,240	1,135
MS Sixth Grade	2,911	-	-	-	2,911
MS Seventh Grade	1,188	645	-	750	1,083
MS Eighth Grade	761	2,852	(56)	2,303	1,254
Horace Mann Elementary	8,882	20,243	(539)	17,278	11,308
Horace Mann Teachers	503	299	-	406	396
Jefferson Elementary	9,549	45,419	(1,164)	43,142	10,662
Jefferson Teachers Lounge	1,515	-	-	1,294	221
Sequoyah Elementary	6,251	7,049	(20)	4,855	8,425
Sequoyah Teachers Lounge	225	1,486	-	1,195	516
Jim Thorpe Academy	4	-	-	4	-
Jim Thorpe Acad. Teachers	-	-	-	-	-
Will Rogers Elementary	17,396	22,762	(1,492)	24,764	13,902
Will Rogers Teachers Lounge	960	1,275	-	876	1,359
Shawnee ECC	10,425	6,695	(582)	8,214	8,324
Shawnee ECC Teachers	2,837	109	-	1,069	1,877
Jefferson After School	420	2,350	-	2,233	537
ABE Program	1,477	-	-	-	1,477
Horace Mann Parents Org	\$ 34	-	(34)	-	-

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**REGULATORY BASIS - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

	Balance		Net		Balance
	<u>July 1, 2023</u>	<u>Additions</u>	<u>Transfers</u>	<u>Deletions</u>	<u>June 30, 2024</u>
Community Partnerships	\$ 105	650	-	590	165
Steam	221	-	-	-	221
SPS Pup Pack	114	-	-	-	114
Strengthening Families	26	-	-	26	-
Indian Students	96	940	-	96	940
Central Office Acct.	295	-	-	295	-
Central Office Hospitality	3,350	3,175	-	3,025	3,500
Now Account	18,133	21,992	-	7,661	32,464
Refunds & Reimbursements	-	12,568	15,140	27,708	-
Child Nutrition Daily	4,999	1,360	-	1,360	4,999
Transportation Department	284	1,956	-	1,606	634
Special Olympics	8,533	550	-	197	8,886
Teacher of the Year	496	5,965	-	1,747	4,714
MS Health Fair	5,312	-	-	1,121	4,191
MS Math	672	-	(672)	-	-
MS Junior Nat'l Honor Society	510	480	1	162	829
MS FCCLA	1,092	179	-	-	1,271
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>\$ 473,713</u>	<u>555,972</u>	<u>-</u>	<u>555,874</u>	<u>473,811</u>

**INDEPENDENT SCHOOL DISTRICT NO. 1-93, POTTAWATOMIE COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass Through Grantor/Program Title	Federal Award Listing Number	Pass-through Grantor's Project Number	Program or Award Amount	Beginning Balance 7/1/2023	Revenue Collected	Total Expenditures	Ending Balance 6/30/2024
<u>U.S. Department of Education</u>							
<u>Direct Programs:</u>							
Title VII Impact Aid	84.041	591	\$ 320,197	472,297	320,197	134,117	658,377
Title VII Impact Aid	84.041	592	25,319	167,421	25,319		192,740
Title VI-Part A, Indian Education	84.060	561	231,138		135,243	231,138	(95,895)
Title VI-Part A, Indian Education 2022-23	84.060	799		(95,691)	95,691		
<b>Subtotal - Direct Programs</b>			<u>576,654</u>	<u>544,027</u>	<u>576,450</u>	<u>365,255</u>	<u>755,222</u>
<u>Passed Through State Department of Education:</u>							
<u>Title I Cluster:</u>							
Title I-Part A, Improving Basic Programs	84.010	511	1,748,689		1,252,246	1,633,386	(381,140)
Title I-Part A, Improving Basic Programs 2022-23	84.010	799		(866,807)	866,807		
Title I-School Improvement	84.010	515	337,249		215,145	246,278	(31,133)
Title I-Part A, Neglected	84.010	518	6,580		6,580	6,580	
Title I-Part D, Delinquent	84.010	532	20,863		14,361	19,746	(5,385)
Title I-Part D, Delinquent 2022-23	84.010	799		(2,652)	2,652		
Title II-Part A, Teacher & Principal Training Transferability	84.367	541/511	191,205		191,205	191,205	
Subtotal - Title I Programs (Cluster)			<u>2,304,586</u>	<u>(869,459)</u>	<u>2,548,996</u>	<u>2,097,195</u>	<u>(417,658)</u>
Title III- Part A, English Language Acquisition	84.365	572	56,705		28,012	28,012	
Title III- Part A, English Language Acquisition 2022-23	84.365	799		(13,828)	13,828		
Title IV-SSAE Grant	84.424A	552	121,894		93,752	93,752	
Title IV-SSAE Grant 2022-23	84.424A	799		(43,598)	43,598		
Title IV-Part B, 21st Century	84.287	553	345,000		239,731	314,535	(74,804)
Title IV-Part B, 21st Century 2022-23	84.287	799		(97,788)	97,788		
21st Century CLC- Special Projects 2022-23	84.287	799		(110,578)	110,578		
Title V Part B, Subpart 2-Rural and Low Income Schools	84.358B	587	135,304		27,739	52,172	(24,433)
Title V Part B, Subpart 2-Rural and Low Income Schools 2022-23	84.358B	799		(33,724)	33,724		
Title IX, Education for Homeless	84.196	596	81,458		50,564	67,546	(16,982)
Title IX, Education for Homeless 2022-23	84.196	799		(12,728)	12,728		
Project Respect	84.184H	780	113,250		68,672	80,595	(11,923)
<u>* Education Stabilization Funds (Covid19):</u>							
ARP/ESSER School Counselor Grant (Covid19)	84.425U	722	95,000		69,143	94,990	(25,847)
ARP/ESSER School Counselor Grant (Covid19) 2022-23	84.425U	799		(36,233)	36,233		
ARP/ESSER III Student Teacher Stipend (Covid19)	84.425U	725	1,749	3,498	1,749		5,247
ARP/ESSER III Science of Reading (Covid19)	84.425U	726	10,982	53,618	10,982	6,460	58,140
ESSER II (Covid19) 2022-23	84.425D	799		(314,560)	314,560		
ARP/ESSER (Covid19) - GF	84.425U	795	506,562		496,158	506,562	(10,404)
ARP/ESSER (Covid19) - GF 2022-23	84.425U	799		(1,503,983)	1,503,983		
ARP/ESSER (Covid19) - BF	84.425U	795	1,469,893		765,032	1,469,893	(704,861)
ARP/ESSER (Covid19) - BF 2022-23	84.425U	799		(352,423)	352,423		
ARP/ESSER Homeless II (Covid19)	84.425U	797	35,346		12,585	19,818	(7,233)
ARP/ESSER Homeless II (Covid19) 2022-23	84.425U	799		(25,198)	25,198		
Subtotal - Education Stabilization Funds (Covid19)			<u>\$ 2,119,532</u>	<u>(2,175,281)</u>	<u>3,588,046</u>	<u>2,097,723</u>	<u>(684,958)</u>



**INDEPENDENT SCHOOL DISTRICT NO. 1-93, POTTAWATOMIE COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass Through <u>Grantor/Program Title</u>	Federal Award Listing <u>Number</u>	Pass-through Grantor's Project <u>Number</u>	Program or Award <u>Amount</u>	Beginning Balance <u>7/1/2023</u>	Revenue Collected	Total Expenditures	Ending Balance <u>6/30/2024</u>
<i>* Special Education Cluster:</i>							
IDEA-B Staff Development (OSDE)	84.027	613	\$ 380		380	380	
IDEA-B Staff Development (District)	84.027	615	4,445		839	4,414	(3,575)
IDEA-B Staff Development (District) 2022-23	84.027	799		(361)	361		
IDEA-B Certification Reimb.	84.027	616	767		143	143	
IDEA-B Flowthrough	84.027	621	953,622		605,926	927,314	(321,388)
IDEA-B Flowthrough 2022-23	84.027	799		(213,488)	213,488		
ARP/IDEA-B Flowthrough	84.027X	628	26,217		26,217	26,217	
ARP/IDEA-B Flowthrough 2022-23	84.027X	799		(90,854)	90,854		
IDEA-B Preschool	84.173	641	31,681		15,682	26,770	(11,088)
IDEA-B Preschool 2022-23	84.173	799		(7,487)	7,487		
ARP/IDEA-B Preschool	84.027X	643	3,396		3,396	3,396	
Subtotal - Special Education Program (Cluster)			1,020,508	(312,190)	964,773	988,634	(336,051)
<b>Subtotal - Passed Through State Dept of Education</b>			<u>6,298,237</u>	<u>(3,669,174)</u>	<u>7,922,529</u>	<u>5,820,164</u>	<u>(1,566,809)</u>
<u>Passed Through State Department of Career and Technology Education:</u>							
<i>Carl Perkins Programs:</i>							
Carl Perkins Grant	84.048	421	62,330		47,923	60,708	(12,785)
Carl Perkins Grant 2022-23	84.048	799		(19,441)	19,441		
Carl Perkins Supplemental Grant - HGET	84.048	424	50,000		43,185	43,185	
Carl Perkins Supplemental Grant - HGET 2022-23	84.048	799		(16,647)	16,647		
Carl Perkins Supplemental Grant - CPWP	84.048	424	50,000		24,841	24,841	
Carl Perkins Supplemental Grant - CPWP 2022-23	84.048	799		(1,200)	1,200		
Subtotal - Carl Perkins Programs			162,330	(37,288)	153,237	128,734	(12,785)
Adult Basic Education	84.002	731	126,290		11,251	123,756	(112,505)
Adult Basic Education 2022-23	84.002	799		(114,894)	114,894		
TANF	93.558	452	66,630	65,000	63,000	53,351	74,649
<b>Subtotal - Passed Through Dept of Career and Tech Ed.</b>			<u>\$ 355,250</u>	<u>(87,182)</u>	<u>342,382</u>	<u>305,841</u>	<u>(50,641)</u>
<u>U.S. Department of Agriculture:</u>							
<u>Passed Through State Department of Education:</u>							
Fresh Fruit and Vegetable Program	10.582	768		78,393	42,863	39,331	81,925
Child and Adult Care Food Program	10.558	769		949,724	144,843	128,805	965,762
P-EBT Local Funds	10.649	760		6,198			6,198
Emergency Operational Cost Reimb. CACFP	10.558	761		2,736			2,736
<i>Child Nutrition Cluster:</i>							
Cash Assistance:							
Commodity Credit Corp	10.555	759		65,506	82,396	82,396	65,506
National School Lunch Program	10.555	763		13,127	1,412,212	1,562,822	(137,483)
School Breakfast Program	10.553	764		699,806	504,649	334,890	869,565
Summer Food Program	10.559	766		52,489		1,990	50,499
Cash Assistance Subtotal				830,928	1,999,257	1,982,098	848,087
<u>Passed Through State Department of Human Services:</u>							
Non-cash Assistance (Commodities)	10.555	N/A			175,634	175,634	
<b>Subtotal - Child Nutrition Program (Cluster)</b>				<u>830,928</u>	<u>2,174,891</u>	<u>2,157,732</u>	<u>848,087</u>

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass Through Grantor/Program Title	Federal Award Listing Number	Pass-through Grantor's Project Number	Program or Award Amount	Beginning Balance 7/1/2023	Revenue Collected	Total Expenditures	Ending Balance 6/30/2024
<u>Other Federal Assistance:</u>							
CDC - Epidemiology and Lab Capacity 2022-23	93.323	799	\$ -	(253,705)	253,705		
Medicaid - Admin	93.778	697	110,712		110,712		110,712
Medicaid	93.778	698	255,513	257,476	79,813	255,513	81,776
<b>Subtotal - Other Federal Assistance</b>			<u>366,225</u>	<u>3,771</u>	<u>444,230</u>	<u>255,513</u>	<u>192,488</u>
<b>Total Federal Assistance</b>			<u>\$ 7,596,366</u>	<u>(1,340,579)</u>	<u>11,648,188</u>	<u>9,072,641</u>	<u>1,234,968</u>

\* Major federal programs

Note 1 - Commodities received by the District in the amount of \$175,634 were of a non-monetary nature and therefore the total revenue does not agree with the financial statements by this amount. These commodities are reported at fair market value.

Note 2 - There were no amounts passed to subrecipients.

Note 3 - Grantor provides adequate insurance coverage against loss on assets purchased with Federal Awards.

Note 4 - The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Expenditures are reported on the regulatory basis of accounting consistent with the preparation of the combined financial statements. These expenditures are recognized following the cost principles contained in the Uniform Guidance. The District has also elected to not use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 5 - Expenditures under the Title I Program cluster includes \$191,205 in Title II-Part A funds that were transferred to the Title I-Part A program.

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**SCHEDULE OF SURETY BONDS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

<u>BONDING COMPANY</u>	<u>POSITION COVERED</u>	<u>BOND NUMBER</u>	<u>COVERAGE AMOUNT</u>	<u>EFFECTIVE DATES</u>
Liberty Mutual Surety	Superintendent	LSF041281	\$100,000	7/1/2023-7/1/2024
	Treasurer	LSF041281	\$250,000	7/1/2023-7/1/2024
	Business Manager	LSF041281	\$100,000	7/1/2023-7/1/2024
Western Surety Company	Encumbrance Clerk	69629659	\$5,000	2/16/2024-2/16/2025
	Activity Fund Custodian	69629659	\$5,000	2/16/2024-2/16/2025
	Minutes Clerk	69629659	\$5,000	2/16/2024-2/16/2025



**JENKINS & KEMPER**  
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA  
MICHAEL KEMPER, CPA

**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  
Shawnee School District No. I-093  
Shawnee, Oklahoma 74801

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying fund type and account group financial statements-regulatory basis as listed in the Table of Contents, of Shawnee School District No. I-093, Shawnee, Oklahoma, 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 February 26, 2025. This report was adverse with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in the United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts and did not conform to the presentation requirements of the Governmental Accounting Standards Board. However, our report was qualified for the omission of the general fixed asset account group with respect to the presentation of financial statements on the regulatory basis of accounting authorized by the Oklahoma State Board of Education.

**Report on 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 over 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.

**Report on 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*. However, there was one (1) immaterial observation included in a separate letter to management.

**Purpose of This Report**

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

*Jenkins & Kemper, CPAs P.C.*

Jenkins & Kemper  
Certified Public Accountants, P.C.

February 26, 2025





**JENKINS & KEMPER**  
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA  
MICHAEL KEMPER, CPA

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

The Honorable Board of Education  
Shawnee School District No. I-093  
Shawnee, Oklahoma 74801

**Report on Compliance for Each Major Federal Program**

**Opinion on Each Major Federal Program**

We have audited the Shawnee School District No. I-093, Shawnee, Oklahoma's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its 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, Shawnee School District No. I-093, Shawnee, Oklahoma 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* (The 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 Shawnee School District No. I-093, Shawnee, Oklahoma and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of 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 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.

*Jenkins & Kemper, CPAs P.C.*

Jenkins & Kemper  
Certified Public Accountants, P.C.

February 26, 2025

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**JULY 1, 2023 TO JUNE 30, 2024**

**Summary of Auditor's Results**

1. The auditor's report expresses an adverse opinion on the combined financial statements in conformity with generally accepted accounting principles and an unqualified opinion on the combined financial statements in conformity with a regulatory basis of accounting prescribed by the Oklahoma State Department of Education.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Schedule of Findings and Questioned Costs.
3. No instances of noncompliance material to the financial statements of the District were reported during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the "Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with the Uniform Guidance"
5. An unqualified opinion report was issued on the compliance of major federal award programs.
6. The audit disclosed no audit findings and questioned costs, which are required to be reported under the Uniform Guidance.
7. Identification of Major Programs: Education Stabilization Fund (84.425U), and Special Education (84.027,84.027X,84.173) programs, which were each clustered in the determination.
8. The dollar threshold used to determine between Type A and Type B programs was \$750,000.
9. The District did qualify to be a low-risk auditee.

**Findings – Financial Statement Audit**

None.

**Findings and Questioned Costs – Major Federal Award Programs Audit**

None.



**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
DISPOSITION OF PRIOR YEAR'S SCHEDULE OF FINDINGS  
JULY 1, 2023 TO JUNE 30, 2024**

23-01 – Payroll

During the 2022-23 fiscal year, the former superintendent was overpaid unused vacation days in the amount of \$16,559.55. The District reached an agreement with the former superintendent to have the overpayment reimbursed to the District by June 30, 2024. We observed the receipt of \$16,559.55 during the 2023-24 fiscal year.

**INDEPENDENT SCHOOL DISTRICT NO. I-93, POTTAWATOMIE COUNTY  
SCHEDULE OF ACCOUNTANT'S PROFESSIONAL  
LIABILITY INSURANCE AFFIDAVIT  
JULY 1, 2023 TO JUNE 30, 2024**

State of Oklahoma     )  
County of Tulsa        )

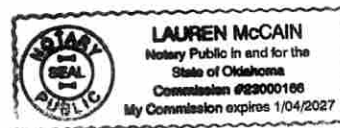
The undersigned auditing firm representative of lawful age, being first duly sworn on oath, says that said firm had in full force and effect Accountant's Professional Liability Insurance in accordance with the "Oklahoma Public School Audit Law" at the time of audit contract and during the entire audit engagement with Shawnee School District for the audit year 2023-24.

Jenkins & Kemper, CPAs, P.C.  
AUDITING FIRM

BY   
AUTHORIZED AGENT

Subscribed and sworn to before me on this  
27<sup>th</sup> day of February, 2025

  
NOTARY PUBLIC





**JENKINS & KEMPER**  
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA  
MICHAEL KEMPER, CPA

February 26, 2025

Shawnee Public Schools  
Attn: Mr. Tristan Wyatt  
326 N. Union Ave.  
Shawnee, OK 74801

Dear Mr. Wyatt:

Listed below are management recommendations from the final audit work we performed for you. Please review them carefully along with the copy of your audit report. We will email a copy of the audit report to the State Department of Education, Oklahoma State Auditor and Inspector's Office and the Federal Clearinghouse within 30 days after the presentation of your audit. If you have questions or desire additional information, please call us so that any discrepancies may be resolved.

The following section contains recommendations relayed to management that are immaterial observations which are not included in the audit report. These comments require a written response from your office to be included in the copy of the audit report that we send to the State Department of Education.

During the audit, we observed that \$60,707.74 in expenditures under the Carl Perkins Program were claimed and reimbursed, however the District reported \$61,809.17 in expenditures in the OCAS data submission, a difference of \$1,101.43. We recommend the District prepare a reconciliation of federal revenues and expenditures prior to certifying the OCAS data submission to ensure the proper amount of federal expenditures are reported to the Oklahoma State Department of Education.

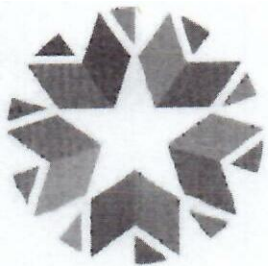
We take this opportunity to thank you and your professional staff for the outstanding cooperation and invaluable assistance you gave us during our recent onsite audit work.

Sincerely,

*Jenkins & Kemper, CPAs P.C.*

Jenkins & Kemper  
Certified Public Accountants, P.C.





# OKLAHOMA Education

Audit Acknowledgement

Audit Year: 2023-2024

District Name Shawnee Public School

District Number 1-93

County Name Pottawatomie

County Code 63

The annual independent audit was presented to the Board of Education in a meeting conducted in accordance with the Open Meeting Act 25 O.S. Section 301-314 on March 3<sup>rd</sup>, 2025.

Date of Meeting

The audit was presented by Jenkins & Kemper, CPAs P.C.

JW CW

(Independent Auditor)

(Independent Auditor's Signature)

The School Board acknowledges that as the governing body of the district, responsible for the district's financial and compliance operations, the audit findings and exceptions have been presented to them.

A copy of the audit, including this acknowledgement form, will be sent to the State Board of Education and the State Auditor and Inspector within 30 days from its presentation, as stated in 70 O.S. § 22-108:

"The district board of education shall forward a copy of the auditor's opinions and related financial statements to the State Board of Education and the State Auditor and Inspector within thirty (30) days after receipt of the audit."

Signature of the Board of Education:

Superintendent

Board of Education President

Board of Education Member

Board of Education Vice President

Board of Education Member

Board of Education Member

Board of Education Member

Board of Education Member

Subscribed and sworn before me on 3-3-25

My Commission expires 7/12/25

Wendy Tucker

(Notary Public)

WENDY TUCKER  
NOTARY PUBLIC - STATE OF OKLAHOMA  
MY COMMISSION EXPIRES JUL. 12, 2025  
COMMISSION # 17006363

Updated 7/2024



# SHAWNEE PUBLIC SCHOOLS

326 NORTH UNION AVENUE | SHAWNEE, OKLAHOMA 74801-7099 | (405) 273-0653

March 17, 2024

To: Kelly Freeman, SDE OCAS Financial Specialist

Jeff Jenkins of Jenkins and Kemper, CPA

Michael Kemper of Jenkins and Kemper, CPA

The following Corrective Action Plan addresses the one management suggestion reported in the FY24 audit of our District. The audit was compiled by Jenkins and Kemper, CPA and presented to the Shawnee Public Schools Board of Education at the Board's open public meeting on March 3rd, 2025. The highlighted text indicates the timelines in place for these corrective actions.

## Management Recommendations

We have reviewed the management recommendations that were provided from the final audit work performed for our District for FY24. Specifically, the following item was brought to our attention:

*During the audit, the Carl Perkins program was observed to have \$60,707.74 in expenditures that were claimed and reimbursed, however the District reported \$61,809.17 in expenditures in the OCAS data submission, a difference of \$1,101.43.*

## Corrective Action:

Regarding the excess expenditures in Project 421: This amount represents expenditures that were not included in any of our claims. In order to avoid this type of error in the future, we will perform a reconciliation of Carl Perkins claims to expenditures reported in the District's OCAS data submission prior to certifying the submission to ensure the correct amount of Carl Perkins expenditures are reported to the Oklahoma State Department of Education. This reconciliation will occur on May 1st and prior to submission of our final claim, which generally occurs before June 30 of each fiscal year.

Tristan Wyatt - CFO

Shawnee Public Schools

326 N Union Ave

Shawnee OK, 74801