



# CAHILL BAUER & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

December 13, 2019

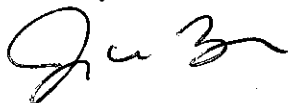
Kayla Casey, Business Manager  
Leola School District No. 44-2  
Leola, SD 57456

Dear Kayla,

Please find enclosed two bound audit reports for the Leola School District No. 44-2 for the Year Then Ended June 30, 2019, one each for the Business Manager and the Chairman of the Board. Also, our communications with those in charge of governance letter and our significant deficiency findings letter for June 30, 2019 are enclosed.

If you have any questions regarding these documents, please feel free to contact our office.

Sincerely,



Jason W. Bauer, CPA, PFS, CGMA

JWB/TJW/klr

Enclosure:

1. Audit Report for the Year Then Ended June 30, 2019 (2 bound copies)
2. Communication with Those in Charge of Governance Letter
3. Significant Deficiency Findings Letter

*Jason W. Bauer, CPA, CGMA, PFS • bauer@cabillbauer.com*

P.O. Box 669 • Mobridge, SD 57601-0669 • Fax (605) 845-2517 • Phone (605) 845-2927 • Toll Free 1-800-244-8436

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS



# CAHILL BAUER & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

To the School Board and  
Business Manager of  
Leola School District No. 44-2  
McPherson County South Dakota

In planning and performing our audit of the financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of Leola School District No. 44-2 as of and for the year ended June 30, 2019, in accordance with auditing standards generally accepted in the United States of America, we considered Leola School District No. 44-2's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Leola School District No. 44-2's internal control. Accordingly, we do not express an opinion on the effectiveness of Leola School District No. 44-2's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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. We consider the following deficiencies in internal control to be material weaknesses:

1. The Leola School District No. 44-2 does not have an internal control designed to provide for the preparation of the annual financial statements being audited, including required footnotes and disclosures, in accordance with generally accepted accounting principles. As auditors, we were requested to draft the financial statements.
2. A material weakness was reported for a lack of segregation of duties over revenue and expenditures, which could result in errors not being found in a timely manner.
3. A material weakness was reported for internal control system failing to identify material misstatements.
4. A material weakness was reported for internal control system failing to identify miscalculations of payroll deductions.

This communication is intended solely for the information and use of management, School Board, and others within Leola School District No. 44-2, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Cahill Bauer*

Cahill Bauer & Associates, LLC  
Mobridge, SD  
November 12, 2019

*Jason W. Bauer, CPA, CGMA, PFS • bauer@cabillbauer.com*

P.O. Box 669 • Mobridge, SD 57601-0669 • Fax (605) 845-2517 • Phone (605) 845-2927 • Toll Free 1-800-244-8436

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS



# CAHILL BAUER & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

November 12, 2019

To the Board of Directors  
Leola School District No. 44-2  
McPherson County, South Dakota

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Leola School District No. 44-2 for the year ended June 30, 2019. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated April 26, 2019. Professional standards also require that we communicate to you the following information related to our audit.

## Significant Audit Matters

### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Leola School District No. 44-2 are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2019. We noted no transactions entered into by Leola School District No. 44-2 during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The financial statement disclosures are neutral, consistent, and clear.

### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

*Jason W. Bauer, CPA, CGMA, PFS • bauer@cabillbauer.com*

P.O. Box 669 • Mobridge, SD 57601-0669 • Fax (605) 845-2517 • Phone (605) 845-2927 • Toll Free 1-800-244-8436

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

### *Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated November 12, 2019.

### *Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Leola School District No. 44-2's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

### *Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Leola School District No. 44-2's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

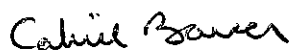
### Other Matters

We applied certain limited procedures to Budgetary Comparison Schedules, Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset), and Schedule of the School District Contributions, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

### Restriction on Use

This information is intended solely for the information and use of the Board of Education and management of Leola School District No. 44-2 and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



Cahill Bauer & Associates, LLC



427 SOUTH CHAPELLE  
C/O 500 EAST CAPITOL  
PIERRE SD 57601-5070  
(605) 773-3595

MARTIN L. GUINDON, CPA  
AUDITOR GENERAL

December 20, 2019

Kayla Casey, Business Manager  
Leola School District No. 44-2  
PO Box 350  
Leola, SD 57456-0350

We have reviewed and accepted your audit report on the:

Leola School District  
(For the Fiscal Year Ended June 30, 2019)

Our review was limited to the report and did not include a review of the working papers.

Please present a copy of this letter to the governing board to indicate our acceptance of the audit report.

Yours very truly,

Martin L. Guindon, CPA  
Auditor General

MLG:sld

cc: Cahill Bauer & Associates, LLC  
Certified Public Accountants  
PO Box 669  
Mobridge, SD 57601-0669

**ORIGINAL**  
To be mailed to  
**Financial**  
**Institution's**  
**Name and**  
**Address**

Cortrust Bank  
PO Box 140  
Leola, SD 57456

**LEOLA SCHOOL DISTRICT 44-2**  
CUSTOMER NAME

We have provided to our accountants the following information as of the close of business on **June 30, 2019**, regarding our deposit and loan balances. Please confirm the accuracy of the information, noting any exceptions to the information provided. If the balances have been left blank, please complete this form by furnishing the balance in the appropriate space below.\* Although we do not request nor expect you to conduct a comprehensive, detailed search of your records, if during the process of completing this confirmation additional information about other deposit and loan accounts we may have with you comes to your attention, please include such information below. Please use the enclosed envelope to return the form directly to our accountants.

1) At the close of business on the date listed above, our records indicated the following deposit balance(s):

ACCOUNT NAME	ACCOUNT NO.	INTEREST RATE	BALANCE*
Checking	530600727		
Checking	530600815		
Checking	530085286		
CD	530011681		
CD	530004461		
CD	530008303		
CD	530008486		

2) We were directly liable to the financial institution for loans at the close of business on the date listed above as follows:

ACCOUNT NO./ DESCRIPTION	BALANCE*	DUE DATE	INTEREST RATE	DATE THROUGH WHICH INTEREST IS PAID	DESCRIPTION OF COLLATERAL

*Karla Cox*  
(Customer's Authorized Signature)

8/11/19  
(Date)

The information presented above by the customer is in agreement with our records. Although we have not conducted a comprehensive, detailed search of our records, no other deposit or loan accounts have come to our attention except as noted below.

\_\_\_\_\_  
(Financial Institution Authorized Signature)  
\_\_\_\_\_  
(Title)

\_\_\_\_\_  
(Date)

EXCEPTIONS AND/OR COMMENTS

Please return this form directly to our accountants:

Cahill Bauer & Associates, LLC  
PO Box 669  
Mobridge, SD 57601

\* Ordinarily, balances are intentionally left blank if they are not available at the time the form is prepared.

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

A SCHOLARSHIPS

6010 OPEN FUND

DEB WEISZHAAR

### Receipts

Date	Receipt	Deposit From	Description	Amount
11/30/2018	077053	LHS Checking	PR Deductions	1,446.72

### Expenditures

Date	PO Number	Check Vendor	Description	Amount
07/20/2018	07202018	009010 AFLAC	Premiums - Nola, KC, Sheila, Katie,	1,013.16
07/20/2018	07202018	009016 DELTA DENTAL PLAN OF SD	Premiums - Sheila, Wendi	266.32
07/20/2018	07202018	009018 OPTILEGRA	Para Premiums - Katie	17.04
08/27/2018	08202018	009031 DELTA DENTAL PLAN OF SD	PRINSSheila	133.16
08/27/2018	08202018	009032 OPTILEGRA	PRInsuranceKatie	17.04

Expenditures Total: 1,446.72

### Activity and Budget Totals

Beginning Balance	0.00
Receipts	1,446.72
Expenditures	1,446.72
Adjustments	0.00
Cash Balance	0.00
Outstanding POs	0.00
Unencumbered Balance	0.00

ALL Data

# Activity Detail Report

Date Range: 07/01/2018 thru 06/30/2019

Arranged by:  
Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

A SCHOLARSHIPS

6020 JEAN SCHOLARSHIP

PAMELA FAUTH

### Receipts

Date	Receipt	Deposit From	Description	Amount
08/21/2018	075570	Traci Kappes	Means by Jeans	29.00
08/21/2018	075571	Jackie Bender	Means by Jeans	29.00
08/21/2018	075572	Pam Fuath	Means by Jeans	29.00
08/21/2018	075573	Kristy Jarrott	Means by Jeans	29.00
08/21/2018	075574	Denise Brandner	Means by Jeans	29.00
08/21/2018	075575	Kim Hill	Means by Jeans	29.00
08/21/2018	075576	Brody Meier	Means by Jeans	29.00
08/22/2018	075578	Cutler	Means by Jeans	29.00
08/23/2018	075579	Leah DeMent	Means by Jeans	29.00
08/24/2018	075580	Mueller	Means by Jeans	29.00
08/24/2018	075581	KC	Means by Jeans	29.00
08/24/2018	075582	Nancy Kindelspire	Means by Jeans	29.00
08/30/2018	075586	Rachel Lynch	Means by Jeans	29.00
09/06/2018	075591	Bev Myer	Means by Jeans	29.00
09/06/2018	075593	Wendi Hatlewick	Means by Jeans	29.00
09/17/2018	077002	Dian Waltman	Means by Jeans	30.00
11/28/2018	077050	VT	Means by Jeans & Track Shirts	29.00
01/11/2019	077066	Katie MOser	Means by Jeans	29.00

Receipts Total: 523.00

### Activity and Budget Totals

Beginning Balance	1,589.06
Receipts	523.00
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>2,112.06</u>
Outstanding POs	0.00
Unencumbered Balance	<u>2,112.06</u>



ALL Data

# Activity Detail Report

Arranged by:  
Group ID, Activity Number

Date Range: 07/01/2018 thru 06/30/2019

<u>Group ID and Description</u>	<u>Activity Number and Name</u>	<u>Reporting ID and Description</u>	<u>Sponsor</u>
---------------------------------	---------------------------------	-------------------------------------	----------------

**A SCHOLARSHIPS**

**Group Totals**

Beginning Balance	1,589.06
Receipts	1,969.72
Expenditures	1,446.72
Adjustments	0.00
Cash Balance	<u>2,112.06</u>
Outstanding POs	0.00
Unencumbered Balance	<u>2,112.06</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**B CLASSES**

**6080 CLASS ACCOUNTS**

**PAMELA FAUTH**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
08/24/2018	075583	Juniors	Concessions	515.50
09/07/2018	075592	Val Geffre	Concessions	901.25
09/12/2018	075598	Val Geffre	Concessions	798.25
09/17/2018	077001	Val Geffre	Concessions	1,015.25
09/24/2018	077004	Juniors	Concessions	2,077.75
10/01/2018	077009	Val	Concessions	915.00
10/12/2018	077018	Kim Hill	Concession GC	25.00
10/22/2018	077023	Val	Concessions	581.92
10/30/2018	077029	Val	Concessions	578.00
11/05/2018	077031	Leola Athletic Association	Concession Food	16.00
11/05/2018	077033	Val Geffre	Concessions	2.00
11/14/2018	077038	4H	Concessions	32.00
01/09/2019	077065	Val Geffre	Concessions	511.75
01/15/2019	077068	Val	Concessions	1,680.00
01/17/2019	077070	Jrs	Concession	50.00
01/25/2019	077073	KC	\$2 bill, receipted as \$1	1.00
02/01/2019	077075	Val	Concessions	1,293.25
02/19/2019	077085	Val	Concessions	569.38
02/27/2019	077088	Val	Concessions	626.25
03/11/2019	077089	040419 Bev Myer	Concessions	10.00
03/12/2019	077092	4419 KC	Concessions	30.00
05/14/2019	077104	McPherson Co. Sharpshooters	Concession Food	32.00
05/17/2019	077106	Audree Berreth	Graduation Flowers	16.50
06/04/2019	077113	Seniors	Flowers for Graduation	35.75
06/19/2019	077117	Pepsi	Reimburse for Concessions	1,195.31
<b>Receipts Total:</b>				<b>13,509.11</b>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
09/06/2018	09062018	009040 PEPSI-COLA	Water Machine/Concession	844.71
09/13/2018	09132018	009046 CWD	Concession Food	736.74
10/09/2018	10092018	009084 CWD	Concessions	1,759.67
10/09/2018	10092018	009087 PEPSI-COLA	Concession	296.38
10/09/2018	10092018	009090 TEN - 45 GROCERY	Concession Supplies	41.44
11/15/2018	11142018	009135 CWD	Concessions	111.28
11/15/2018	11142018	009136 G's CONVENIENCE	STUCO & Jr. Class Concessions	183.21
11/15/2018	11142018	009139 PEPSI-COLA	Concessions	167.36
12/21/2018	12212018	009180 CHANHASSEN DINNER THEATRE	Jr./Sr. Trip Chanhassen Dinner Theater	844.22
01/07/2019	1719	009190 PEPSI-COLA	Concessions	211.70
01/18/2019	01182019	009195 CORTRUST BANK	Timberwolves tickets, target, amazon,	1,828.99
02/01/2019	2119	009209 BLOOMINGTON FAIRFIELD INN &	Jr./Sr. Trip Hotel	1,074.19
02/01/2019	34931913	009213 PEPSI-COLA	Concessions	446.60
02/06/2019	2916	009217 CWD	Concessions	1,492.65
02/06/2019	2-6-19	009222 PEPSI-COLA	Concessions/Vending Machines	66.99
02/18/2019	21819	009231 KESSLERS GROCERY	Concessions	98.09

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**B CLASSES**

**6080 CLASS ACCOUNTS**

**PAMELA FAUTH**

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
02/18/2019	02182019	009234 TEN - 45 GROCERY	Supplies	1.89
03/12/2019	03122019	009248 CWD	Concessions	240.35
03/12/2019	03122019	009249 FlyOver America Ltd.	Class Trip	148.38
03/12/2019	03122019	009253 SEA LIFE AT MALL OF AMERICA	Class Trip	155.70
03/28/2019	03282019	009258 LEOLA SCHOOL	Jr/Sr Trip meals/fees	1,552.00
04/13/2019	20104	009267 MINNESOTA HISTORICAL SOCIETY	Mill City Museum Tour	84.00
04/15/2019	04152019	009277 CORTRUST BANK	Credit Card Expenses	446.01
05/06/2019	05062019	009301 FAIRFIELD INN & SUITES	Class Trip Lodging	540.56
05/11/2019	05112019	009310 SUSIE BERRETH	Reimburse for Graduation Supplies	65.10
05/15/2019	05132019	009316 CORTRUST BANK	Jr/Sr Trip and STEAM ROOM	631.14
05/24/2019	05242019	009339 PETAL PUSHERS	Graduation Flowers	192.50
Expenditures Total:				14,261.85

**Adjustments**

Date	Description	Amount
10/09/2018	Clear out Cheerleading Account	3.00
10/09/2018	Combine Class Accounts	70.85
Adjustments Total:		73.85

**Activity and Budget Totals**

Beginning Balance	4,880.50
Receipts	13,509.11
Expenditures	14,261.85
Adjustments	73.85
Cash Balance	4,201.61
Outstanding POs	0.00
Unencumbered Balance	4,201.61

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**B CLASSES**

**Group Totals**

Beginning Balance	4,880.50
Receipts	13,509.11
Expenditures	14,261.85
Adjustments	73.85
Cash Balance	<u>4,201.61</u>
Outstanding POs	0.00
Unencumbered Balance	<u>4,201.61</u>

# Activity Detail Report

ALL Data

Date Range: 07/01/2018 thru 06/30/2019

Arranged by:  
Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6000 After School Program**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
09/12/2018	075597	Leah Rath	After School Program	200.00
09/24/2018	077007	CorTrust Bank	After School Snack Donation	500.00
02/13/2019	077082	Leah Rath - John Daly Memorial	After School Supplies	44.72
Receipts Total:				744.72

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
11/15/2018	11142018	009137 KIM HILL	After School Program Snacks	56.18
11/27/2018	11272018	009147 KIM HILL	After School Snack Reimbursement	49.52
12/11/2018	12112018	009161 KIM HILL	Reimburse for After School snacks	67.05
01/07/2019	1719	009187 KIM HILL	Reimburse for After School Snack	23.20
01/18/2019	11819	009196 KIM HILL	After School Snack	72.05
02/01/2019	2119	009212 KIM HILL	Reimburse for After School Snack	36.31
02/06/2019	2-6-19	009220 KIM HILL	After School Snacks	62.09
03/01/2019	312019	009240 KIM HILL	After School Snack	68.63
03/08/2019	3819	009245 KIM HILL	After School	23.22
03/12/2019	03122019	009247 CORTRUST BANK	Credit Card Purchases	44.72
03/22/2019	03219	009255 KIM HILL	Reimburse for After School Snack	20.35
03/22/2019	032219	009255 KIM HILL	Riemburse for After School Snack	20.35
04/13/2019	04132019	009263 KIM HILL	Reimburse for After School	93.71
05/01/2019	032219	009255 KIM HILL	Riemburse for After School Snack	-20.35
05/06/2019	05062019	009302 KIM HILL	Reimburse for snack	25.21
Expenditures Total:				642.24

**Activity and Budget Totals**

Beginning Balance	0.00
Receipts	744.72
Expenditures	642.24
Adjustments	0.00
Cash Balance	102.48
Outstanding POs	0.00
Unencumbered Balance	102.48

ALL Data

# Activity Detail Report

Date Range: 07/01/2018 thru 06/30/2019

Arranged by:  
Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

6040 L-CLUB

HOLLY MUELLER

**Receipts**

Date	Receipt	Deposit From	Description	Amount
07/12/2018	075558	Dana	Pop Machine	35.25
09/06/2018	075590	Dana Leibel	Water Machine	304.86
11/08/2018	077037	Dana Leibel	Water Machine Money	232.45
01/15/2019	077067	Dana	Water Machine Revenue	126.65
04/09/2019	077097	Dana	Water Machine	157.25
05/07/2019	077102	Kayla Casey	Juice	22.33
05/15/2019	077105	Dana	Water Machine	141.30
Receipts Total:				1,020.09

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
09/06/2018	09062018	009040 PEPSI-COLA	Water Machine/Concession	255.16
10/10/2018	10102018	009094 PEPSI-COLA	Water Machine	653.30
10/24/2018	10242018	009118 PEPSI-COLA	Water Machine	157.18
12/11/2018	12112018	009165 PEPSI-COLA	Water Machine	70.01
02/06/2019	2-6-19	009222 PEPSI-COLA	Concessions/Vending Machines	81.74
03/01/2019	312019	009243 PEPSI-COLA	Vending Machine	133.98
Expenditures Total:				1,351.37

**Activity and Budget Totals**

Beginning Balance	724.86
Receipts	1,020.09
Expenditures	1,351.37
Adjustments	0.00
Cash Balance	393.58
Outstanding POs	0.00
Unencumbered Balance	393.58

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6050 STUDENT COUNCIL**

**PAMELA FAUTH**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
08/08/2018	075562	Traci Kappes	Student Council	10.00
10/04/2018	077012	Traci Kappes	STUCO	5.00
10/10/2018	077015	Traci Kappes	STUCO	12.00
02/11/2019	077079	Traci	STUCO	417.30
02/26/2019	077086	Traci	STUCO	10.50
03/21/2019	077094	4419 Traci	Student Council Penny Wars	89.82
<b>Receipts Total:</b>				<b>544.62</b>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
09/13/2018	09132018	009045 CARDMEMBER SERVICES	Reimburse for STUCO Supplies	43.13
10/09/2018	10092018	009085 TRACI KAPPES	Reimburse for STUCO Supplies	39.95
11/15/2018	11142018	009136 G's CONVENIENCE	STUCO & Jr. Class Concessions	49.00
11/15/2018	11142018	009142 WAL-MART	Peer Helpers/Student Council Supplies	96.90
12/11/2018	12112018	009163 LEOLA SCHOOL DISTRICT	Student Council Supplies	25.58
02/18/2019	21819	009235 WAL-MART	STUCO supplies	13.45
03/12/2019	031220109	009252 RUNNINGS SUPPLY INC.	Supplies	23.16
03/12/2019	03122019	009254 WAL-MART	Valentine's Fundraiser	310.40
05/15/2019	05132019	009326 WAL-MART	Student Council Supplies	30.78
<b>Expenditures Total:</b>				<b>632.35</b>

**Activity and Budget Totals**

Beginning Balance	797.44
Receipts	544.62
Expenditures	632.35
Adjustments	0.00
Cash Balance	709.71
Outstanding POs	0.00
Unencumbered Balance	709.71

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6100 BAND ACTIVITIES**

**NANCY KINDELSPIRE**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
08/14/2018	075566	Rushmore Music Camp	Refund	465.00
09/04/2018	075588	Christy Westphal	INstrument Rental	60.00
09/10/2018	075595	AMerican Legion	Donation	150.00
09/13/2018	075600	Counter Productions Inc	Foreigner Concert	500.00
11/11/2018	077030	Nancy Kindelspire	INstrument Rent/Shirts	612.50
01/17/2019	077071	Ashlin Schaible	Music	22.60
02/05/2019	077077	Nancy	Music FUnraiser	668.90
05/06/2019	077100	Nancy Kindelspire	Pizza Fundraiser	4,336.25
05/24/2019	077110	Nancy Kindelspire	Music Fundraiser	628.90

Receipts Total: 7,444.15

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
09/06/2018	09062018	009042 TAYLOR MUSIC	Band Supplies	94.68
09/13/2018	09132018	009053 TAYLOR MUSIC	Supplies	21.43
10/09/2018	10092018	009089 TAYLOR MUSIC	Repairs	55.00
11/15/2018	11142018	009141 TAYLOR MUSIC	Repairs/Supplies	72.77
12/11/2018	12112018	009164 LEOLA SCHOOL	Cash	70.00
01/18/2019	11819	009198 JW PEPPER	Music	42.74
01/18/2019	11819	009201 TAYLOR MUSIC	Repairs	95.00
01/18/2019	11819	009202 THE GRAPHIC EDGE	Band T-shirts	398.50
02/01/2019	2123445	009214 TAYLOR MUSIC	Supplies	29.98
02/18/2019	21819	009227 CORTRUST BANK	CC Expenses	268.27
02/18/2019	21819	009230 JW PEPPER	HS Choir Supplies	63.00
03/01/2019	3119	009239 HANNAH HEPPERLE	Choreography	291.90
03/12/2019	03122019	009247 CORTRUST BANK	Credit Card Purchases	77.33
04/13/2019	04132019	009264 JW PEPPER	Music	122.96
04/13/2019	04132019	009274 TAYLOR MUSIC	Music/Band Repairs	255.61
04/15/2019	04152019	009277 CORTRUST BANK	Credit Card Expenses	59.58
04/15/2019	04152019	009279 RHONDA STROUCKEL	Music Contest Judge	136.20
04/26/2019	04262019	009296 NANCY KINDELSPIRE	Rimburse for Supplies	19.15
05/06/2019	05062019	009304 LITTLE CAESARS PIZZA KITS	Pizza Fundraiser	1,212.00
05/11/2019	05112019	009312 MAE JENKINS-MOORE	Music Camp REgistration	48.00
05/15/2019	05132019	009324 RUSHMORE MUSIC CAMP	Music Camp	1,665.00
05/20/2019	05062019	009304 LITTLE CAESARS PIZZA KITS	Pizza Fundraiser	-1,212.00
05/20/2019	05202019	009334 LITTLE CAESARS PIZZA KITS	Pizza Fundraiser	2,979.00

Expenditures Total: 6,866.10

**Activity and Budget Totals**

Beginning Balance	2,760.18
Receipts	7,444.15
Expenditures	6,866.10
Adjustments	0.00
Cash Balance	<u>3,338.23</u>
Outstanding POs	0.00



ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

<u>Group ID and Description</u>	<u>Activity Number and Name</u>	<u>Reporting ID and Description</u>	<u>Sponsor</u>
---------------------------------	---------------------------------	-------------------------------------	----------------

C CLUBS

6100 BAND ACTIVITIES

NANCY KINDELSPIRE

**Activity and Budget Totals**

Unencumbered Balance	<u>3,338.23</u>
----------------------	-----------------

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6110 PEER HELPERS**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
02/11/2019	077080	Traci	Peer Helpers	158.00
02/26/2019	077087	Traci	Peer Helpers	10.50
Receipts Total:				168.50

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
10/09/2018	10092018	009091 WAL-MART	Peer Helpers Supplies	44.78
11/15/2018	11142018	009142 WAL-MART	Peer Helpers/Student Council Supplies	25.71
03/12/2019	03122019	009254 WAL-MART	Valentine's Fundraiser	69.90
Expenditures Total:				140.39

**Activity and Budget Totals**

Beginning Balance	295.87
Receipts	168.50
Expenditures	140.39
Adjustments	0.00
Cash Balance	323.98
Outstanding POs	0.00
Unencumbered Balance	323.98

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

6111 NCLB ACCT

### Activity and Budget Totals

Beginning Balance	160.29
Receipts	0.00
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>160.29</u>
Outstanding POs	<u>0.00</u>
Unencumbered Balance	<u>160.29</u>

# Activity Detail Report

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

6112 OPEN

**Receipts**

Date	Receipt	Deposit From	Description	Amount
10/04/2018	077010	Val	Track Shirts	83.60
11/14/2018	077039	LHS	Reimburse imprest, FBLA chaperone,	153.48
11/26/2018	077047	Dana Leibel	Secret Pal Shirt	20.22
11/28/2018	077050	VT	Means by Jeans & Track Shirts	52.66
06/19/2019	077118	Boosters	HOBY	200.00
Receipts Total:				<u>509.96</u>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
12/11/2018	12112018	009158 CORTRUST BANK	Grocery Receipts - Grassland, Dana's	20.22
01/18/2019	01182019	009195 CORTRUST BANK	Timberwolves tickets, target, amazon,	450.00
Expenditures Total:				<u>470.22</u>

**Activity and Budget Totals**

Beginning Balance	-237.08
Receipts	509.96
Expenditures	470.22
Adjustments	0.00
Cash Balance	<u>-197.34</u>
Outstanding POs	0.00
Unencumbered Balance	<u>-197.34</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6113 GIRLS VOLLEYBALL**

**HOLLY MUELLER**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
09/05/2018	075589	Holly Mueller	Volleyball Apparel Orders	509.00
09/20/2018	077003	FHS	Vball Apparel	598.00
10/12/2018	077019	Will Goeshel	Vball Wedding Servers	100.00
10/22/2018	077021	Holly Mueller	Vball Bake Sale	321.75
11/16/2018	077043	Meza Myer	Vball clothes	114.00
11/28/2018	077051	KC	Vball apparel	57.00
<b>Receipts Total:</b>				<u>1,699.75</u>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
10/19/2018	10192018	009114 LEOLA SCHOOL	Cash for bakesale	150.00
02/06/2019	2619	009223 CHERYL SCHAAR	Reimburse for Vball Clothes that were	35.00
02/06/2019	2619	009226 CHRISTINE WESTPHAL	Reimburse for Vball Clothes that were	33.00
02/18/2019	21819	009229 FREDERICK AREA	Girls travelers/bball clothing sale	340.00
03/08/2019	3819	009244 FAN CLOTH PRODUCTS LLC	Volleyball Apparel	1,458.00
<b>Expenditures Total:</b>				<u>2,016.00</u>

**Activity and Budget Totals**

Beginning Balance	240.77
Receipts	1,699.75
Expenditures	2,016.00
Adjustments	0.00
Cash Balance	<u>-75.48</u>
Outstanding POs	0.00
Unencumbered Balance	<u>-75.48</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

6115 Football Account

TREVOR VAN TILBURG

**Receipts**

Date	Receipt	Deposit From	Description	Amount
07/09/2018	075554	Linthorne	Fball	200.00
07/10/2018	075555	VT	Fball Jersey	122.00
07/12/2018	075556	VT	Fball Sweatshirt	35.00
08/03/2018	075560	VT	Fball Apparel/Jerseys	971.00
08/08/2018	075561	VT	Fball apparel	92.00
08/09/2018	075563	VT	Fball	81.00
08/14/2018	075564	VT	Fball Apparel	172.00
08/15/2018	075568	VT	Football Apparel	16.00
08/21/2018	075569	VT	Fball Apparel	62.00
08/22/2018	075577	VT	Fball Apparel	43.00
08/27/2018	075584	Weig	Mouthguard	8.00
08/30/2018	075585	VT	Mouthguard	27.00
08/31/2018	075587	VT	Fball Apparel	70.00
09/10/2018	075596	VT	Fball Apparel	41.00
10/05/2018	077013	VT	Fball apparel	44.00
10/10/2018	077016	VT	Fball Apparel	6.00
10/22/2018	077025	KC	Fball Mouthguards	115.00
06/01/2019	077111	VT	Fball Mouthguards	21.00
06/17/2019	077116	VT	Mouthguards	14.00
06/20/2019	077119	VT	Mouthguards	7.00

Receipts Total: 2,147.00

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
08/24/2018	08242018	009023 CAPITAL ONE	Shock Doctor Mouthguards	920.00
08/24/2018	08242018	009025 GEFDOG DESIGNS	Fball Shirts	407.86
09/06/2018	09062018	009035 CORTRUST BANK	Football Apparel	1,085.00
11/30/2018	11302018	009155 KEITH MERRICK COMPANY	Fball Coaches Apparel	207.39
12/11/2018	12112018	009162 NANCY KINDELSPIRE	Reimburse for Fball Clothing	35.00
06/19/2019	061919	009344 VALLEY CITY STATE UNIVERSITY	Football Camp	975.00
06/19/2019	061919	009345 TREVOR VAN TILBURG	Reimburse for Supplies	46.48

Expenditures Total: 3,676.73

**Activity and Budget Totals**

Beginning Balance	3,764.58
Receipts	2,147.00
Expenditures	3,676.73
Adjustments	0.00
Cash Balance	<u>2,234.85</u>
Outstanding POs	0.00
Unencumbered Balance	<u>2,234.85</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

## 6120 GROCERY RECEIPTS

### Receipts

Date	Receipt	Deposit From	Description	Amount
08/14/2018	075565	Leola PTO	Grocery Receipts	2,322.77
06/11/2019	077114	LHS	Reimburse Imprest	438.76
Receipts Total:				<u>2,761.53</u>

### Expenditures

Date	PO Number	Check Vendor	Description	Amount
07/20/2018	07202018	009014 CORTRUST BANK	CC Bills	163.76
10/09/2018	10092018	009083 CORTRUST BANK	Grocery Receipts	401.46
10/09/2018	10092018	009088 READING WAREHOUSE	Supplies	203.66
10/10/2018	10102018	009095 SCHOLASTIC BOOKS	Grocery Receipt Supplies - Kelly Davies	71.76
11/15/2018	11142018	009134 CORTRUST BANK	Supplies	293.90
11/15/2018	11142018	009138 LEOLA SCHOOL	Grocery Receipts paid out of General	94.69
12/11/2018	12112018	009158 CORTRUST BANK	Grocery Receipts - Grassland, Dana's	122.18
02/01/2019	2119	009215 JACKIE WURTZ	Reimburse for Supplies	40.44
02/18/2019	21819	009227 CORTRUST BANK	CC Expenses	45.98
04/15/2019	04152019	009277 CORTRUST BANK	Credit Card Expenses	183.68
04/15/2019	04152019	009278 CORTRUST BANK	STEM Room	853.37
05/15/2019	05132019	009316 CORTRUST BANK	Jr/Sr Trip and STEAM ROOM	2,152.46
Expenditures Total:				<u>4,627.34</u>

### Activity and Budget Totals

Beginning Balance	2,233.12
Receipts	2,761.53
Expenditures	4,627.34
Adjustments	0.00
Cash Balance	<u>367.31</u>
Outstanding POs	0.00
Unencumbered Balance	<u>367.31</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

6130 FBLA

TREVOR VAN TILBURG

**Receipts**

Date	Receipt	Deposit From	Description	Amount
07/06/2018	007552	Bev Myer	FBLA Nationals	25.00
07/06/2018	075549	Meza Myer	FBLA Nationals	502.00
07/06/2018	075550	Wolff Farms	FBLA Nationals	842.00
07/06/2018	075551	Audree Berreth	FBLA Nationals	363.00
10/15/2018	077020	VT	Dues	25.00
10/22/2018	077024	VT	Dues	50.00
10/24/2018	077026	VT	Dues	100.00
10/26/2018	077027	VT	Dues	50.00
11/12/2018	077035	VT	FBLA Dues	25.00
11/14/2018	077039	LHS	Reimburse imprest, FBLA chaperone,	1,462.00
11/15/2018	077040	VT	FBLA Fruit Sales	4,261.00
11/15/2018	077041	VT	FBLA FRUIT	231.00
11/15/2018	077042	VT	FBLA FRUIT/DUES	853.00
11/16/2018	077044	VT	FBLA FRUIT	1,515.00
11/20/2018	077045	VT	FBLA FRUIT	624.00
11/26/2018	077046	VT	FBLA DUES	25.00
11/28/2018	077049	VT	FBLA FRUIT	884.00
12/05/2018	077054	Bev Myer	FBLA Dues	25.00
12/05/2018	077055	Keenan Stoecker	FBLA Angel Tree Donation	50.00
12/10/2018	077056	VT	Angel Tree Donation	75.00
12/13/2018	077058	Myer	FBLA Fruit	86.00
12/20/2018	077059	Colin Hoffman	FBLA Dues	25.00
12/21/2018	077060	VT	FBLA Dues	24.00
01/03/2019	077061	Vantilburg	FBLA Parad of Lights	291.50
01/07/2019	077062	Val Geffre	FBLA Dues	25.00
02/18/2019	077083	Minntex	Fruit Reimbursement	20.00
03/12/2019	077091	4419 Lapka	FBLA Dues	25.00
03/28/2019	077095	4419 VT	FBLA Dues	25.00
06/11/2019	077114	LHS	Reimburse Imprest	1,791.00
06/17/2019	077115	Christine Westphal	FBLA Nationals - Kaitlyn	1,149.00

Receipts Total: 15,448.50

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
10/02/2018	1022018	009079 FBLA/DECA	FBLA FLC	40.00
11/15/2018	11142018	009133 KAYLA CASEY	Reimburse for Candy	9.36
12/19/2018	12192018	009177 MINNTEX CITRUS, INC.	FBLA Fruit	5,787.33
01/18/2019	01182019	009195 CORTRUST BANK	Timberwolves tickets, target, amazon,	66.67
02/18/2019	02182019	009234 TEN - 45 GROCERY	Supplies	27.57
03/12/2019	03122019	009247 CORTRUST BANK	Credit Card Purchases	434.90
03/12/2019	03122019	009250 LEOLA SCHOOL DISTRICT	FBLA paid from General	25.62
04/13/2019	04132019	009262 FBLA SLC	FBLA SLC Fees	1,268.00
05/20/2019	05202019	009333 STG TRAVEL	FBLA National Registration	3,240.00

Expenditures Total: 10,899.45



ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

6130 FBLA

TREVOR VAN TILBURG

## Activity and Budget Totals

Beginning Balance	-5,534.43
Receipts	15,448.50
Expenditures	10,899.45
Adjustments	0.00
Cash Balance	<u>-985.38</u>
Outstanding POs	0.00
Unencumbered Balance	<u>-985.38</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

<u>Group ID and Description</u>	<u>Activity Number and Name</u>	<u>Reporting ID and Description</u>	<u>Sponsor</u>
---------------------------------	---------------------------------	-------------------------------------	----------------

C CLUBS

6190 FLOWTHROUGH ACCOUNT

DEB WEISZHAAR

**Activity and Budget Totals**

Beginning Balance	248.41
Receipts	0.00
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>248.41</u>
Outstanding POs	0.00
Unencumbered Balance	<u>248.41</u>

ALL Data

# Activity Detail Report

Arranged by:  
Group ID, Activity Number

Date Range: 07/01/2018 thru 06/30/2019

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

6220 GIRLS BB ACCOUNT

DEB WEISZHAAR

**Activity and Budget Totals**

Beginning Balance	0.00
Receipts	0.00
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>0.00</u>
Outstanding POs	0.00
Unencumbered Balance	<u>0.00</u>

# Activity Detail Report

ALL Data

Date Range: 07/01/2018 thru 06/30/2019

Arranged by:  
Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6221 OPEN ACCOUNT**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
01/07/2019	077063	AFLAC	Refund - Lauren Knott	12.90
01/25/2019	077074	Frederick	Bball checks wrote to Leola	100.00
02/05/2019	077076	SD	Student Teacher Compensation	200.00
02/18/2019	077084	Keith Merrick	Apparel - Pay to Frederick	605.00
03/12/2019	077093	4419 KC	Reimburse Imprest (\$25 Nola PR	25.00
04/15/2019	077099	LHS	PR Deduction	25.00
<b>Receipts Total:</b>				<b>967.90</b>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
01/07/2019	1719	009188 LAUREN KNOTT	Reimburse for AFLAC	12.90
02/06/2019	2619	009218 FREDERICK AREA	Reimburse for Bball Checks	100.00
02/06/2019	2619	009221 NANCY KINDELSPIRE	Reimbursement for Student Teacher	200.00
02/18/2019	21819	009229 FREDERICK AREA	Girls travelers/bball clothing sale	605.00
03/08/2019	382019	009246 ACCOUNTS MANAGEMENT	Payroll Deduction	25.00
<b>Expenditures Total:</b>				<b>942.90</b>

**Activity and Budget Totals**

Beginning Balance	2,233.00
Receipts	967.90
Expenditures	942.90
Adjustments	0.00
Cash Balance	2,258.00
Outstanding POs	0.00
Unencumbered Balance	2,258.00

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

C CLUBS

6222 ELEMENTARY STUDENT

DEB WEISZHAAR

**Activity and Budget Totals**

Beginning Balance	44.34
Receipts	0.00
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>44.34</u>
Outstanding POs	0.00
Unencumbered Balance	<u>44.34</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**6223 OPEN FUND**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
10/29/2018	077028	SD	SDRS Refund - H Wollman	31.66
11/27/2018	077048	AFLAC	Lauren Knott Refund	12.90
04/15/2019	077098	LHS	Reimburse Imprest and Insurance	2,985.55
Receipts Total:				3,030.11

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
10/17/2018	10172018	009099 CWD	Invoice not paid in full	3,985.55
10/29/2018	10292018	009132 HEIDI WOLLMAN	Reimburse for SDRS Contribution	31.66
11/30/2018	11302018	009156 LAUREN KNOTT	AFLAC Refund	12.90
Expenditures Total:				4,030.11

**Activity and Budget Totals**

Beginning Balance	1,000.00
Receipts	3,030.11
Expenditures	4,030.11
Adjustments	0.00
Cash Balance	0.00
Outstanding POs	0.00
Unencumbered Balance	0.00

ALL Data

# Activity Detail Report

Arranged by:  
Group ID, Activity Number

Date Range: 07/01/2018 thru 06/30/2019

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**C CLUBS**

**Group Totals**

Beginning Balance	8,731.35
Receipts	36,486.83
Expenditures	36,295.20
Adjustments	0.00
Cash Balance	<u>8,922.98</u>
Outstanding POs	0.00
Unencumbered Balance	<u>8,922.98</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**6030 INTEREST**

**DEB WEISZHAAR**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
07/31/2018	075559	CorTrust Bank	Interest on Account	0.48
08/31/2018	075594	CorTrust	Interest	0.59
09/30/2018	077008	CorTrust	Interest	0.75
10/31/2018	077034	CorTrust	Interest	0.82
11/30/2018	077052	CorTrust	Interest	0.85
12/31/2018	077064	CorTrust	Interest	1.58
01/31/2019	077078	CorTrust	Interest	1.83
02/28/2019	077090	CorTrust	Interest	1.65
03/31/2019	077096	4419 CorTrust	Interest	1.67
04/30/2019	077101	CorTrust	Interest	1.26
05/31/2019	077112	CorTrust	Interest	1.64
06/30/2019	077120	CorTrust	Interest	1.21

Receipts Total: 14.33

**Activity and Budget Totals**

Beginning Balance	40.84
Receipts	14.33
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>55.17</u>
Outstanding POs	0.00
Unencumbered Balance	<u>55.17</u>



ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**6114 OPEN ACCOUNT**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
07/06/2018	075553	Affac	Refund - Courtney Bartels	94.73
10/09/2018	077014	Cardmember Service	Check sent to wrong vendor -	2,248.07
05/21/2019	077108	Wendi Hatlewick	Lemonade Stand	427.95
05/23/2019	077109	Relia Star	Reimburse for Overpayment - Goff	28.40
Receipts Total:				<u>2,799.15</u>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
07/20/2018	07202018	009011 COURTANY BARTELS	AFLAC Reimbursement	94.73
10/10/2018	10102018	009092 CARDMEMBER SERVICES	new check/sent to wrong	2,248.07
05/24/2019	05242019	009337 ALSF	Lemonade Stand Fundraiser	427.95
05/24/2019	05242019	009338 SARAH GOFF	Reimburse for overpayment	28.40
Expenditures Total:				<u>2,799.15</u>

**Activity and Budget Totals**

Beginning Balance	0.00
Receipts	2,799.15
Expenditures	2,799.15
Adjustments	0.00
Cash Balance	<u>0.00</u>
Outstanding POs	0.00
Unencumbered Balance	<u>0.00</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**6150 IMPREST FUND**

**DEB WEISZHAAR**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
07/12/2018	075557	Leola School	Reimburse Imprest	1,307.60
08/14/2018	075567	Leola School	Reimburse Imprest	2,315.67
09/12/2018	075599	LHS	Reimburse Imprest	476.05
09/24/2018	077005	KC	Reimburse extra cash box \$ for Fball	300.00
10/10/2018	077017	LHS	Reimburse Imprest	3,302.59
11/14/2018	077039	LHS	Reimburse imprest, FBLA chaperone,	2,222.64
12/11/2018	077057	LHS	Reimburse Imprest	1,530.05
01/18/2019	077072	KC	REimburse Imprest	2,009.53
02/12/2019	077081	LHS	Reimburse Imprest	1,912.72
03/12/2019	077093	4419 KC	Reimburse Imprest (\$25 Nola PR	1,103.29
04/15/2019	077098	LHS	Reimburse Imprest and Insurance	458.53
05/13/2019	077103	LHS	Reimburse Imprest	2,711.91
06/11/2019	077114	LHS	Reimburse Imprest	2,476.44
Receipts Total:				22,127.02

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
07/05/2018	07052018	009004 KAYLA CASEY	Reimburse for fuel/supplies	129.66
07/05/2018	07052019	009004 KAYLA CASEY	Cash for Meals - FBLA trip Bev Myer	259.00
07/05/2018	07052018	009005 MARIA EVANS	Meals	483.00
07/05/2018	07052018	009006 WENDI HATLEWICK	Reimburse for Tables	170.00
07/05/2018	07052018	009007 BETTY HUTSON	Meals	397.00
07/05/2018	07052018	009008 BEV MYER	Reimburse for National High School	130.96
07/05/2018	07052018	009009 SONJA RATH	Meals	397.00
07/20/2018	07202018	009012 NICK BRANDNER	Meals	15.00
07/20/2018	07202018	009013 CARDMEMBER SERVICES	CC Bills - Heupel	97.54
07/20/2018	07202018	009015 DEPT. OF CRIMINAL INVESTIGATION	Background Check	43.25
07/20/2018	07202018	009017 BEV MYER	Travel	315.36
07/20/2018	07202018	009019 WEBSTER SCHOOL DISTRICT	Football	150.00
07/20/2018	07202018	009020 JACKIE WURTZ	Reimburse for storage	43.26
08/23/2018	08232018	009021 STEVE DELZER	VBall Ref	118.60
08/23/2018	08232018	009022 KIRK RUEB	vBALL rEF	85.00
08/24/2018	08242018	009024 DEPT. OF CRIMINAL INVESTIGATION	Background Check	43.25
08/24/2018	08242018	009026 HOLLY MUELLER	Reimburse for Volleyball supplies	19.11
08/24/2018	08242018	009027 Janice Perrion	Reimburse for storage crates and	24.00
08/24/2018	08242018	009028 SONJA RATH	Reimburse for Lunch Supply Purchase	10.84
08/24/2018	08242018	009029 TREVOR VAN TILBURG	Reimburse for fuel/stove/nfhslearn	153.79
08/24/2018	08242018	009030 DARCI WOLFF	Reimburse for SPED supplies	21.46
08/27/2018	07202018	009017 BEV MYER	Travel	-315.36
09/04/2018	09042018	009033 COUNCIL ON COLLEGE ADMIN	Conference Registration	55.00
09/04/2018	09042018	009034 MCPHERSON COUNTY REGISTER	Deed Recording	90.00
09/06/2018	09062018	009036 VAL DEVINE	Vball Ref	85.00
09/06/2018	09062018	009037 MARY FREDDIE	Vball Ref	85.00
09/06/2018	09062018	009038 CAL NYGAARD	Vball Ref	119.44
09/06/2018	09062018	009039 ANGELA OSTRANDER	Vball Ref	127.00

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor	
<b>D BANKS</b>				
	<b>6150 IMPREST FUND</b>		<b>DEB WEISZHAAR</b>	
<b>Expenditures</b>				
Date	PO Number	Check Vendor	Description	Amount
09/06/2018	09062018	009041 SD DEPARTMENT OF REVENUE	Vehicle Title/Registration	21.20
09/06/2018	09062018	009043 MARY FREDDIE	Vball Ref	85.00
09/06/2018	09062018	009044 ANGELA OSTRANDER	Vball Ref	127.00
09/13/2018	09132018	009047	Conference Registration - Goff	30.00
09/13/2018	09132018	009048 FAULKTON SCHOOL	Xcountry Meet Registration	30.00
09/13/2018	091320181	009049 MARY FREDDIE	Ref Mileage	201.60
09/13/2018	09132018	009050 MCPHERSON COUNTY REGISTER	Plat Book	35.00
09/13/2018	09132018	009051 BEV MYER	Reimburse for CDL	33.00
09/13/2018	09132018	009052 NANCY BERRETH	Marching Band Uniform repair	35.00
09/14/2018	09142018	009054 KELLY DAVIES	Reimburse for fuel/meals	75.30
09/21/2018	09212018	009055 JACKIE BENDER	Reimburse for EL training and fuel	239.59
09/21/2018	09212018	009056 KEVIN CANTINE	Fball Ref	242.60
09/21/2018	09212018	009057 GREG CANTINE	Fball Ref	125.00
09/21/2018	09212018	009058 KAYLA CASEY	Reimburse for fuel and Reading Council	78.35
09/21/2018	09212018	009059 IPSWICH SCHOOL	JHVball tourney registration	25.00
09/21/2018	09212018	009060 JACKRIS PUBLISHING	Supplies	20.99
09/21/2018	09212018	009061 CASSIE JAGER	Sub Coordinator	275.00
09/21/2018	09212018	009062 LEOLA SCHOOL	Concession stand money	300.00
09/21/2018	09212018	009063 JASON MACK	Fball Ref	125.00
09/21/2018	09212018	009064 MILLER SCHOOL DISTRICT	Xcountry Fee	15.00
09/21/2018	09212018	009065 SHEKOTA LEHMANN	Reimburse for Lunch deduction error	45.60
09/21/2018	09212018	009066 MONTE ROBINSON	Fball Ref	125.00
09/21/2018	09212018	009067 JORDAN SUTTON	Fball Ref	125.00
09/21/2018	09212018	009068 AIMEE WAGNER	Reimburse for EL Training	210.00
09/21/2018	09212018	009069 JACKIE WURTZ	Reimburse for Reading Council	20.00
09/24/2018	09242018	009071 KAYLA CASEY	Reimburse for Mileage and Meals	77.32
09/25/2018	09252018	009072 TERRI HOLMES	Vball Ref	118.60
09/25/2018	09252018	009073 LEOLA SCHOOL	Lunch money for choral workshop	55.00
09/25/2018	09252018	009074 SDHSCA	Membership Fee	20.00
09/25/2018	09252018	009075 SDHSCA.	Membership Fee	40.00
09/25/2018	09252018	009076 MURIAH WOLF	Vball Ref	85.00
10/02/2018	1022018	009078 PAMELA FAUTH	Reimburse for PBIS 7-12	41.02
10/02/2018	1022018	009080 SDMEA	All State Tshirts	92.00
10/02/2018	1022018	009081 TREVOR VAN TILBURG	Reimburse for Gas/CDL Physical	130.00
10/02/2018	1022018	009082 JACEY WEIG	Reimburse for insurance deduction error	26.32
10/09/2018	10092018	009086 NORTHWESTERN MUSIC FESTIVAL	Festival	79.50
10/10/2018	10102018	009093 TRACI KAPPES	Reimburse for PBIS 7-12	19.24
10/17/2018	10172018	009096 COURTANY BARTELS	Reimburse for PBIS - 1st	10.64
10/17/2018	10172018	009097 KAYLA CASEY	Reimburse for fuel	30.63
10/17/2018	10172018	009098 CHURCHILL, MANOLIS, FREEMAN	National Conference - Rodney Freeman	135.00
10/17/2018	10172018	009100 STEVE DELZER	Vball Ref	118.60
10/17/2018	10172018	009101 JASON FAUTH	Fball Chain Gang	15.00
10/17/2018	10172018	009102 WENDI HATLEWICK	Reimburse for PBIS - 4th	27.17
10/17/2018	10172018	009103 KRISTY JARROTT	Reimburse for PBIS - 3rd	38.21

# Activity Detail Report

ALL Data

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor	
<b>D BANKS</b>				
	<b>6150 IMPREST FUND</b>		<b>DEB WEISZHAAR</b>	
<b>Expenditures</b>				
Date	PO Number	Check Vendor	Description	Amount
10/17/2018	10172018	009104 FRED LAPKA	Fball Clock	40.00
10/17/2018	10172018	009105 PAT LAPKA	Fball Clock	30.00
10/17/2018	10172018	009106 LEOLA SCHOOL	Meals - All State & State XCountry	596.00
10/17/2018	10172018	009107 LETTY MEHLHAFF	Food Chopper - SPED	42.87
10/17/2018	10172018	009108 DEREK MERKEL	Fball Chain Gang	15.00
10/17/2018	10172018	009109 JEFF MUELLER	Fball announcer	15.00
10/17/2018	10172018	009110 BROCK PASHEN	Fball JH Ref	25.00
10/17/2018	10172018	009111 KIRK RUEB	Vball Ref	85.00
10/17/2018	10172018	009112 CHRIS SIEGEL	Fball Chain Gang	15.00
10/17/2018	10172018	009113 KALIN THOMAS	Fball JH Ref	25.00
10/24/2018	10242018	009115 JACKIE BENDER	Reimburse for Fuel	73.40
10/24/2018	10242018	009116 PAMELA FAUTH	Reimburse for 7-12 PBIS	20.00
10/24/2018	10242018	009117 ANITA MALSAM	Reimburse for PBIS 5th grade	15.44
10/24/2018	10242018	009119 Janice Perrion	Reimburse for Vball supplies and 6th	27.58
10/24/2018	10242018	009120 DAPHNE SCHLEPP	Flute Purchase	50.00
10/24/2018	10242018	009121 ELSA SWANSON	Reimburse for 7-12 PBIS	22.34
10/24/2018	10242018	009122 WARNER SCHOOL DISTRICT	HASBO Meeting	15.00
10/24/2018	10242018	009123 WOLSEY WESSINGTON SCHOOL	Volleyball Tournament	85.00
10/29/2018	10292018	009124 SHEILA ERDMANN	Vball Districts Scoreboard	20.00
10/29/2018	10292018	009125 BETTY HUTSON	VBall Districts line judge	35.00
10/29/2018	10292018	009126 DANA LEIBEL	Vball Districts - Custodian	25.00
10/29/2018	10292018	009127 LEOLA SCHOOL	State Anthem meal money	128.00
10/29/2018	10292018	009128 LARAE MOCK	Vball Districts - Custodian	25.00
10/29/2018	10292018	009129 BEV MYER	Vball Districts Libero Tracker	20.00
10/29/2018	10292018	009130 KEENAN STOECKER	Vball Districts Line Judge	35.00
10/29/2018	10292018	009131 BECKY WOLFF	Vball Districts - Scorer	20.00
11/05/2018	10292018	009131 BECKY WOLFF	Vball Districts - Scorer	-20.00
11/15/2018	11142018	009140 SDHSAA	Region Vball	75.05
11/27/2018	11142018	009140 SDHSAA	Region Vball	-75.05
11/27/2018	11272018	009143 KAYLA CASEY	Volleyball Libero Tracker	30.00
11/27/2018	11272018	009144 SHEILA ERDMANN	Volleyball Clock	180.00
11/27/2018	11272018	009145 GETTYSBURG SCHOOL	Region Vball	75.05
11/27/2018	11272018	009146 MADYSON GROSS	Volleyball Libero Tracker	120.00
11/27/2018	11272018	009148 BETTY HUTSON	Volleyball Line Judge	180.00
11/27/2018	11272018	009149 PAT LAPKA	Bus Driver	60.00
11/27/2018	11272018	009150 LEOLA SCHOOL	Honors Band Meals	260.00
11/27/2018	11272018	009151 BEV MYER	Volleyball Libero/Book	60.00
11/27/2018	11272018	009152 PRORATE SERVICES	Drug & Alcohol Testing	65.00
11/27/2018	11272018	009153 KEENAN STOECKER	Volleyball Line Judge/Announcer	270.00
11/27/2018	11272018	009154 BECKY WOLFF	Volleyball Book	150.00
11/30/2018	11302018	009157 NORTH AREA HONORS BAND	Registration Fee	80.00
12/11/2018	12112018	009160 PAMELA FAUTH	Reimburse for 7-12 PBIS	19.05
12/14/2018	12142018	009166 JACKIE BENDER	Reimburse for Teachers pay teachers	11.00
12/14/2018	12142018	009167 KAYLA CASEY	Reimburse for Cell Phone	150.00

# Activity Detail Report

ALL Data

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor	
<b>D BANKS</b>				
	<b>6150 IMPREST FUND</b>		<b>DEB WEISZHAAR</b>	
<b>Expenditures</b>				
Date	PO Number	Check Vendor	Description	Amount
12/14/2018	12142018	009168 DEPT. OF CRIMINAL INVESTIGATION	Background Check	43.25
12/14/2018	12142018	009169 LEAH DEMENT	Reimburse for cell phone	150.00
12/14/2018	12142018	009170 VAL GEFFRE	Reimburse for cell phone	150.00
12/14/2018	12142018	009171 CASSIE JAGER	Reimburse for cell phone	150.00
12/14/2018	12142018	009172 NANCY KINDELSPIRE	Reimburse for cell phone	150.00
12/14/2018	12142018	009173 DANA LEIBEL	Reimburse for cell phone	150.00
12/14/2018	12142018	009174 BEV MYER	Reimburse for cell phone	150.00
12/14/2018	12142018	009175 TREVOR VAN TILBURG	Reimburse for cell phone	150.00
12/19/2018	12192018	009176 KELLY DAVIES	Reimburse for Buttermilk	4.03
12/19/2018	12192018	009178 HANNAH HEPERLE	Show Choir Choreography	482.20
12/21/2018	12212018	009179 ACCOUNTS MANAGEMENT	PR Deduction	25.00
12/21/2018	12212018	009181 ABERDEEN CENTRAL HS MUSIC	Show Choir	250.00
01/04/2019	1419	009182 REGION MUSIC CONTEST	Contest Entry	215.00
01/07/2019	1719	009183 MARCUS BARTELS	Reimburse for 7-12 PBIS	25.55
01/07/2019	1719	009184 FRANK BUCK	Reimburse for 7-12 PBIS	21.29
01/07/2019	1719	009185 SHERM CUTLER	Reimburse for Supplies	11.89
01/07/2019	1719	009186 ERIC DONAT	Bball Ref/Mileage	153.60
01/07/2019	1719	009189 LEOLA SCHOOL DISTRICT	All State Meals	44.00
01/07/2019	1719	009191 DAVE PLANTEEN	Bball Ref/Mileage	136.80
01/07/2019	1719	009192 REGION MUSIC CONTEST	Region Music Extra Fee	7.50
01/07/2019	1719	009193 KATELYNN WESTPHAL	Volleyball Clock	30.00
01/07/2019	1719	009194 SCOTT WITLOCK	Bball Ref	120.00
01/18/2019	11819	009197 KRISTY JARROTT	PBIS 3rd grade	15.00
01/18/2019	11819	009199 NORTHERN STATE	Bikes and stair stepper	200.00
01/18/2019	11819	009200 SDCTM/SDSTA JPDC	Stem Ed Conference	125.00
01/18/2019	11819	009203 TREVOR VAN TILBURG	Reimburse for Fuel	60.93
01/31/2019	1312019	009204 BO BECK	DBH Bball Ref	151.50
01/31/2019	1312019	009205 GLENN BEUTLER	JV Bball Refs	145.20
01/31/2019	13120198	009206 SCOTT KUSLER	DBH Bball Ref	120.00
01/31/2019	1312019	009207 ANGELA OSTRANDER	JV Bball REfs	161.16
01/31/2019	1312019	009208 MARK ULRICH	DBH Bball Ref	168.30
02/01/2019	2119	009210 KAYLA CASEY	Reimburse for fuel, mileage, meals	84.50
02/01/2019	2119	009211 LEAH DEMENT	Reimburse for License Renewal	75.00
02/06/2019	2619	009216 BO BECK	DB Header Bball Ref	151.50
02/06/2019	2619	009219 KRIS FRERICKS	DB Header Bball Ref	120.00
02/06/2019	2619	009224 SD DEPARTMENT OF MOTOR	License for new Toyota Van	21.20
02/06/2019	2619	009225 MARK ULRICH	DB Header Bball Ref	168.30
02/18/2019	21819	009228 DOREEN EMERY	Mileage to colony for testing	21.29
02/18/2019	21819	009232 SCOTT KUSLER	Boys Bball Ref	120.00
02/18/2019	21819	009233 STEVE MARKLEY	Boys Bball Ref	151.50
02/18/2019	21819	009236 KERRY WENBOURNE	Boys Bball Ref	120.00
02/22/2019	2619	009216 BO BECK	DB Header Bball Ref	-151.50
02/22/2019	2619	009219 KRIS FRERICKS	DB Header Bball Ref	-120.00
02/22/2019	2619	009225 MARK ULRICH	DB Header Bball Ref	-168.30

# Activity Detail Report

ALL Data

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**6150 IMPREST FUND**

**DEB WEISZHAAR**

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
02/26/2019	02262019	009237 NORTHERN STATE	Job Fair	70.00
03/01/2019	3119	009238 KAYLA CASEY	Reimburse for tax forms, meal, PBIS HS	54.53
03/01/2019	3119	009241 LEOLA SCHOOL DISTRICT	Cash Box	20.00
03/01/2019	312019	009242 MEZA MYER	Reimburse for Meals	66.00
03/12/2019	03122019	009251 LEOLA SCHOOL	Meal Money - National Anthem	52.00
03/22/2019	03245	009256 LEOLA SCHOOL DISTRICT	Meal money	131.00
03/22/2019	03222019	009256 LEOLA SCHOOL DISTRICT	Meal Money	131.00
03/22/2019	03222019	009257 X GRAIN	Track Apparel	1,140.00
03/28/2019	03282019	009259 NSU TRACK & FIELD	Track Fee	130.00
03/28/2019	03282019	009260 SD DEPARTMENT OF MOTOR	License Fee - Suburban	5.00
04/13/2019	04132019	009261 SHEILA ERDMANN	Bball Workers	130.00
04/13/2019	04132019	009265 DANA LEIBEL	Bball Workers	25.00
04/13/2019	04132019	009266 LEOLA SCHOOL DISTRICT	FBLA Advisor Meals	128.00
04/13/2019	04132019	009268 LARAE MOCK	Bball Workers	25.00
04/13/2019	04132019	009269 MARTY MORLOCK	Bball Workers	110.00
04/13/2019	04132019	009270 HOLLY MUELLER	Bball Workers	130.00
04/13/2019	04132019	009271 BEV MYER	Bball Workers	200.00
04/13/2019	04132019	009272 SHEKOTA LEHMANN	Bball Workers	70.00
04/13/2019	04132019	009273 SD DEPARTMENT OF MOTOR	Suburban Title	10.00
04/13/2019	04132019	009275 TREVOR VAN TILBURG	Bball Workers	80.00
04/13/2019	04132019	009276 TONYA ZINTER	Bball Workers	90.00
04/18/2019	041819	009280 JACKIE BENDER	Reimburse for class	210.00
04/18/2019	041819	009281 KAYLA CASEY	Reimburse for supplies/fuel	389.23
04/18/2019	041819	009282 SHAWN CUTLER	Reimburse for supplies	41.11
04/18/2019	041819	009283 PAMELA FAUTH	Reimburse for supplies	98.53
04/18/2019	04182019	009284 BRODY MEIER	Reimburse for Inservice meals	37.71
04/18/2019	041819	009285 LEMMON SCHOOL DISTRICT	Track Registration Fee	125.00
04/18/2019	041819	009286 TREVOR VAN TILBURG	Reimburse for Supplies/fuel	120.02
04/18/2019	041819	009287 AIMEE WAGNER	Reimburse for class	210.00
04/22/2019	04222019	009288 KAYLA CASEY	Business Manager Conference meals	37.00
04/22/2019	04222019	009289 EUREKA SCHOOL DISTRICT	Track Meet Registraton	50.00
04/22/2019	04222019	009290 GETTYSBURG SCHOOL	Track Meet Registration	125.00
04/22/2019	04222019	009291 IPSWICH SCHOOL	Golf Meet Registration	15.00
04/22/2019	04222019	009292 Mobridge-Pollock School	Track Meet Registration	90.00
04/26/2019	04262019	009293 DEPT. OF CRIMINAL INVESTIGATION	Background Check	43.25
04/26/2019	04262019	009294 HOWARD WOOD RELAYS	Track Registration Fee	50.00
04/26/2019	04262019	009295 BETTY HUTSON	Reimburse for fuel	25.06
04/26/2019	04262019	009297 LEOLA SCHOOL DISTRICT	Meal Money - Doreen	47.00
05/01/2019	03222019	009256 LEOLA SCHOOL DISTRICT	Meal Money	-131.00
05/01/2019	04222019	009290 GETTYSBURG SCHOOL	Track Meet Registration	-125.00
05/06/2019	05062019	009298 ABERDEEN CENTRAL SHOW CHOIR	Borrow show choir costumes	100.00
05/06/2019	05062019	009299 LEAH DEMENT	Reimburse meals, mileage, lodging	414.53
05/06/2019	05062019	009300 EUREKA MUNICIPAL GOLF COURSE	Golf Meet Registration Fee	15.00
05/06/2019	05062019	009303 JERRY LETCHER	Music Recordings	60.00

# Activity Detail Report

ALL Data

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**6150 IMPREST FUND**

**DEB WEISZHAAR**

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
05/06/2019	05062019	009305 ANITA MALSAM	Reimburse for PBIS 7-12	15.96
05/06/2019	05062019	009306 ROLLING HILLS GOLF COURSE	Golf Meet Registration Fee	20.00
05/06/2019	05062019	009307 SOUTH CENTRAL SCHOOL DISTRICT	Surplus Novels	106.00
05/06/2019	05062019	009308 SULLY BUTTES SCHOOL	YTC Vball Tourney	100.00
05/07/2019	02262019	009237 NORTHERN STATE	Job Fair	-70.00
05/09/2019	05092019	009309 SPLIT ROCK COUNTRY CLUB	Golf Meet Registration Fee	15.00
05/11/2019	05112019	009311 CATTAIL CROSSING GOLF COURSE	Golf Registration Fee	75.00
05/15/2019	05132019	009313 JACKIE BENDER	Reimburse for PBIS LLC	96.00
05/15/2019	05152019	009314 BHSSC	Conference Registration - BM	75.00
05/15/2019	05132019	009315 KAYLA CASEY	Reimburse for retirement party supplies	30.21
05/15/2019	05132019	009317 DEPT. OF CRIMINAL INVESTIGATION	Background Check	43.25
05/15/2019	05132019	009318 SARAH GOFF	Reimburse for PBIS K	12.69
05/15/2019	05132019	009319 WENDI HATLEWICK	Reimburse for PBIS 4th	234.76
05/15/2019	05152019	009320 IPSWICH SCHOOL	Track Meet Registration	125.00
05/15/2019	05132019	009321 ANITA MALSAM	Reimburse for PBIS 5-6	156.81
05/15/2019	05132019	009322 BRODY MEIER	Reimburse for PBIS 7-12	5.00
05/15/2019	05132019	009323 HOLLY MUELLER	Reimburse for PBIS 5-6	42.50
05/15/2019	05132019	009325 AIMEE WAGNER	Reimburse for ELL Book	49.10
05/15/2019	05152019	009327 JACKIE WURTZ	Reimburse for PBIS SCC	39.00
05/20/2019	05202019	009328 COURTANY BARTELS	Reimburse for field trip expenses	53.73
05/20/2019	05202019	009329 DENISE BRANDNER	Reimburse for PBIS 2nd	52.19
05/20/2019	05202019	009330 KAYLA CASEY	Reimburse for PBIS group	67.57
05/20/2019	05202019	009331 CATTAIL CROSSING GOLF CLUB	Golf Regions Fee	105.00
05/20/2019	05202019	009332 KRISTY JARROTT	Reimburse PBIS 3rd	72.14
05/21/2019	05212019	009335 WENDI HATLEWICK	Reimburse for PBIS 4th	25.00
05/21/2019	05212019	009336 LEOLA SCHOOL DISTRICT	State Track Meal Money	270.00
06/19/2019	061919	009340 JACKIE BENDER	Conference meal money	67.00
06/19/2019	061919	009341 CORTRUST BANK	PBIS - GLC	387.39
06/19/2019	06192019	009342 LEOLA SCHOOL DISTRICT	State Golf Meal Money	180.00
06/19/2019	06192019	009343 LEOLA SCHOOL	FBLA Nationals Meal Money	400.00
06/19/2019	06192019	009346 AIMEE WAGNER	Conference meal money	67.00

Expenditures Total: 22,477.33

**Activity and Budget Totals**

Beginning Balance	977.63
Receipts	22,127.02
Expenditures	22,477.33
Adjustments	0.00
Cash Balance	<u>627.32</u>
Outstanding POs	0.00
Unencumbered Balance	<u>627.32</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**6160 INSURANCE FUND**

**DEB WEISZHAAR**

**Receipts**

Date	Receipt	Deposit From	Description	Amount
09/24/2018	077006	AFLAC	Reimbursement for Jackie W	62.53
10/04/2018	077011	Maria Evans	AFLAC & DELTA PR Deductions	139.86
11/12/2018	077036	AFLAC	Reimbursement for M Evans Delta	47.04
11/30/2018	077053	LHS Checking	PR Deductions	432.50
04/15/2019	077098	LHS	Reimburse Imprest and Insurance	3,793.20
Receipts Total:				<u>4,475.13</u>

**Expenditures**

Date	PO Number	Check Vendor	Description	Amount
09/24/2018	09242018	009070 AFLAC	Insurance - Maria, Nola	164.22
09/25/2018	09252018	009077 JACKIE WURTZ	AFLAC Reimbursement for cancelled	62.53
12/11/2018	12112018	009159 MARIA EVANS	Reimburse for Delta Payment	47.04
Expenditures Total:				<u>273.79</u>

**Activity and Budget Totals**

Beginning Balance	-4,201.34
Receipts	4,475.13
Expenditures	273.79
Adjustments	0.00
Cash Balance	<u>0.00</u>
Outstanding POs	0.00
Unencumbered Balance	<u>0.00</u>



ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

**D BANKS**

**Group Totals**

Beginning Balance	-3,182.87
Receipts	29,415.63
Expenditures	25,550.27
Adjustments	0.00
Cash Balance	<u>682.49</u>
Outstanding POs	0.00
Unencumbered Balance	<u>682.49</u>

ALL Data

# Activity Detail Report

Arranged by:  
Group ID, Activity Number

Date Range: 07/01/2018 thru 06/30/2019

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

Z Inactive Activites

6060 FRESHMAN CLASS OF 2021

Activity and Budget Totals

Beginning Balance	0.00
Receipts	0.00
Expenditures	0.00
Adjustments	0.00
Cash Balance	<u>0.00</u>
Outstanding POs	0.00
Unencumbered Balance	<u>0.00</u>

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

Z Inactive Activites

6070 SENIOR CLASS OF 2018

PAMELA FAUTH

### Adjustments

Date	Description	Amount
10/09/2018	Combine Class Accounts	303.60

### Activity and Budget Totals

Beginning Balance	-303.60
Receipts	0.00
Expenditures	0.00
Adjustments	303.60
Cash Balance	0.00
Outstanding POs	0.00
Unencumbered Balance	0.00

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

Z Inactive Activites

6090 SOPHOMORE CLASS OF 2020

ASHLEY HUETTL

### Adjustments

Date	Description	Amount
10/09/2018	Combine Class Accounts	-374.45

### Activity and Budget Totals

Beginning Balance	374.45
Receipts	0.00
Expenditures	0.00
Adjustments	-374.45
Cash Balance	0.00
Outstanding POs	0.00
Unencumbered Balance	0.00

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

Z Inactive Activites

6170 CHEERLEADERS

TRICIA ERICKSON

### Adjustments

Date	Description	Amount
10/09/2018	Clear out Cheerleading Account	-3.00

### Activity and Budget Totals

Beginning Balance	3.00
Receipts	0.00
Expenditures	0.00
Adjustments	-3.00
Cash Balance	0.00
Outstanding POs	0.00
Unencumbered Balance	0.00

ALL Data

# Activity Detail Report

Arranged by:

Date Range: 07/01/2018 thru 06/30/2019

Group ID, Activity Number

Group ID and Description	Activity Number and Name	Reporting ID and Description	Sponsor
--------------------------	--------------------------	------------------------------	---------

Z Inactive Activities

Group Totals

Beginning Balance	73.85
Receipts	0.00
Expenditures	0.00
Adjustments	-73.85
Cash Balance	<u>0.00</u>
Outstanding POs	<u>0.00</u>
Unencumbered Balance	0.00

**ORIGINAL**  
To be mailed to  
**Financial Institution's Name and Address**

Cortrust Bank  
PO Box 140  
Leola, SD 57456

**LEOLA SCHOOL DISTRICT 44-2**  
CUSTOMER NAME

We have provided to our accountants the following information as of the close of business on **June 30, 2020**, regarding our deposit and loan balances. Please confirm the accuracy of the information, noting any exceptions to the information provided. If the balances have been left blank, please complete this form by furnishing the balance in the appropriate space below.\* Although we do not request nor expect you to conduct a comprehensive, detailed search of your records, if during the process of completing this confirmation additional information about other deposit and loan accounts we may have with you comes to your attention, please include such information below. Please use the enclosed envelope to return the form directly to our accountants.

1) At the close of business on the date listed above, our records indicated the following deposit balance(s):

ACCOUNT NAME	ACCOUNT NO.	INTEREST RATE	BALANCE*
Checking	530600727		
Checking	530600815		
Checking	530085286		
CD	530011681		
CD	530004461		
CD	530008303		
CD	530008486		

2) We were directly liable to the financial institution for loans at the close of business on the date listed above as follows:

ACCOUNT NO./ DESCRIPTION	BALANCE*	DUE DATE	INTEREST RATE	DATE THROUGH WHICH INTEREST IS PAID	DESCRIPTION OF COLLATERAL

*Haidee Carey*  
(Customer's Authorized Signature)

7/23/2020  
(Date)

The information presented above by the customer is in agreement with our records. Although we have not conducted a comprehensive, detailed search of our records, no other deposit or loan accounts have come to our attention except as noted below.

\_\_\_\_\_  
(Financial Institution Authorized Signature)  
\_\_\_\_\_  
(Title)

\_\_\_\_\_  
(Date)

**EXCEPTIONS AND/OR COMMENTS**

Please return this form directly to our accountants:

Cahill Bauer & Associates, LLC  
PO Box 669  
Mobridge, SD 57601

\* Ordinarily, balances are intentionally left blank if they are not available at the time the form is prepared.



# ***Leola School District #44-2***

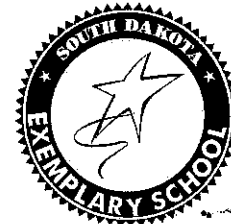
**Beverly Myer, Superintendent/K-12 Principal**

**Kayla Casey, Business Manager**

**P.O. Box 350, Leola, SD 57456**

**Telephone: 605-439-3142**

**Fax: 605-439-3206**



***"Achieving Success Together"***

November 12, 2019  
Cahill Bauer & Associates, LLC  
PO Box 669  
Mobridge, SD 57601

This representation letter is provided in connection with your audit of the financial statements of Leola School District No. 44-2, which comprise the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of November 12, 2019, the following representations made to you during your audit.

#### **Financial Statements**

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated April 26, 2019, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
- 3) We acknowledge our responsibility 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.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- 6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.

Information Provided

**Leola School District #44-2**

***"Great teachers never forget it is people, not programs, that determine the quality of a school"---Todd Whitaker***





# ***Leola School District #44-2***

**Beverly Myer, Superintendent/K-12 Principal**

**Kayla Casey, Business Manager**

**P.O. Box 350, Leola, SD 57456**

**Telephone: 605-439-3142**

**Fax: 605-439-3206**



***"Achieving Success Together"***

8) We have provided you with:

a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.

b) Additional information that you have requested from us for the purpose of the audit.

c) Unrestricted access to persons within the Leola School District No. 44-2 from whom you determined it necessary to obtain audit evidence.

d) Minutes of the meetings of Leola School District No. 44-2 or summaries of actions of recent meetings for which minutes have not yet been prepared.

9) All material transactions have been recorded in the accounting records and are reflected in the financial statements.

10) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

11) We have no knowledge of any fraud or suspected fraud that affects the Leola School District No. 44-2 and involves—

· Management,

· Employees who have significant roles in internal control, or

· Others where the fraud could have a material effect on the financial statements.

12) We have no knowledge of any allegations of fraud or suspected fraud affecting the Leola School District No. 44-2's financial statements communicated by employees, former employees, regulators, or others.

13) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.

14) We have disclosed to you all known actual or possible litigation, claims, and assessments whose effects should be considered when preparing the financial statements.

15) We have disclosed to you the identity of the Leola School District No. 44-2's related parties and all the related party relationships and transactions of which we are aware.

Government-specific

16) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

17) We have a process to track the status of audit findings and recommendations.

18) We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.

19) We have provided our views on reported findings, conclusions, and recommendations, as well as our planned corrective actions, for the report.

20) The Leola School District No. 44-2 has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.

21) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.

22) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial

**Leola School District #44-2**

***"Great teachers never forget it is people, not programs, that determine the quality of a school"---Todd Whitaker***



# ***Leola School District #44-2***

**Beverly Myer, Superintendent/K-12 Principal**

**Kayla Casey, Business Manager**

**P.O. Box 350, Leola, SD 57456**

**Telephone: 605-439-3142**

**Fax: 605-439-3206**



***"Achieving Success Together"***

statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.

23) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.

24) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.

25) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.

26) As part of your audit, you assisted with preparation of the financial statements and related notes, maintained the depreciation schedule, and provided consulting services on year-end journal entries. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.

27) The Leola School District No. 44-2 has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.

28) The Leola School District No. 44-2 has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

29) The financial statements include all component units as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.

30) The financial statements properly classify all funds and activities in accordance with GASB Statement No. 34 .

31) All funds that meet the quantitative criteria in GASBS Nos. 34 and 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.

32) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.

33) Investments, derivative instruments, and land and other real estate held by endowments are properly valued.

34) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.

35) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.

36) Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.

37) Deposits and investment securities and derivative instruments are properly classified as to risk and are properly disclosed.

38) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.

**Leola School District #44-2**

***"Great teachers never forget it is people, not programs, that determine the quality of a school"---Todd Whitaker***

# Leola School District #44-2

Beverly Myer, Superintendent/K-12 Principal

Kayla Casey, Business Manager

P.O. Box 350, Leola, SD 57456

Telephone: 605-439-3142

Fax: 605-439-3206



*"Achieving Success Together"*

39) We have appropriately disclosed the Leola School District No. 44-2's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.

40) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.

41) We acknowledge our responsibility for the required supplementary information (RSI). The RSI is measured and presented within prescribed guidelines and the methods of measurement and presentation have not changed from those used in the prior period. We have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the RSI.

Signature:

*Northrich*

Signature:

*Kayla Casey*

Title:

*School Board President*

Title:

*Business Manager*

Leola School District #44-2

*"Great teachers never forget it is people, not programs, that determine the quality of a school"---Todd Whitaker*

Reference	Type	Date Account Number	Description	Debit	Credit	Net Income Effect	Workpaper
1.0	Adjusting	06/30/19					
		10-99-0504-000-000	ACCRUED LEAVE PAYABLE		1,281.04		
		10-99-0473-000-000	UNAMORTIZED PREMIUMS OF	2,594.56			
		10-99-0442-000-000	ACCRUED INTEREST PAYABLE	875.00			
		10-99-0502-000-000	CAPITAL OUTLAY CERTIFICATE	200,000.00			
		10-99-0706-000-000	NET INVESTMENT IN CAPITAL		202,188.52		
						0.00	
			To adjust debt to actual.				
2.0	Adjusting	06/30/19					
		1-10-0110-000-000	PROPERTY TAXES RECEIVABLE		1,723.54		
		1-10-0112-000-000	DELINQUENT TAXES RECEIVABLE	7,848.54			
		1-10-0551-000-000	UNAVAILABLE REVENUE		4,839.39		
		1-10-1110-000-000	AD VALOREM TAXES		253.40		
		1-10-1120-000-000	PRIOR YEARS TAXES		1,032.21		
		2-21-0110-000-000	PROPERTY TAXES RECEIVABLE		11,557.43		
		2-21-0112-000-000	DELINQUENT TAXES RECEIVABLE	12,469.32			
		2-21-0551-000-000	UNAVAILABLE REVENUE	1,323.69			
		2-21-1110-000-000	AD VALOREM TAXES		567.73		
		2-21-1120-000-000	PRIOR YEARS TAXES		1,667.85		
		3-22-0110-000-000	PROPERTY TAXES RECEIVABLE		3,242.88		
		3-22-0112-000-000	DELINQUENT TAXES RECEIVABLE	3,826.20			
		3-22-0551-000-000	UNAVAILABLE REVENUE	254.11			
		3-22-1110-000-000	AD VALOREM TAXES		355.26		
		3-22-1120-000-000	PRIOR YEARS TAXES		482.17		
						4,358.62	
			To adjust taxes receivable to actual.				
3.0	Adjusting	06/30/19					
		1-10-4134-000-000	FISH & WILDLIFE	6,020.38			
		1-10-0760-000-000	UNASSIGNED FUND BALANCE		6,020.38		
						(6,020.38)	
			To report prior period adjustment				

Reference	Type	Date Account Number	Description	Debit	Credit	Net Income Effect	Worksheet
4.0	Adjusting	06/30/19					
		1-10-4134-000-000	FISH & WILDLIFE		2,295.40		
		1-10-0140-000-000	DUE FROM FEDERAL GOVT	2,295.40			
		2-21-4134-000-000	US FISH & WILDLIFE		4,250.76		
		2-21-0140-000-000	DUE FROM OTHER GOVT	4,250.76			
		3-22-4134-000-000	US FISH & WILDLIFE		1,518.12		
		3-22-0140-000-000	DUE FROM STATE GOVERNMI	1,518.12			
		1-10-1140-000-000	UTILITY TAXES		0.56		
		1-10-0140-000-000	DUE FROM FEDERAL GOVT	0.56			
		1-10-3129-000-000	HEATING FUEL REIMBURSEM	280.52			
		1-10-0140-000-000	DUE FROM FEDERAL GOVT		280.52		
		1-10-0120-000-000	ACCOUNTS RECEIVABLE		110,039.00		
		1-10-0140-000-000	DUE FROM FEDERAL GOVT	110,039.00			
		5-51-0120-000-000	ACCOUNTS RECEIVABLE		20,036.62		
		5-51-1610-000-000	SALES TO PUPILS		3,221.39		
		5-51-0475-000-000	UNEARNED REVENUE		609.30		
		5-51-0140-000-000	DUE FROM FED GOVT	45,870.56			
		5-51-4810-000-000	FEDERAL REIMBURSEMENT		22,003.25		
		5-51-4820-000-000	DONATED FOOD - FEDERAL	2,065.26			
		5-51-2569-000-462	COST OF DONATED FOOD		2,065.26		
		1-10-1990-000-000	MISC REVENUE	22,361.24			
		1-10-0101-000-000	CASH		22,361.24		
		2-21-0101-000-000	CASH	22,361.24			
		2-21-5130-000-000	SALE OF SURPLUS PROPERTY		22,361.24		
		2-21-0120-000-000	ACCOUNTS RECEIVABLE	8,041.25			
		2-21-5140-000-000	COMPENSATION FOR LOSS OF		8,041.25		
						41,050.21	
			To adjust revenue-receivables to actual.				
6.0	Adjusting	06/30/19					
		5-51-0196-000-000	PENSION ASSET		141.24		
		5-51-0252-000-000	DEFERRED OUTFLOWS		3,576.34		
		5-51-0554-000-000	DEFERRED INFLOWS	745.47			
		5-51-2569-000-220	RETIREMENT	2,972.11			
						(2,972.11)	
			To record GASB 68 activity for food service fund.				
7.0	Adjusting	06/30/19					
		1-10-0170-000-000	INVENTORIES		20,277.60		
		1-10-2549-000-000	MAINTENANCE & SUPPORT	20,277.60			
		5-51-2569-000-411	COLONIES-REIMBURSEMENT		65,653.83		
		5-51-2569-000-311	SERVICES PURCHASED FROM	65,653.83			
		5-51-2569-000-311	SERVICES PURCHASED FROM	15,562.59			
		5-51-0402-000-000	ACCOUNTS PAYABLE		15,562.59		
		5-51-0170-000-000	INVENTORY - SUPPLIES	62.97			
		5-51-0171-000-000	INVENTORY - PURCHASED FO	639.40			
		5-51-0172-000-000	INVENTORY - DONATED FOOD		9,701.03		
		5-51-2569-000-411	COLONIES-REIMBURSEMENT		62.97		
		5-51-2569-000-461	PURCHASED FOOD		639.40		
		5-51-2569-000-462	COST OF DONATED FOOD	9,701.03			
						(44,838.85)	
			To adjust inventory to actual.				

Reference	Type	Date Account Number	Description	Debit	Credit	Net Income Effect	Workpaper
8.0	Adjusting	06/30/19					
		1-10-5110-000-000	TRANSFERS IN		37,213.00		
		1-10-0101-000-000	CASH	37,213.00			
		2-21-8110-000-000	OPERATING TRANSFERS OUT	37,213.00			
		2-21-0101-000-000	CASH		37,213.00		
						0.00	
			To record additional transfer between GF & CO.				
9.0	Adjusting	06/30/19					
		9-90-0203-000-000	IMPROVEMENTS OTHER THAN	15,134.00			
		9-90-0204-000-000	EQUIPMENT	170,972.00			
		9-90-0706-000-000	NET INVESTMENT IN CAPITAL		186,106.00		
		9-90-1000-000-910	INSTRUCTION	62,342.00			
		9-90-2000-000-910	SUPPORT	97,561.00			
		9-90-6000-000-910	COCURRICULAR ACTIVITIES	18,065.00			
		9-90-0208-000-000	LESS DEPRECIATION		177,968.00		
		5-51-2569-000-910	DEPRECIATION	4,890.00			
		5-51-0208-000-000	LESS DEPRECIATION		4,890.00		
						(182,858.00)	
			To adjust capital assets to actual.				
10.0	Adjusting	06/30/19					
		2-21-0192-000-000	PREPAID EXPENSES		3,300.00		
		2-21-2529-000-000	FISCAL SERVICES	3,300.00			
						(3,300.00)	
			TO EXPENSE SUI FEES FROM PREPAID EXPENSE				
11.0	Adjusting	06/30/19					
		3-22-2715-000-000	SPECIFIC LEARNING DISABILI		31,069.68		
		3-22-1226-000-000	EARLY CHILDHOOD	4,635.32			
		3-22-2142-000-313	SERVICES PURCHASED FROM	4,635.32			
		3-22-2152-000-000	SPEECH PATHOLOGY	11,799.04			
		1-10-2529-000-000	FISCAL SERVICES	10,000.00			
		3-22-0101-000-000	CASH	10,000.00			
		1-10-0101-000-000	CASH		10,000.00		
						0.00	
			TO RECLASSIFY & MOVE NORTH CENTRAL SPECIAL ED COOP FEES				
12.0	Adjusting	06/30/19					
		3-22-1226-000-000	EARLY CHILDHOOD		8,149.00		
		3-22-1226-000-000	EARLY CHILDHOOD		5,880.00		
		3-22-2172-000-000	OCCUPATIONAL THERAPY	14,029.00			
		3-22-2172-000-000	OCCUPATIONAL THERAPY		24,690.19		
		3-22-2171-000-319	OTHER PROFESSIONAL SERVI	24,690.19			

Prepared by \_\_\_\_\_

## LEOLA SCHOOL DISTRICT NO. 44-2

20036015

## Adjusting Journal Entries

Page 4

Reviewed by \_\_\_\_\_

Reference	Type	Date Account Number	Description	Debit	Credit	Net Income Effect	Worksheet
			TO MOVE AVERA ST LUKE FEES			0.00	
13.0	Adjusting	06/30/19					
		5-51-2569-000-411	COLONIES-REIMBURSEMENT		3,551.03		
		5-51-2569-000-461	PURCHASED FOOD	3,551.03			
			TO MOVE CASHWISE FOOD EXPENSE			0.00	
14.0	Adjusting	06/30/19					
		1-10-1111-000-000	ELEMENTARY	1,757.26			
		1-10-1121-000-000	JR HIGH	471.46			
		1-10-1131-000-000	SECONDARY	385.74			
		1-10-1273-000-000	TITLE 1	85.72			
		1-10-2529-000-000	FISCAL SERVICES	171.44			
		1-10-2549-000-000	MAINTENANCE & SUPPORT	171.44			
		1-10-2227-000-000	TECH COORDINATOR	85.72			
		1-10-2222-000-000	LIBRARY SERVICES	85.72			
		1-10-2122-000-000	COUNSELING	85.72			
		1-10-2321-000-000	SUPERINTENDENT	42.86			
		1-10-2410-000-000	HS PRINCIPAL	42.86			
		1-10-2559-000-000	PUPIL TRANSPORTATION	300.02			
		3-22-1221-000-000	MILD TO MODERATE DISABIL	300.02			
		5-51-2569-000-240	WORKMANS COMP	300.02			
		3-22-0101-000-000	CASH		300.02		
		5-51-0101-000-000	CASH IN BANK		300.02		
		1-10-2549-000-000	MAINTENANCE & SUPPORT		4,286.00		
		1-10-0101-000-000	CASH	600.04			
			RECLASSIFY WORKMENS COMP			0.00	
15.0	Adjusting	06/30/19					
		2-21-2549-000-000	MAINTENANCE & SUPPORT		142.00		
		2-21-0101-000-000	CASH	142.00			
		1-10-0101-000-000	CASH		142.00		
		1-10-2549-000-000	MAINTENANCE & SUPPORT	142.00			
			TO MOVE SUPPLIES FROM CO TO GF			0.00	
16.0	Adjusting	06/30/19					
		1-10-2227-000-000	TECH COORDINATOR		744.83		
		1-10-2227-000-000	TECH COORDINATOR		250.00		
		1-10-2227-000-000	TECH COORDINATOR		937.50		
		1-10-0101-000-000	CASH	1,932.33			
			TO MOVE BILLS THAT ARE FOR NEXT FISCAL YEAR			1,932.33	

## Adjusting Journal Entries

Reference	Type	Date Account Number	Description	Debit	Credit	Net Income Effect	Workpaper
17.0	Adjusting	06/30/19					
		2-21-2227-000-000	TECH COORDINATOR		1,740.00		
		2-21-0101-000-000	CASH	1,740.00			
		1-10-0101-000-000	CASH		1,740.00		
		1-10-2227-000-000	TECH COORDINATOR	1,740.00			
						0.00	
			TO MOVE SUPPLIES FROM CO TO GF				
18.0	Adjusting	06/30/19					
		1-10-2559-000-000	PUPIL TRANSPORTATION	100.00			
		1-10-0402-000-000	ACCOUNTS PAYABLE		100.00		
		3-22-2172-000-000	OCCUPATIONAL THERAPY	1,344.00			
		3-22-2171-000-319	OTHER PROFESSIONAL SERVI	1,975.33			
		3-22-0402-000-000	ACCOUNTS PAYABLE		3,319.33		
						(3,419.33)	
			TO MOVE INVOICES TO A/P				
19.0	Adjusting	06/30/19					
		1-10-0402-000-000	ACCOUNTS PAYABLE		7,757.79		
		1-10-0101-000-000	CASH	7,757.79			
		2-21-0402-000-000	ACCOUNTS PAYABLE		4,814.19		
		2-21-0101-000-000	CASH	4,814.19			
		3-22-0402-000-000	ACCOUNTS PAYABLE		439.35		
		3-22-0101-000-000	CASH	439.35			
		5-51-0402-000-000	ACCOUNTS PAYABLE		3,155.61		
		5-51-0101-000-000	CASH IN BANK	3,155.61			
						0.00	
			TO MOVE CASH TO ACCOUNTS PAYABLE				
20.0	Adjusting	06/30/19					
		1-10-1111-000-000	ELEMENTARY		4,621.39		
		1-10-1111-000-000	ELEMENTARY		898.33		
		1-10-1111-000-000	ELEMENTARY		270.54		
		1-10-1111-000-000	ELEMENTARY		1,418.50		
		1-10-1121-000-000	JR HIGH		903.15		
		1-10-1131-000-000	SECONDARY		3,347.83		
		1-10-1273-000-000	TITLE 1		67.85		
		1-10-1273-000-000	TITLE 1		560.00		
		1-10-2122-000-000	COUNSELING		57.68		
		1-10-2122-000-000	COUNSELING		560.00		
		1-10-2549-000-000	MAINTENANCE & SUPPORT		79.14		
		1-10-0457-000-000	BENEFITS PAYABLE	12,784.41			
		3-22-1221-000-000	MILD TO MODERATE DISABIL		577.92		
		3-22-2715-000-000	SPECIFIC LEARNING DISABILI		130.23		
		3-22-0457-000-000	BENEFITS PAYABLE	708.15			
						13,492.56	
			TO ADJUST BENEFITS PAYABLE				



Prepared by \_\_\_\_\_

LEOLA SCHOOL DISTRICT NO. 44-2  
Adjusting Journal Entries

20036015  
Page 6

Reviewed by \_\_\_\_\_

Reference	Type	Date Account Number	Description	Debit	Credit	Net Income Effect	Worksheet
TO ACTUAL							
21.0	Adjusting	06/30/19					
		1-10-1990-000-000	MISC REVENUE	3,546.34			
		1-10-0451-000-000	PR DEDUCTION- FICA		3,546.34		
		1-10-0451-000-000	PR DEDUCTION- FICA		1,588.74		
		1-10-0452-000-000	PR DEDUCTION-FIT		1,996.97		
		1-10-1111-000-000	ELEMENTARY	1,792.86			
		1-10-1121-000-000	JR HIGH	896.43			
		1-10-1131-000-000	SECONDARY	896.42			
						(7,132.05)	
TO ADJUST PAYROLL TAXES PAYABLE TO ACTUAL							
22.0	Adjusting	06/30/19					
		1-10-0101-000-000	CASH	421.11			
		1-10-1111-000-000	ELEMENTARY		9.56		
		1-10-1990-000-000	MISC REVENUE		411.55		
		2-21-0101-000-000	CASH	1,000.00			
		2-21-1111-000-000	ELEMENTARY		1,000.00		
		3-22-0101-000-000	CASH	1,025.55			
		3-22-1221-000-000	MILD TO MODERATE DISABIL		1,025.55		
						2,446.66	
TO RECORD VOIDED CHECKS							
TOTAL				<u>1,153,180.52</u>	<u>1,153,180.52</u>	<u>(187,260.34)</u>	

Kayla Casey 11/1/19  
 Approved by  
 Business Manager

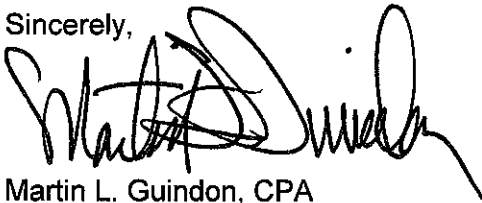
Kayla Casey, Business Manager  
May 30, 2019  
Page 2

- (e) The auditor must follow-up on findings and recommendations made in the most recent prior audit of the auditee, and report on their status as required by GAGAS or OMB Uniform Guidance, as applicable in the circumstances.
- (f) A draft copy of the entire audit report package and, for cities and school districts only, the completed statutory controls checklist, must be forwarded to the Auditor General for desk review and approval prior to the issuance of the final report.
- (g) A statement indicating total professional time and fees billed for audit services must be filed with the Auditor General when the final report copies are submitted.
- (h) Audit documentation supporting the report is subject to review at any time, both prior to and/or after final report approval and acceptance.
- (i) After the audit report has been approved by the Auditor General, the following minimum number of audit reports are to be distributed as indicated:

To be distributed by the accountant to:

Business Manager	1
Chairman of School Board	1
Official Newspaper	1
together with "Notice of Audit" legal publication (see SDCL 4-11-7.2).	
Auditor General -	The number of copies to be determined upon report draft review -- a minimum of 2.

Sincerely,



Martin L. Guindon, CPA  
Auditor General

MLG:sld

cc: Cahill Bauer & Associates, LLC  
Certified Public Accountants  
PO Box 669  
Mobridge, SD 57601-0669



427 SOUTH CHAPELLE  
C/O 500 EAST CAPITOL  
PIERRE SD 57501-5070  
(605) 773-3596

MARTIN L. GUINDON, CPA  
AUDITOR GENERAL

May 30, 2019

Kayla Casey, Business Manager  
Leola School District No. 44-2  
PO Box 350  
Leola, SD 57456

Dear Ms. Casey:

This letter authorizes Cahill Bauer & Associates, LLC, CPA's, to perform the audit of the Leola School District, as of and for the year ended June 30, 2019 per your recent request.

South Dakota Codified Law (SDCL) 4-11-7 requires the Auditor General to approve the audit report prior to final payment. The minimum standards which must be met by the accountant before audit report approval are:

- (a) Audit firms that have not performed government audits in South Dakota during the last 3 years must furnish information to the Department of Legislative Audit documenting that the engagement team collectively possesses the technical knowledge, skills and experience necessary to be competent for the type of work being performed before beginning work on that assignment, as required by *Government Auditing Standards (GAGAS)*, (Yellow Book), 2011 Revision, paragraph 3.72.
- (b) The audit firm shall furnish to the Department of Legislative Audit a copy of its most recently completed Peer Review Report, in accordance with *Government Auditing Standards*, 2011 Revision, paragraphs 3.96 through 3.107. Generally, the Peer Review shall have been completed within 3 years from the date the firm starts (begins field work on) its first audit in accordance with GAGAS. Subsequent reviews should be conducted every 3 years thereafter.
- (c) A financial and compliance audit must be conducted in accordance with GAGAS and with OMB Uniform Guidance, if applicable.
- (d) Financial statements are to be prepared in accordance with GASB Statements and Interpretations applicable in the circumstances.

**Leola School**  
**Proposed Adjusting Entries**  
**6/30/2019**

<b>Acct #</b>	<b>Description</b>	<b>DR</b>	<b>CR</b>
10 4134	Wild Life		2,295.40
10 140	Due from Other Govt	2,295.40	
21 4134	Wild Life		4,250.76
21 140	Due from Other Govt	4,250.76	
22 4134	Wild Life		1,518.12
22 140	Due from Other Govt	1,518.12	

***To accrue current year wild life taxes***

10 1140	Utility Taxes		0.56
10 140	Due from Other Govt	0.56	

***To accrue Utility Taxes***

10 3129	Heating Fuel Reimbursement	280.52	
10 140	Due from Other Govt		280.52

***To adjust grant revenue to actual.***

10 120	Accts Rec		110,039.00
10 140	Due from Other Govt	110,039.00	

***To reclass due form other govts***

51 120	Accts Recevable		20,036.62
51 1610 000	Sales to Pupils		3,221.39
51 475	Unearned Revenue		609.30
51 140	Due from Other Govt	45,870.56	
51 4810	Federal Reimbursements		22,003.25

***To accrue current year receivable and unearned revenue.***

51 4820	Commodities	2,065.26	
51 2569 000 462	Cost of Commodities		2,065.26

***To adjust commodities revenue to actual.***

**Leola School District**  
**Proposed Adjusting Entries**  
**6/30/2019**

<b>Account Number</b>	<b>Description</b>	<b>Debit</b>	<b>Credit</b>
10 110	Current Taxes		1,723.54
10 112	Delinquent Taxes	7,848.54	
10 551	Unavailable Revenue - Property Taxes		4,839.39
10 1110	Ad Valorem Taxes		253.40
10 1120	Delinquent Taxes		1,032.21
21 110	Current Taxes		11,557.43
21 112	Delinquent Taxes	12,469.32	
21 551	Unavailable Revenue - Property Taxes	1,323.69	
21 1110	Ad Valorem Taxes		567.73
21 1120	Delinquent Taxes		1,667.85
22 110	Current Taxes		3,242.88
22 112	Delinquent Taxes	3,826.20	
22 551	Unavailable Revenue - Property Taxes	254.11	
22 1110	Ad Valorem Taxes		355.26
22 1120	Prior Year's Taxes		482.17

***To adjust unavailable revenue and taxes levied for future period to actual.***

**LEOLA SCHOOL DISTRICT  
PROPOSED ADJUSTMENTS  
6/30/2019**

<b>DESCRIPTION</b>	<b>ACCT #</b>	<b>DEBIT</b>	<b>CREDIT</b>
10 4134	FISH & WILDLIFE	6,020.38	
10 761 005	FUND BALANCE		6,020.38

*To reclass revenue that was reported in prior year.*

Leola School District  
Proposed Adjusting Entries  
06/30/2019

Account Number	Description	Debit	Credit
00 504	Sick Leave Payable		1,281.04
00 708	Net Position	<del>125,404.00</del> 1281.04	
<i>To adjust debt balances to actual.</i>			
00 473	Unamortized Bond Premiums	2,594.56	
00 708	Net Position		2,594.56
<i>To record bond premium amortization.</i>			
00 442	Accrued Interest	875.00	
00 708	Net Position		875.00
<i>To adjust accrued interest to actual.</i>			
00 502	Capital Outlay Certificates	200,000.00	
00 708	Net Position		200,000.00
<i>To record current year principal payment.</i>			

**Leola School**  
**Proposed Adjusting Entries**  
**6/30/2019**

<b>Acct #</b>	<b>Description</b>	<b>DR</b>	<b>CR</b>
10 1990	Misc Revenue	22,361.24	
10 101	Cash		22,361.24
21 101	Cash	22,361.24	
21 5130	Sale of Fixed Assets		22,361.24

***To record sale of old garage.***



Leola School District 44-2

Inventory

6-30-19

<u>Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
51 170	Inventory - Supplies		
51 171	Inventory - Food		
51 172	Inventory of Commodities		
51 2569 000 411	Supplies		
51 2569 000 461	Food Purchases		
51 2569 000 462	Commodities		

*To Adjust Food Inventory to Actual*

10 170	Inventory - Supplies		20,277.60
10 2549 222 321	Heat Fuel	20,277.60	

*To Adjust Fuel Inventory to Actual*

51 2569 000 411	Supplies		65,653.83
51 2569 000 311	NSLP Reimbursement	65,653.83	

*To recass purchased services from the colonies.*

~~10 1990 22,341.24~~

**LEOLA SCHOOL DISTRICT  
PROPOSED ADJUSTMENTS  
06/30/2019**

<u>Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
51 196	Pension Asset		141.24
51 252	Deferred Outflows		3,576.34
51 554	Deferred Inflows	745.47	
51 2569 000 220	Retirement	2,972.11	

*To adjust GASB 68 for food service to actual.*

**LEOLA SCHOOL DISTRICT 44-2**  
**PROPOSED ADJUSTMENTS**  
**6/30/2019**

<u>Description</u>	<u>Account</u>	<u>Debit</u>	<u>Credit</u>
Supplies	21 2549 000 520		142.00
Cash	21 101	142.00	
Cash	10 101		142.00
Supplies	10 2549 000 411	142.00	
<b>To move supplies from capital outlay fund to general fund</b>			
Fees	10 2227 000 319		744.83
Prepaid Expense	10 192	744.83	
Fees	10 2227 000 473		250.00
Prepaid Expense	10 192	250.00	
Fees	10 2227 000 319		937.50
Prepaid Expense	10 192	937.50	
<b>To move bill that is for the next fiscal year. (Reverse in 19-20)</b>			
Supplies	21 2227 000 411		1,740.00
Cash	21 101	1,740.00	
Cash	10 101		1,740.00
Supplies	10 2227 000 411	1,740.00	
<b>To move supplies from capital outlay fund to general fund</b>			
Dues	10 2559 000 640	100.00	
Accounts Payable	10 402		100.00
Services	22 1226 000 319	1,344.00	
Services	22 2172 000 319	1,975.33	
Accounts Payable	22 402		3,319.33
<b>To move invoices to the PY (Reverse in 19-20)</b>			
Accounts Payable	10 402		9,690.12
Cash	10 101	9,690.12	
Accounts Payable	21 402		4,814.19
Cash	21 101	4,814.19	
Accounts Payable	22 402		439.35
Cash	22 101	439.35	
Accounts Payable	51 402		3,155.61
Cash	51 101	3,155.61	
<b>To move cash to accounts payable (Reverse in 19-20)</b>			

**LEOLA SCHOOL DISTRICT 44-1**  
**PROPOSED PAYROLL ADJUSTING ENTRIES**  
**6/30/19**

<b>Account Description</b>	<b>Account Number</b>	<b>Debit</b>	<b>Credit</b>
Health insurance	10 1111 000 230		4,621.39
Health insurance	10 1111 010 230		898.33
Health insurance	10 1111 020 230		270.54
Health insurance	10 1111 030 230		1,418.50
Health insurance	10 1121 000 230		903.15
Health insurance	10 1131 000 230		3,347.83
Health insurance	10 1273 000 230		67.85
Health insurance	10 1273 000 230 005		560.00
Health insurance	10 2122 000 230		57.68
Health insurance	10 2122 000 230 006		560.00
Health insurance	10 2549 000 230		79.14
Benefits Payable	10 457	12,784.41	
Health insurance	22 1221 000 230		577.92
Health insurance	22 2715 000 230		130.23
Benefits Payable	22 457	708.15	
<b>To adjust benefits payable to actual</b>			
Other Income	10 1990	3,546.34	
PR Deduction - FICA	10 451		3,546.34
PR Deduction - FICA	10 451		1588.74
PR Deduction - FIT	10 452		1996.97
OASI	10 1111 000 211	1792.86	
OASI	10 1121 000 211	896.43	
OASI	10 1131 000 211	896.42	
<b>To adjust payroll taxes payable to actual</b>			

**LEOLA SCHOOL DISTRICT 44-2  
PROPOSED ADJUSTMENTS  
6/30/2019**

<u>Description</u>	<u>Account</u>	<u>Debit</u>	<u>Credit</u>
Supplies	21 2549 000 520		142.00
Cash	21 101	142.00	
Cash	10 101		142.00
Supplies	10 2549 000 411	142.00	
<b>To move supplies from capital outlay fund to general fund</b>			
Fees	10 2227 000 319		744.83
Cash	10 101	744.83	
Fees	10 2227 000 473		250.00
Cash	10 101	250.00	
Fees	10 2227 000 319		937.50
Cash	10 101	937.50	
<b>To move bill that is for the next fiscal year. (Reverse in 19-20)</b>			
Supplies	21 2227 000 411		1,740.00
Cash	21 101	1,740.00	
Cash	10 101		1,740.00
Supplies	10 2227 000 411	1,740.00	
<b>To move supplies from capital outlay fund to general fund</b>			
Dues	10 2559 000 640	100.00	
Accounts Payable	10 402		100.00
Services	22 2172 000 319	1,344.00	
Services	22 2171 000 319	1,975.33	
Accounts Payable	22 402		3,319.33
<b>To move invoices to the PY (Reverse in 19-20)</b>			
Accounts Payable	10 402		7,757.79
Cash	10 101	7,757.79	
Accounts Payable	21 402		4,814.19
Cash	21 101	4,814.19	
Accounts Payable	22 402		439.35
Cash	22 101	439.35	
Accounts Payable	51 402		3,155.61
Cash	51 101	3,155.61	
<b>To move cash to accounts payable (Reverse in 19-20)</b>			

**LEOLA SCHOOL DISTRICT  
 PROPOSED ADJUSTING ENTRIES  
 06/30/19**

<b>ACCOUNT DESCRIPTION</b>	<b>ACCOUNT NUMBER</b>	<b>DEBIT</b>	<b>CREDIT</b>
Buildings	90 202	-	
Improvements	90 203	15,134.00	
Equipment	90 204	170,972.00	
Net Position	90 706		186,106.00
Instruction	90 1111 000 910	62,342.00	
Support	90 2549 000 910	97,561.00	
Co-Curricular	90 6900 000 910	18,065.00	
Accum Depreciation	90 208		177,968.00
Depreciation	51 2569 000 910	4,890.00	
Accum Depreciation	51 208		4,890.00

***To record depreciation.***

21 120	Accounts Receivable	8,041.25	
21 5140	Insurance Proceeds		8,041.25

***To accrue receivable for insurance proceeds***

21 8110	Transfers Out	37,213.00	
21 101	Cash		37,213.00
10 101	Cash	37,213.00	
10 5110	Transfers In		37,213.00

***To record additional transfers from CO to GF.***



Leola School District 44-2

Inventory

6-30-19

<u>Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
51 170	Inventory - Supplies		
51 171	Inventory - Food		
51 172	Inventory of Commodities		
51 2569 000 411	Supplies		
51 2569 000 461	Food Purchases		
51 2569 000 462	Commodities		

***To Adjust Food Inventory to Actual***

10 170	Inventory - Supplies		20,277.60
10 2549 222 321	Heat Fuel	20,277.60	

***To Adjust Fuel Inventory to Actual***

51 2569 000 411	Supplies		65,653.83
51 2569 000 311	NSLP Reimbursement	65,653.83	

***To recass purchased services from the colonies.***

51 2569 000 311	MSLP Reimbursement	15,562.59	
51 402	Accounts Payable		15,562.59

***To record payables to colonies for summer meal program.***

LEOLA SCHOOL DISTRICT 44-2  
 PROPOSED ADJUSTING ENTRIES  
 06/30/2019

ACCOUNT	ACCOUNT NUMBER	DEBIT	CREDIT
Prepaid Expense	21 192		3,300.00
Software Fees	21 2529 000 473	3,300.00	
<b><i>To expense SUI fees from prepaid expense</i></b>			
Coop fees	22 2715 000 313		31,069.68
Coop fees	22 1226 000 313	4,635.32	
Coop fees	22 2142 000 313	4,635.32	
Coop fees	22 2152 000 313	11,799.04	
Coop fees	10 2529 000 313	10,000.00	
Cash	22 101	10,000.00	
Cash	10 101		10,000.00
<b><i>To reclassify &amp; move North Central SpEd Coop fees</i></b>			
Professional Services	22 1226 000 313		8,149.00
Professional Services	22 1226 000 319		5,880.00
Professional Services	22 2172 000 319	14,029.00	
Professional Services	22 2172 000 319		24,960.19
Professional Services	22 2171 000 319	24,960.19	
<b><i>To move Avera St. Lukes fees</i></b>			
Riverside Technologies	21 2227 000 411		22,740.00
Riverside Technologies	21 2227 000 541	22,740.00	
<b><i>To move computer expense</i></b>			
CaWise food	51 2569 000 411		\$ 3,551.03
CaWise food	51 2569 000 461	3,551.03	
<b><i>To move Ca-Wise expense</i></b>			
Workmen's Comp	10 1111 000 240	1757.26	
Workmen's Comp	10 1121 000 240	471.46	
Workmen's Comp	10 1131 000 240	385.74	
Workmen's Comp	10 1273 000 240	85.72	
Workmen's Comp	10 2529 000 240	171.44	
Workmen's Comp	10 2549 000 240	171.44	
Workmen's Comp	10 2227 000 240	85.72	
Workmen's Comp	10 2222 000 240	85.72	
Workmen's Comp	10 2122 000 240	85.72	

Workmen's Comp	10 2321 000 240	42.86	
Workmen's Comp	10 2410 000 240	42.86	
Workmen's Comp	10 2559 000 240	300.02	
Workmen's Comp	22 1221 000 240	300.02	
Cash	22 101		300.02
Workmen's Comp	51 2569 000 240	300.02	
Cash	51 101		300.02
Workmen's Comp	10 2549 000 654		4,286.00
Cash	10 101	600.04	

***To adjust workmens comp insurance.***

Leola School District 44-2

Inventory

6-30-19

<u>Account</u>	<u>Description</u>	<u>Debit</u>	<u>Credit</u>
51 170	Inventory - Supplies	62.97	
51 171	Inventory - Food	639.40	
51 172	Inventory of Commodities		9,701.03
51 2569 000 411	Supplies		62.97
51 2569 000 461	Food Purchases		639.40
51 2569 000 462	Commodities	9,701.03	

*To Adjust Food Inventory to Actual*

**INTERNAL CONTROL QUESTIONNAIRE**

**GOVERNEMENTAL ENTITY:**

Leola School District 44-2  
2018-2019

**AUDIT PERIOD:**

**Introduction**

The purpose of this checklist is to help understand the sufficiency of the entity's internal controls, document those controls, and assist in making recommendations for improvements. Please complete this checklist to the best of your abilities.

**Understanding the Entity/General Controls Questions**

<u>Yes</u>	<u>No</u>	
		1. List the names of all board members/board members spouses and the occupations of the board members during the period under audit: <u>Richard Westphal (Christine) - Ranch Manager</u> <u>DeEtta Sieh (Chris) - Farmer/Rancher</u> <u>Arnie Wollman (Freida) - Hutterite Gardener</u> <u>Kristi Spitzer (Glenn) - School Counselor</u> <u>Trevor Zantow (Kristy) - Farmer/Rancher</u>
		2. List the names of all members of the entity's administration: <u>Beverly Myer - Principal/Superintendent</u> <u>Kayla Casey - Business Manager</u> <u>Mark Dement - Counselor</u>
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Were there any financial transactions involving related-parties during the year under audit?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Is a log of cash/checks received maintained by the person who opens the mail?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Are financial reports comparing actual financial results to budgeted amounts generated and reviewed by the board members and administration monthly?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Does the entity use a purchase order system that must be followed and approvals made prior to purchases being made?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Does the accounting software reject duplicate entries, such as: check numbers, vendor numbers, etc?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Does the organization obtain competitive bids for items over a specified amount?
<input checked="" type="checkbox"/>	<input type="checkbox"/>	9. Are there procedures to obtain the best possible prices for items not subject to competitive bidding requirements?

Yes No

10. Do you have online access to the bank accounts? If so, who has access?  
Kayla Casey
11. Are funding sources evaluated annually to assess the sustainability of current funding levels?
12. Does the budget process include key members of management?
13. If segregation of duties is not practical, does supervisory oversight exist at any level over these financial transactions?
14. Have any unusual trends or discrepancies in accounts been detected recently?
15. Are there any important financial reconciliations that are not being routinely performed that should be?
16. Are there any entity assets that you believe are not adequately protected against theft and misuse?

Cash

17. Are the original bank statements sent to, opened by, and reviewed by a member of the board who does not have a responsibility for reconciling the statement to the general ledger?
18. Are the original credit card statements sent to, opened by, and reviewed by a member of the board? Sent to each person whose name is on the card as well as the business manager  
Are all bank statements reconciled from the bank statement to the general ledger monthly and promptly? Are reconciling differences, negative balances, and/or unsupported transactions investigated and corrected in a timely manner?
19. Are all bank statements reconciled from the bank statement to the general ledger monthly and promptly? Are reconciling differences, negative balances, and/or unsupported transactions investigated and corrected in a timely manner?
20. Are individuals responsible for reconciling the bank statements different from those who are responsible for check preparation?
21. Do you have a petty cash fund?
22. If yes, what amount of cash is kept in the petty cash fund?  
\$75 Postage \$600 Activity, Cashboxes (tickets/concessions)

Yes    No

23. If yes, please describe who has access to the petty cash fund and the procedures in place for accounting for petty cash transactions.

Postage is used by Kayla Casey, Cassie Jager or Beau Myer and receipts are returned.

Activity boxes are accessed by Beau Myer, Kayla Casey, Trevor van Tilburg (AD), Val Pette Commissions and are reconciled after each event.

24.

If the organization reimburses employees for purchases made on behalf of the entity, are the controls adequate?

25.

Is the supply of unused checks protected by lock and key?

26.

Are individuals involved in the accounting function or the recording of transactions prohibited from signing checks?

### Cash Receipts

27.

Are the checks that come into the entity via mail endorsed with the entity's restrictive endorsement stamp immediately after receipt?

28.

Are bank deposits made on the next business day? Depends when the game is

29.

When deposits cannot be deposited on the next business day, are they kept in a secure location?

30.

Please provide a narrative/description of the process from start to finish of receiving money to deposit and recording into the accounting software:

Money received is receipted in the book. Checks are stamped and deposited in the bank. Cash receipts are entered into the software and reconciled monthly.

31.

Does an individual not involved with the maintenance of the cash/check mail log and an individual not involved with processing cash receipts review the log with the receipt book on a regular basis to search for missing deposits?

32.

Are prenumbered tickets used for admissions to extra curricular activities and reviewed by two or more individuals who were not involved with selling the tickets or collecting the cash for each event?

### Cash Disbursements

33.

Are two signatures required for all disbursements?

34.

Are voided checks properly accounted for and kept in a safe location?

- | Yes                                 | No                                  |  |
|-------------------------------------|-------------------------------------|--|
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 35. Does the entity prohibit check signers from signing checks in advance?   |
| <input type="checkbox"/>            | <input checked="" type="checkbox"/> | 36. Are two signatures required to initiate a wire transfer? <i>They call the 2nd person and it is approved at the following meeting.</i>  |
| <input type="checkbox"/>            | <input type="checkbox"/>            | 37. Please describe the procedure for initiating and approving wire transfers, if any:<br><i>If we have to do a transfer I contact the bank they get authorization from the board president and it is approved at the following meeting.</i> |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 38. Is supporting documentation reviewed by designated parties prior to signing checks or authorizing electronic payments?   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 39. Are there controls to prevent expenditure of funds in excess of approved, budgeted amounts? For example, are purchase requisitions reviewed against remaining amount in the budget?  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 40. Are invoices matched with purchase orders and receiving reports prior to issuing a check for payment?  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 41. Are prenumbered checks used and sequentially accounted for on a regular basis?   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 42. Do you use a signature stamp?  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 43. If yes, is access to the signature stamp limited to the person whose signature is on the stamp?  |

#### Human Resources/Fraud

- |                                     |                                     |   |
|-------------------------------------|-------------------------------------|---|
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 44. Are there adequate job descriptions for all accounting or finance positions? Are the level of competence and the requisite knowledge and skills carefully defined for each job in the accounting or finance department? |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 45. Does the entity have a written Accounting/Financial Policies and Procedures Manual?   |
| <input type="checkbox"/>            | <input checked="" type="checkbox"/> | 46. When employees assigned to financial or accounting duties are on vacation, does another employee assume their responsibilities?   |
| <input type="checkbox"/>            | <input checked="" type="checkbox"/> | 47. Does the entity require all individuals working in finance or accounting to take a full, uninterrupted, week of vacation per year?  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/>            | 48. Does the entity require thorough background checks for all finance personnel and key positions?   |



Yes    No

- ✓         49. Does the entity have a written policy whereby employees are required to report suspicious activities, conflicts of interest, or unethical behavior to the appropriate level of management?
- ✓         50. Does the entity have a policy whereby terminated employees are subject to an exit interview?
- ✓         51. Is the organization's Conflict of Interest policy clear and understandable?
- ✓ 52. Are you aware of the existence of fraud, conflicts of interest, or unethical behavior?
- ✓ 53. Has any employee ever approached you to conspire in fraud?
- ✓ 54. Are you aware of any control weaknesses that could lead to fraud?
- ✓         55. Is there a policy that states employees with access to critical financial information and information systems are removed immediately from the systems without a two week notice?

**Payroll**

56. Are at least two people involved in the following payroll functions:
- ✓         a. Adding new employees to payroll?
- ✓         b. Processing payroll?
- ✓         c. Reviewing payroll?
- ✓         d. Resolving payroll issues?
- ✓         57. Are payroll checks approved/signed by individuals not involved in processing payroll?
- ✓         58. Is there a random check on payroll during the year to ensure that wages are accurate and there are no ghost employees on the payroll?
- ✓ 59. Are current payrolls compared to those in prior periods for comparison by an individual not involved in processing payroll?
- ✓ 60. Are payroll checks or paystubs made by direct deposit distributed to employees by someone not involved in processing payroll?
- ✓         61. Are loans to employees and board members prohibited?

**Capital Assets**

Yes    No

- 62. Does management periodically track asset acquisitions and remaining costs and compare with capital expenditure budgets?
- 63. Are disposals of capital assets reviewed by management and entered into the capital asset subledger on a timely basis?
- 64. Are disposals declared surplus property in accordance with SDCL?

**Information Technology**

- 65. Is critical information backed-up and stored off-site?
- 66. Is sensitive information protected by operator ID/password?
- 67. How often are these passwords required to be changed?  
Each program is different usually 3-6 months
- 68. Are computers and servers maintained in a secured area?

**A-133 Applicable Only - Disregard this section if you are not required to meet these standards**

- 69. Are there procedures in place for identifying federal, state, and other awards?
- 70. Are reconciliations of grant financial reports with supporting accounting records prepared, reviewed, and approved by a responsible official before filing?
- 71. Are financial reports prepared for required accounting periods within the time imposed and on the basis of accounting required by the grantor agencies?
- 72. Do financial reports and claims for advances and reimbursements agree with the supporting financial records and general ledger?
- 73. Do you have procedures for tracking property and equipment purchased with federal award funds?
- 74. Is the entities employee time allocation method in accordance with the Uniform Guidance and applicable grant agreements?
- 75. Is there a written procurement manual in place that complies with Uniform Guidance?

Yes    No  
✓

76. Does the appropriate level of management or another appropriate person review reports for audits of the government's awards or grants prepared by other auditors?

77. Please describe the controls established to preclude charging federal award programs with unallowable costs and expenditures.

Purchase orders are approved by Administration based on  
if they are allowable costs. Items are purchased and  
a record is kept

Prepared By: Kayla Casey

Date: 7/19/19

Reviewed By: Bruce Mye

Date: 7/19/19



# CAHILL BAUER & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS AND CONSULTANTS

December 3, 2019

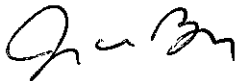
Kayla Casey, Business Manager  
Leola School District No. 44-2  
Leola, SD 57456

Dear Kayla,

Please find enclosed a draft audit report package of the Leola School District No. 44-2 for the Year Then Ended June 30, 2019.

If you have any questions regarding these documents, please feel free to contact our office.

Sincerely,



Jason W. Bauer, CPA, PFS, CGMA

JWB/AJQ

Enclosures:

1. Draft Audit Report for the Year Then Ended June 30, 2019

*Jason W. Bauer, CPA, CGMA, PFS • bauer@cahillbauer.com*

P.O. Box 669 • Mobridge, SD 57601-0669 • Fax (605) 845-2517 • Phone (605) 845-2927 • Toll Free 1-800-244-8436

MEMBERS: AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS

**LEOLA SCHOOL DISTRICT NO. 44-2  
LEOLA, SOUTH DAKOTA  
AUDIT REPORT  
FOR THE YEAR THEN ENDED  
JUNE 30, 2019**

**DRAFT**

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**TABLE OF CONTENTS**

	<u>Page</u>
Independent Auditors' 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	1
Schedule of Prior and Current Audit Findings	2 - 6
Independent Auditors' Report	7 - 9
<b>Basic Financial Statements</b>	
<b>Government-Wide Financial Statements</b>	
Statement of Net Position	10
Statement of Activities	11
<b>Fund Financial Statements</b>	
<b>Governmental Funds</b>	
Balance Sheet	12
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position	13
Statement of Revenues, Expenditures and Changes in Fund Balance	14 - 16
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	17
<b>Proprietary Funds</b>	
Statement of Net Position	18
Statement of Revenues, Expenses and Changes in Fund Net Position	19
Statement of Cash Flows	20
<b>Fiduciary Funds</b>	
Statement of Fiduciary Net Position	21
Statement of Changes in Fiduciary Fund Net Position	22
Notes to the Financial Statements	23 - 47
<b>Required Supplementary Information - Budgetary Comparison Schedules</b>	
Budgetary Comparison Schedule - Budgetary Basis - General Fund	48 - 50
Budgetary Comparison Schedule - Budgetary Basis - Capital Outlay Fund	51 - 52
Budgetary Comparison Schedule - Budgetary Basis - Special Education Fund	53
Notes to Required Supplementary Information - Budgetary Comparison Schedules	54 - 55

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**TABLE OF CONTENTS**

---

	<u>Page</u>
Required Supplementary Information - Pension Schedules	
Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset)	56
Schedule of the School District Contributions	57
Notes to Required Supplementary Information - Pension Schedules	58

DRAFT

**INDEPENDENT AUDITORS' 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***

---

School Board  
Leola School District No. 44-2  
McPherson County, South Dakota

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Leola School District No. 44-2, South Dakota (School District) as of June 30, 2019 and for the year then ended, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements and have issued our report thereon dated November 12, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Current Audit Findings, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the School District's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying Schedule of Current Audit Findings, items 2019-001, 2019-002, 2019-003, and 2019-004 to be material weaknesses.



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Leola School District No. 44-2's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

School District's Response to Findings

The School District's responses to the findings identified in our audit are described in the accompanying Schedule of Current Audit Findings. The School District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

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 School District'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. As required by South Dakota Codified Law 4-11-11, this report is a matter of public record and its distribution is not limited.

Mobridge, South Dakota  
November 12, 2019

**LEOLA SCHOOL DISTRICT NO. 44-2  
SCHEDULE OF PRIOR AND CURRENT AUDIT FINDINGS  
JUNE 30, 2019**

---

**STATUS OF PRIOR AUDIT FINDINGS**

**Finding Number 2018-001:**

Internal control over financial reporting and compliance is not adequate.

**Current Status**

Condition still exists, see current audit finding number 2019-001.

**Finding Number 2018-002:**

The District's internal control structure does not provide for the preparation of financial statements in accordance with generally accepted accounting principles.

**Current Status**

Condition still exists, see current audit finding number 2019-002.

**Finding Number 2018-003:**

Internal control does not provide for identifying material misstatements.

**Current Status**

Condition still exists, see current audit finding number 2019-003.

**Finding Number 2018-004:**

The District exceeded budgeted appropriations, which is a violation of SDCL 13-11-2.

**Current Status**

This condition has been corrected.

**Finding Number 2018-005:**

The District's internal control did not identify miscalculations of payroll deductions.

**Current Status**

Condition still exists, see current audit finding number 2019-004.

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2  
SCHEDULE OF PRIOR AND CURRENT AUDIT FINDINGS  
JUNE 30, 2019**

---

**Finding Number 2018-006:**

The District transferred in excess of the allowed amount from the Capital Outlay Fund to the General Fund, which is a violation of law.

**Current Status**

This condition has been corrected.

**CURRENT AUDIT FINDINGS AND RECOMMENDATIONS**

**Finding Number 2019-001:**

**Criteria**

The internal control system of a School can help assist in achieving its performance targets and prevent the loss of resources. It helps to ensure reliable financial reporting and the compliance with laws and regulations.

**Condition Found**

The School District has a limited number of office personnel and, accordingly, does not have adequate internal controls in revenue, expenditures, and payroll functions because of a lack of segregation duties.

**Identification of Repeat Finding:**

This has been a repeat finding for several years in a row.

**Cause and Effect**

The School District has one employee who prepares all the accounting records. This condition increases the risk that fraud or errors might occur in the financial reporting process.

**Recommendation**

We recommend a high level of awareness be maintained by management to assist in preventing, detecting, or correcting matters that may arise due to this internal control weakness. Compensating controls should be implemented as necessary.

**LEOLA SCHOOL DISTRICT NO. 44-2  
SCHEDULE OF PRIOR AND CURRENT AUDIT FINDINGS  
JUNE 30, 2019**

---

**Views of Responsible Officials**

Due to staff size, it is not deemed feasible to adequately segregate duties. However, we are aware of this internal control weakness and intend to provide continuous monitoring in an effort to prevent, detect, or correct any matters that may result.

**Finding Number 2019-002:**

**Criteria**

An organization's internal control structure should provide for the preparation of financial statements in accordance with generally accepted accounting principles.

**Condition Found**

The School does not have an internal control system designed to provide for the preparation of the annual financial statements being audited, including required footnotes and disclosures, in accordance with generally accepted accounting principles. As auditors, we were requested to draft the financial statements.

**Identification of Repeat Finding:**

This has been a repeat finding for several years in a row.

**Cause and Effect**

The control deficiency could result in a misstatement of the financial statements. This condition may affect the School's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

**Recommendation**

It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with this condition because of cost or other considerations.

**Views of Responsible Officials**

The business manager, Kayla Casey, is the contact person responsible for this comment. The School is continuing its work on correcting this deficiency.

**LEOLA SCHOOL DISTRICT NO. 44-2  
SCHEDULE OF PRIOR AND CURRENT AUDIT FINDINGS  
JUNE 30, 2019**

---

**Finding Number 2019-003**

**Criteria**

An organization's internal control structure should provide for the recording of all necessary material adjustments in order to ensure that accounting records are in accordance with generally accepted accounting principles.

**Condition Found**

While conducting our audit, we proposed material audit adjustments that would not have been identified as a result of the School District's existing internal controls, and therefore could have resulted in a material misstatement of the School District's financial statements.

**Identification of Repeat Finding:**

This has been a repeat finding for several years in a row.

**Cause and Effect**

This condition may affect the School District's ability to record, process, summarize, and report financial statement data consistent with the assertions of management in the financial statements.

**Recommendation**

It is the responsibility of management and those charged with governance to make the decision whether to accept the degree of risk associated with this condition because of cost and other considerations.

**Views of Responsible Officials**

The School District is continuing its work in correcting this deficiency.

**Finding Number 2019-004**

**Criteria**

A School District is required to properly calculate payroll deductions based on the appropriate compensation as defined by law.

**LEOLA SCHOOL DISTRICT NO. 44-2  
SCHEDULE OF PRIOR AND CURRENT AUDIT FINDINGS  
JUNE 30, 2019**

---

**Condition Found**

The School District did not properly calculate payroll deductions correctly throughout the year.

**Identification of Repeat Finding:**

This has been a repeat finding for two consecutive years.

**Cause and Effect**

The School District does not have an internal control system in place to identify deficiencies in its payroll process that could lead to errors and/or miscalculations.

**Recommendation**

The School District should implement a review process for payroll that can identify errors and/or miscalculations in payroll.

**Views of Responsible Officials**

The School District is continuing its work in correcting this deficiency.

DRAFT

## INDEPENDENT AUDITORS' REPORT

---

School Board  
Leola School District No. 44-2  
McPherson County, South Dakota

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Leola School District No. 44-2 (School District), as of June 30, 2019 and for the year then ended, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the Table of Contents.

### **Management's Responsibility for the Financial Statements**

The School District's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the School District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Leola School District No. 44-2 as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Budgetary Comparison Schedules, Schedule of School District Contributions, and Schedule of the School District's Proportionate Share of the Net Pension Liability (Asset) on pages 48 through 58 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The School District has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.



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

In accordance with Government Auditing Standards, we have also issued our report dated November 12, 2019 on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the School District's internal control over financial reporting and compliance.

Mobridge, South Dakota  
November 12, 2019

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 1,248,028	\$ 4,564	\$ 1,252,592
Advance payments	2,500	-	2,500
Investments	160,114	-	160,114
Taxes receivable	1,244,670	-	1,244,670
Inventories	-	8,879	8,879
Other assets	161,495	64,221	225,716
Net pension asset	1,736	48	1,784
Capital assets			
Land, improvements	18,000	-	18,000
Other capital assets, net depreciation	4,791,372	36,797	4,828,169
<b>TOTAL ASSETS</b>	<b>7,627,915</b>	<b>114,509</b>	<b>7,742,424</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related deferred outflows	593,947	17,205	611,152
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 593,947</b>	<b>\$ 17,205</b>	<b>\$ 611,152</b>

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

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>LIABILITIES</b>			
Accounts payable	\$ 16,431	\$ 18,718	\$ 35,149
Other current liabilities	172,797	18,366	191,163
Noncurrent liabilities:			
Due within one year	200,000	-	200,000
Due in more than one year	2,336,070	-	2,336,070
<b>TOTAL LIABILITIES</b>	<b>2,725,298</b>	<b>37,084</b>	<b>2,762,382</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related deferred inflows	165,773	4,614	170,387
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>165,773</b>	<b>4,614</b>	<b>170,387</b>
<b>NET POSITION</b>			
Net Investment in			
Capital Assets	2,235,052	36,797	2,271,849
Restricted for:			
Capital Outlay	1,210,553	-	1,210,553
Special Education	569,262	-	569,262
SDRS Pension Purposes	429,910	12,639	442,549
Unrestricted	886,014	40,580	926,594
<b>TOTAL NET POSITION</b>	<b>\$ 5,330,791</b>	<b>\$ 90,016</b>	<b>\$ 5,420,807</b>

**LEOLA SCHOOL DISTRICT NO. 44-2  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2019**

Functions/Programs	Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Primary Government		
				Governmental Activities	Business-Type Activities	Total
<b>Primary government</b>						
Governmental activities						
Instruction	\$ 1,900,427	\$ -	\$ 81,614	\$ (1,818,813)	\$ -	\$ (1,818,813)
Support services	1,016,925	1,913	25,556	(989,456)	-	(989,456)
Cocurricular activities	139,806	17,319	-	(122,487)	-	(122,487)
** Interest on long term debt	51,682	-	-	(51,682)	-	(51,682)
<b>Total governmental activities</b>	<b>3,108,840</b>	<b>19,232</b>	<b>107,170</b>	<b>(2,982,438)</b>	<b>-</b>	<b>(2,982,438)</b>
<b>Business-type activities</b>						
Food services	244,004	46,264	199,776	-	2,036	2,036
Other enterprise funds	668	2,390	-	-	1,722	1,722
<b>Total business-type activities</b>	<b>244,672</b>	<b>48,654</b>	<b>199,776</b>	<b>-</b>	<b>3,758</b>	<b>3,758</b>
<b>Total primary government</b>	<b>\$ 3,353,512</b>	<b>\$ 67,886</b>	<b>\$ 306,946</b>	<b>\$ (2,982,438)</b>	<b>\$ 3,758</b>	<b>\$ (2,978,680)</b>
<b>General Revenues</b>						
Taxes						
Property taxes				2,250,450	-	2,250,450
Utility taxes				95,997	-	95,997
Revenue from state sources:						
State Aid				1,001,696	-	1,001,696
Other				5,720	-	5,720
Revenue from federal sources:						
Other				8,064	-	8,064
Unrestricted investments earnings				8,568	-	8,568
Other general revenues				68,069	-	68,069
Transfers				(6,000)	6,000	-
<b>Total general revenues and transfers</b>				<b>3,432,564</b>	<b>6,000</b>	<b>3,438,564</b>
Change in net position				450,126	9,758	459,884
Net position - beginning				4,875,324	80,258	4,955,582
Prior period adjustment (See Note 15)				5,341	-	5,341
Net position - ending				\$ 5,330,791	\$ 90,016	\$ 5,420,807

\*\* The District does not have interest expense related to the functions presented above. This amount includes indirect interest expense on general long-term debt.

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

**LEOLA SCHOOL DISTRICT NO. 44-2  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2019**

	General Fund
<b>ASSETS</b>	
Cash and cash equivalents	\$ 349,679
Investments	104,638
Advance payments	2,500
Taxes-receivables	392,439
Taxes-delinquent	19,333
Accounts receivable	-
Due from state government	101,718
Due from federal government	26,478
Deposits	19,489
<b>TOTAL ASSETS</b>	<b>\$ 1,016,274</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	
<b>Liabilities:</b>	
Accounts payable	\$ 7,858
Contracts payable	94,470
Payroll deductions and withholdings payable and employer matching payable	11,862
<b>Total Liabilities</b>	<b>114,190</b>
<b>Deferred Inflows of Resources:</b>	
Unavailable revenue - property taxes	408,587
<b>Total Deferred Inflows of Resources</b>	<b>408,587</b>
<b>Fund Balances:</b>	
Nonspendable	19,489
Restricted	
Capital outlay	-
Special education	-
Unassigned	474,008
<b>Total Fund Balance</b>	<b>493,497</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 1,016,274</b>

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

Capital Outlay Fund	Special Education Fund	Total Governmental Funds
\$ 587,800	\$ 310,549	\$ 1,248,028
-	55,476	160,114
-	-	2,500
586,264	209,420	1,188,123
29,011	8,203	56,547
8,041	-	8,041
-	-	101,718
4,251	1,518	32,247
-	-	19,489
<u>\$ 1,215,367</u>	<u>\$ 585,166</u>	<u>\$ 2,816,807</u>
\$ 4,814	\$ 3,759	\$ 16,431
-	10,676	105,146
-	1,469	13,331
<u>4,814</u>	<u>15,904</u>	<u>134,908</u>
<u>610,216</u>	<u>215,929</u>	<u>1,234,732</u>
<u>610,216</u>	<u>215,929</u>	<u>1,234,732</u>
-	-	19,489
600,337	-	600,337
-	353,333	353,333
-	-	474,008
<u>600,337</u>	<u>353,333</u>	<u>1,447,167</u>
<u>\$ 1,215,367</u>	<u>\$ 585,166</u>	<u>\$ 2,816,807</u>

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2  
RECONCILIATION OF GOVERNMENTAL FUNDS  
BALANCE SHEET TO THE STATEMENT OF NET POSITION  
JUNE 30, 2019**

---

Total fund balances - governmental funds \$ 1,447,167

Amounts reported for governmental activities in the statement of net position are different because:

Net pension asset reported in governmental activities is not an available financial resource and therefore is not reported in the funds. 1,736

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. The capitalized cost of the capital assets is \$6,694,377 and the accumulated depreciation is (\$1,885,005) for a net amount of \$4,809,372. 4,809,372

Pension related deferred outflows are components of pension liability (asset) and therefore are not reported in the funds. 593,947

Long term liabilities are not due and payable in the current period and therefore are not reported in the funds. Long-term liabilities consist of compensated absences of \$16,070, capital outlay certificates of \$2,520,000, unamortized bond premium of \$31,783, and accrued interest of \$22,537. (2,590,390)

Governmental funds report property tax revenue on the modified accrual basis of accounting recognizing revenue in the period for which the levy was made subject to meeting availability criteria which results in deferral of some revenue recognition while the statement of net position recognizes property tax revenue in the period for which it was levied without regard to availability criteria. 1,234,732

Pension related deferred inflows are components of pension liability (asset) and therefore are not reported in the funds. (165,773)

---

Total net position - governmental funds \$ 5,330,791

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	General Fund
<b>REVENUES:</b>	
Revenue from local sources:	
Taxes:	
Ad valorem taxes	\$ 710,895
Prior years' ad valorem taxes	5,187
Utility taxes	95,997
Penalties and interest on taxes	2,952
Earnings on investments and deposits	8,568
Cocurricular activities:	
Admissions	15,197
Other pupil activity income	2,122
Other revenue from local sources:	
Rentals	2,525
Contributions and donations	1,914
Charges for services	1,744
Other	6,353
<b>Total revenue from local sources</b>	<b>853,454</b>
Revenue from intermediate sources	
County sources:	
County appointment	10,875
<b>Total revenue from intermediate sources</b>	<b>10,875</b>
Revenue from state sources:	
Grants-in-aid:	
Unrestricted grants-in-aid	998,245
Restricted grants-in-aid	5,720
<b>Total revenue from state sources</b>	<b>1,003,965</b>
Revenue from federal sources:	
Grants-in-aid:	
Unrestricted grants-in-aid received from fed govt thru intermediate	2,295
Restricted grants-in-aid directly from fed govt	19,592
Restricted grants-in-aid thru state	91,029
<b>Total revenue from federal sources</b>	<b>112,916</b>
<b>Total revenues</b>	<b>\$ 1,981,210</b>

(Continued on next page)



Capital Outlay Fund	Special Education Fund	Total Governmental Funds
\$ 1,049,161	\$ 346,052	\$ 2,106,108
7,950	2,342	15,479
-	-	95,997
4,652	1,404	9,008
-	-	8,568
-	-	15,197
-	-	2,122
-	-	2,525
16,000	-	17,914
-	169	1,913
-	-	6,353
1,077,763	349,967	2,281,184
-	-	10,875
-	-	10,875
-	-	998,245
-	-	5,720
-	-	1,003,965
4,251	1,518	8,064
-	-	19,592
-	-	91,029
4,251	1,518	118,685
\$ 1,082,014	\$ 351,485	\$ 3,414,709

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	General Fund
Expenditures:	
Instruction:	
Regular programs:	
Elementary	\$ 853,701
Middle/junior high	123,960
High school	377,060
Special programs:	
Programs for special education	-
Coordinated early intervening services instruction	641
Educationally deprived	67,086
Total instruction	1,422,448
Support services:	
Pupils:	
Guidance	45,342
Health	444
Psychological	-
Speech pathology	-
Student therapy services	-
Instructional staff:	
Improvement of instruction	2,097
Educational media	69,343
General administration:	
Board of education	69,043
Executive administration	50,495
School administration:	
Office of the principal	49,557
Title I program administration	177
Other	2,579
Business:	
Fiscal services	113,561
Facilities acquisition & construction	-
Operation and maintenance of plant	268,672
Pupil transportation	88,040
Central:	
Staff	216
Special education:	
Administrative costs	-
Transportation costs	-
Other	-
Total support services	\$ 759,566

DRAFT

(Continued on next page)

Capital Outlay Fund	Special Education Fund	Total Governmental Funds
\$ 64,206	\$ -	\$ 917,907
24,312	-	148,272
29,423	-	406,483
-	198,541	198,541
-	-	641
-	-	67,086
117,941	198,541	1,738,930
-	-	45,342
-	-	444
-	4,635	4,635
-	11,799	11,799
-	42,308	42,308
-	-	2,097
1,236	-	70,579
-	-	69,043
277	-	50,772
-	-	49,557
-	-	177
-	-	2,579
7,695	-	121,256
15,662	-	15,662
15,287	-	283,959
150	-	88,190
-	-	216
-	13,063	13,063
-	840	840
-	17,025	17,025
\$ 40,307	\$ 89,670	\$ 889,543

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	General Fund
Debt services	\$ -
Cocurricular activities:	
Male activities	37,394
Female activities	37,219
Transportation	21,915
Combined activities	13,561
Total cocurricular activities	<u>110,089</u>
Capital outlay	-
Total expenditures/expenses	<u>2,292,103</u>
Other financing sources (uses)	
Transfers in	475,000
Transfers out	(6,000)
Compensation for loss of school property	-
Sale of surplus property	-
Total other financing sources (uses)	<u>469,000</u>
Net change in fund balances	158,107
Fund balance - beginning	330,049
Prior period adjustment (See note 15)	5,341
Fund balance - ending	<u>\$ 493,497</u>

DRAFT

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

Capital Outlay Fund	Special Education Fund	Total Governmental Funds
\$ 255,152	\$ -	\$ 255,152
830	-	38,224
5,741	-	42,960
-	-	21,915
-	-	13,561
6,571	-	116,660
186,106	-	186,106
606,077	288,211	3,186,391
-	-	475,000
(475,000)	-	(481,000)
8,041	-	8,041
22,361	-	22,361
(444,598)	-	24,402
31,339	63,274	252,720
568,998	290,059	1,189,106
-	-	5,341
\$ 600,337	\$ 353,333	\$ 1,447,167

**LEOLA SCHOOL DISTRICT NO. 44-2  
RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT  
OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2019**

---

Net change in fund balances - total governmental funds	\$	252,720
--	----	---------

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense.	8,138
--	-------

In both the government-wide and fund financial statements, revenues from property tax levies are applied to finance the budget of a particular period. Accounting for revenues from property tax accruals in the funds' statements differs from the accounting in the government wide statements in that the fund financial statements require the amounts to be "available". This amount reflects the application of both the application period and "availability criteria".	119,855
--	---------

Governmental funds recognize expenditures for amounts of compensated absences and early retirement benefits actually paid to employees with current financial resources during the fiscal year. Amounts of compensated absences earned by employees are not recognized in the funds. In the statement of activities, expenses for these benefits are recognized when the employees earn leave credits.	(1,280)
--	---------

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These expenses consist of the change in accrued interest of \$875, amortization of bond premiums of \$2,595, and pension expense of (\$132,777).	(129,307)
--	-----------

Payment of principal on long-term debt is an expenditure in the governmental funds but the payment reduces long-term liabilities in the statement of net position.	200,000
--	---------

Change in net position of governmental activities	\$	<u>450,126</u>
---	----	----------------

**LEOLA SCHOOL DISTRICT NO. 44-2  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2019**

	Food Service Fund	Drivers Education Fund	Total Proprietary Funds
<b>ASSETS</b>			
Current assets			
Cash and cash equivalents	\$ -	\$ 4,564	\$ 4,564
Accounts receivable	2,065	-	2,065
Due from federal government	62,156	-	62,156
Inventory of supplies	238	-	238
Inventory of store purchased for resale	3,001	-	3,001
Inventory of donated foods	5,640	-	5,640
Total Current Assets	<u>73,100</u>	<u>4,564</u>	<u>77,664</u>
Noncurrent assets			
Pension asset	48	-	48
Capital assets			
Machinery and equipment	102,839	-	102,839
Accumulated depreciation	(66,042)	-	(66,042)
Total Noncurrent Assets	<u>36,845</u>	<u>-</u>	<u>36,845</u>
<b>TOTAL ASSETS</b>	<u>109,945</u>	<u>4,564</u>	<u>114,509</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related deferred outflows	17,205	-	17,205
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>17,205</u>	<u>-</u>	<u>17,205</u>
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable	18,718	-	18,718
Checks in excess of cash	16,142	-	16,142
Contracts payable	664	-	664
Benefits payable	89	-	89
Unearned revenue	1,471	-	1,471
Total Current Liabilities	<u>37,084</u>	<u>-</u>	<u>37,084</u>
<b>TOTAL LIABILITIES</b>	<u>37,084</u>	<u>-</u>	<u>37,084</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related deferred inflows	4,614	-	4,614
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>4,614</u>	<u>-</u>	<u>4,614</u>
<b>NET POSITION</b>			
Net investment in capital assets	36,797	-	36,797
Restricted for SDRS	12,639	-	12,639
Unrestricted	36,016	4,564	40,580
<b>TOTAL NET POSITION</b>	<u>\$ 85,452</u>	<u>\$ 4,564</u>	<u>\$ 90,016</u>

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

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2019**

	Food Service Fund	Drivers Education Fund	Total Proprietary Funds
<b>OPERATING REVENUES</b>			
Sales			
To pupils	\$ 29,882	\$ -	\$ 29,882
To adults	7,346	-	7,346
A la carte	9,036	-	9,036
Other charges for goods and services	-	2,390	2,390
Total operating revenues	<u>46,264</u>	<u>2,390</u>	<u>48,654</u>
<b>OPERATING EXPENSES</b>			
Salaries	56,808	588	57,396
Employee benefits	10,124	80	10,204
Purchased services	90,869	-	90,869
Supplies	1,964	-	1,964
Cost of sales - purchased food	55,957	-	55,957
Cost of sales - donated food	17,366	-	17,366
Dues and fees	6,019	-	6,019
Other	7	-	7
Depreciation	4,890	-	4,890
Total operating expenses	<u>244,004</u>	<u>668</u>	<u>244,672</u>
Operating income/(loss)	<u>(197,740)</u>	<u>1,722</u>	<u>(196,018)</u>
<b>NONOPERATING REVENUES</b>			
State sources			
State grants	537	-	537
Federal sources			
Cash reimbursements	191,574	-	191,574
Donated food	7,665	-	7,665
Total nonoperating revenues	<u>199,776</u>	<u>-</u>	<u>199,776</u>
Net income/(loss) before transfers	2,036	1,722	3,758
Transfers in	6,000	-	6,000
Change in net position	<u>8,036</u>	<u>1,722</u>	<u>9,758</u>
Total net position - July 1, 2018	77,416	2,842	80,258
Total net position - June 30, 2019	<u>\$ 85,452</u>	<u>\$ 4,564</u>	<u>\$ 90,016</u>

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



**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Food Service Fund	Drivers Education Fund	Total Proprietary Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers	\$ 47,713	\$ 2,390	\$ 50,103
Payments to employees for services	(64,741)	(668)	(65,409)
Payments to suppliers of goods and services	(146,029)	(294)	(146,323)
Net cash provided/(used) by operating activities	<u>(163,057)</u>	<u>1,428</u>	<u>(161,629)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfers from the general fund	6,000	-	6,000
Operating grants	146,240	-	146,240
Net cash provided by noncapital financing activities	<u>152,240</u>	<u>-</u>	<u>152,240</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(10,817)</b>	<b>1,428</b>	<b>(9,389)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>(5,325)</b>	<b>3,136</b>	<b>(2,189)</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>\$ (16,142)</u></b>	<b><u>\$ 4,564</u></b>	<b><u>\$ (11,578)</u></b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES</b>			
Operating income/(loss)	\$ (197,740)	\$ 1,722	\$ (196,018)
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES</b>			
Depreciation expense	4,890	-	4,890
Value of donated commodities used	17,366	-	17,366
Change in assets and liabilities			
Receivables	840	-	840
Inventories	(702)	-	(702)
Accounts and other payables	9,316	(294)	9,022
Change in pension asset/(liability)	2,973	-	2,973
Net cash provided/(used) by operating activities	<u>\$ (163,057)</u>	<u>\$ 1,428</u>	<u>\$ (161,629)</u>
Noncash investing, capital and financing activities:			
Value of commodities received	<u>\$ 7,665</u>	<u>\$ -</u>	<u>\$ 7,665</u>

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

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2019**

	Private-Purpose Trust Funds	Agency Funds
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,112	\$ 13,807
<b>TOTAL ASSETS</b>	<b>2,112</b>	<b>13,807</b>
<b>LIABILITIES</b>		
Amount held for others	-	13,807
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>13,807</b>
<b>NET POSITION</b>		
Held in trust for scholarships and memorials	2,112	-
<b>TOTAL NET POSITION</b>	<b>\$ 2,112</b>	<b>\$ -</b>

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**STATEMENT OF CHANGES IN FIDUCIARY FUND NET POSITION**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2019**

	Private-Purpose Trust Funds
ADDITIONS	
Other additions	\$ 523
DEDUCTIONS	
Other deductions	-
Change in net position	523
Total net position - July 1, 2018	1,589
Total net position - June 30, 2019	\$ 2,112

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2019  
(See Independent Auditors' Report)**

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the School District conform to generally accepted accounting principles applicable to government entities in the United States of America.

*a. Financial Reporting Entity*

The reporting entity of the Leola School District No. 44-2, consists of the primary government (which includes all of the funds, organizations, institutions, agencies, departments, and offices that make up the legal entity, plus those funds for which the primary government has a fiduciary responsibility, even though those fiduciary funds may represent organizations that do not meet the criteria for inclusion in the financial reporting entity); those organizations for which the primary government is financially accountable; those organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the financial reporting entity's financial statements to be misleading or incomplete.

The School District participates in a cooperative service unit with several other school districts. See detailed note entitled "Joint Ventures" for specific disclosures. Joint ventures do not meet the criteria for inclusion in the financial reporting entity as a component unit, but are discussed in these notes because of the nature of their relationship with the School District.

*b. Basis of Presentation*

**Government-wide Financial Statements**

The Statement of Net Position and Statement of Activities display information about the reporting entity as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Net Position reports all financial and capital resources, in a net position form (assets minus liabilities, equal net position). Net Position is displayed in three components, as applicable, net investment in capital assets, restricted (distinguishing between major categories of restrictions), and unrestricted.

**NOTES TO FINANCIAL STATEMENTS - Page 2**  
**(See Independent Auditors' Report)**

---

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function of the School District's governmental activities. Direct expenses and those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by recipients of goods and services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

**Fund Financial Statements**

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the School District or it meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least ten percent of the corresponding total for all funds of that category or type, and;
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least five percent of the corresponding total for all governmental and enterprise funds combined, or;
3. Management has elected to classify one or more governmental or enterprise funds as major for consistency in reporting from year to year, or because of public interest in the fund's operations.

The funds of the School District financial reporting entity are described below within their respective fund types:

**Governmental Funds**

**General Fund** - A fund established by South Dakota Codified Laws (SDCL) 13-16-3 to meet all the general operational costs of the School District, excluding Capital Outlay Fund and Special Education Fund expenditures. The General Fund is always a major fund.

*Special Revenue Funds* - special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

**Special Education Fund** - A fund established by SDCL 13-37-16 to pay the costs for the special education of all children in need of special assistance and prolonged assistance who reside within the School District. This fund is financed by grants and property taxes. This is a major fund.

**NOTES TO FINANCIAL STATEMENTS - Page 3**  
**(See Independent Auditors' Report)**

---

Capital Outlay Fund - A fund established by SDCL 13-16-6 to meet expenditures which result in the lease of, acquisition of or additions to real property, plant or equipment, textbooks and instructional software. This fund is financed by property taxes. This is a major fund.

**Proprietary Funds**

*Enterprise Funds - Enterprise funds may be used to report any activity for which a fee is charged to external users for goods or services. Activities are required to be reported as enterprise funds if any one of the following criteria is met.*

a. The activity is financed with debt that is secured solely by a pledge of the net revenues from fees and charges of the activity. Debt that is secured by a pledge of net revenues from fees and charges and the full faith and credit of a related primary government or component unit - even if that government is not expected to make any payments - is not solely from fees and charges of the activity. (Some debt may be secured, in part, by a portion of its own proceeds but should be considered as payable "solely" from the revenues of the activity.)

b. Laws or regulations require that the activity's costs of providing services, including capital costs (such as depreciation or debt services), be recovered with fees and charges, rather than with taxes or similar revenues.

c. The pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

Food Service Fund - A fund used to record financial transactions related to food service operations. This fund is financed by user charges and grants. This is a major fund.

The Driver's Education Fund is an enterprise fund maintained by the School District. This is a major fund.

**Fiduciary Funds**

*Fiduciary funds consist of the following sub-categories and are never considered to be a major funds:*

Private-Purpose Trust Funds - Private-purpose trust funds are used to account for all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The School District maintains only the following private-purpose trust funds: Jean Scholarship Fund.

**NOTES TO FINANCIAL STATEMENTS - Page 4**  
**(See Independent Auditors' Report)**

---

Agency Funds - Agency funds are used to account for resources held by the School District in a purely custodial capacity (assets equal liabilities). Since agency funds are custodial in nature they do not involve the measurement of results of operations. The School District maintains agency funds to hold assets as an agent in a trustee capacity for various classes and clubs.

*c. Measurement Focus and Basis of Accounting*

Measurement focus is a term used to describe "how" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

**Measurement Focus**

Government-wide Financial Statements

In the Government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus, applied on the accrual basis of accounting.

*Fund Financial Statements*

In the fund financial statements, the "current financial resources" measurement focus and the modified accrual basis of accounting are applied to governmental type funds, while the "economic resources" measurement focus and the accrual basis of accounting are applied to the proprietary and similar fiduciary funds.

**Basis of Accounting**

Government-wide Financial Statements

In the Government-wide Statement of Net Position and Statement of Activities, governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues and related assets generally are recorded when earned (usually when the right to receive cash vests); and, expenses and related liabilities are recorded when an obligation is incurred (usually when the obligation to pay cash in the future vests).

Fund Financial Statements

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues, including property taxes, generally are recognized when they become measurable and available. "Available" means resources are collected or to be collected soon enough after the end of the fiscal year that they can be used to pay the bills of the current period. The accrual period does not exceed one bill-paying cycle, and for the Leola School District No. 44-2, the length of that cycle is 60 days. The revenues which are accrued at June 30, 2019 are expected state reimbursements, utility taxes, federal reimbursements, and miscellaneous reimbursements.

**NOTES TO FINANCIAL STATEMENTS - Page 5**  
**(See Independent Auditors' Report)**

---

Under the modified accrual basis of accounting, receivables may be measurable but not available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Reported deferred revenues are those where asset recognition criteria have been met but for which revenue recognition criteria have not been met.

Expenditures generally are recognized when the related fund liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt which are recognized when due.

All Proprietary Funds and Fiduciary Fund types are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

*d. Interfund Eliminations and Reclassifications*

*Government Wide Financial Statements*

In the process of aggregating data for the government-wide financial statements, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified as follows:

1. In order to minimize the grossing-up effect on assets and liabilities within the governmental and business-type activities columns of the primary government, amounts reported as interfund receivables and payables have been eliminated in the governmental and business-type activities columns, except for the net, residual amounts due between governmental and business-type activities, which are presented as Internal Balances.
2. In order to minimize the doubling-up effect on internal service fund activity, certain "centralized expenses" including an administrative overhead component, are charged as direct expenses to funds or programs in order to show all expenses that are associated with a service, program, department, or fund. When expenses are charged, in this manner, expense reductions occur in the General Fund so that expenses are reported only in the function to which they relate.

*e. Deposits and Investments*

For the purpose of financial reporting, "cash and cash equivalents" includes all demand and savings accounts and certificates of deposit or short-term investments with a term to maturity at date of acquisition of three months or less. Investments in open-end mutual fund shares, or similar investments in external investment pools, are also considered to be cash equivalents.

Investments classified in the financial statements consist entirely (primarily) of certificates of deposit whose term to maturity at date of acquisition exceeds three months, and/or those types of investment authorized by South Dakota Codified Law (SDCL) 4-5-6.



**NOTES TO FINANCIAL STATEMENTS - Page 6**  
**(See Independent Auditors' Report)**

*f. Capital Assets*

Capital assets include land, buildings, machinery and equipment, and all other tangible or intangible assets that are used in operations and that have initial useful lives extending beyond a single reporting period.

The accounting treatment over capital assets depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

**Government-Wide Statements**

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated. Reported cost values include ancillary charges necessary to place the asset into its intended location and condition for use. Subsequent to initial capitalization, improvements, or betterments that are significant and which extend the useful life of a capital asset are also capitalized.

For governmental activities Capital Assets, construction-period interest is not capitalized, in accordance with US GAAP, while for capital assets used in business-type activities/proprietary fund's operations, construction period interest is capitalized in accordance with US GAAP.

The total June 30, 2019 balance of capital assets for governmental activities includes approximately 10 percent for which the costs were determined by estimates of the original costs. The total June 30, 2019 balance of capital assets for business-type activities includes approximately 8 percent for which the costs were determined by estimates of the original costs. The estimated original costs for capital assets were determined by reviewing applicable historical costs and basing the estimations thereon.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the government-wide Statement of Activities, with net capital assets reflected in the Statement of Net Position. Capitalization thresholds (the dollar values above which assets acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

	<b>Capitalization Threshold</b>	<b>Depreciation Method</b>	<b>Estimated Useful Life</b>
Land	\$ 1,000	N/A	N/A
Improvements, other than buildings	15,000	Straight-line	12-50 years
Buildings	50,000	Straight-line	50 years
Machinery and equipment	5,000	Straight-line	5-20 years
Food service equipment	1,000	Straight-line	12 years

Land is an inexhaustible capital asset and is not depreciated.

**NOTES TO FINANCIAL STATEMENTS - Page 7**  
**(See Independent Auditors' Report)**

---

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital expenditures of the appropriate governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for on the accrual basis, the same as in the government-wide statements.

*g. Long-Term Liabilities*

The accounting treatment of long-term liabilities depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the governmental-wide or fund financial statements.

All long-term liabilities to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term liabilities primarily consist of capital outlay certificates and compensated absences.

In the fund financial statements, debt proceeds are reported as revenues (other financing sources), while payments of principal and interest are reported as expenditures when they become due. The accounting for proprietary fund long-term debt is on the accrual basis, the same in the fund statements as in the government-wide statements.

*h. Program Revenues*

In the government-wide Statement of Activities, reported program revenues derive directly from the program itself or from parties other than the School District's taxpayers or citizenry, as a whole. Program revenues are classified into three categories, as follows:

- 1: Charges for services - These arise from charges to customers, applicants, or others who purchase, use, or directly benefit from the goods, services or privileges provided, or are otherwise directly affected by the services.
- 2: Program-specific operating grants and contributions - These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program.
- 3: Program-specific capital grants and contributions - These arise from mandatory and voluntary non-exchange transactions with other governments, organizations, or individuals that are restricted for the acquisition of capital assets for use in a particular program.

**NOTES TO FINANCIAL STATEMENTS - Page 8**  
**(See Independent Auditors' Report)**

---

*i. Proprietary Funds Revenue and Expense Classifications*

In the proprietary fund's Statement of Activities, revenues and expenses are classified in a manner consistent with how they are classified in the Statement of Cash Flows. That is, transactions for which related cash flows are reported as capital and related financing activities, noncapital financing activities, or investing activities are not reported as components of operating revenues or expenses.

*j. Cash and Cash Equivalents*

The School District pools its cash resources for depositing and investing purposes. Accordingly, the enterprise funds have access to their cash resources on demand. Accordingly, all reported enterprise fund deposit and investment balances are considered to be cash equivalents for the purpose of the Statement of Cash Flows.

*k. Equity Classifications*

*Government-wide Financial Statements*

Equity is classified as Net Position and is displayed in three components:

- 1: Net Investment in Capital Assets - Consists of capital assets, including restricted capital assets, net of accumulated depreciation (if applicable) and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- 2: Restricted Net Position - Consists of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- 3: Unrestricted Net Position - All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

*Fund Financial Statements*

Governmental fund equity is classified as fund balance, and is distinguished between Nonspendable, Restricted, Committed, Assigned or Unassigned components. Proprietary fund equity is classified the same as in the government-wide financial statements. Fiduciary fund equity (except for Agency Funds, which have no fund equity) is reported as net position held in trust for other purposes.

*l. Application of Net Position*

It is the School District's policy to first use restricted net position, prior to the use of unrestricted net position, when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**NOTES TO FINANCIAL STATEMENTS - Page 9**  
**(See Independent Auditors' Report)**

---

*m. Fund Balance Classification Policies and Procedures*

In accordance with Government Accounting Standards Board (GASB) No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the School District classifies governmental fund balances as follows:

Nonspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.

Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the School Board.

Unassigned - includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The School District uses restricted/committed amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the Government would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The Government does not have a formal minimum fund balance policy.

*n. Pensions*

For purposes of measuring the net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension revenue, information about the fiduciary net position of the South Dakota Retirement System (SDRS) and additions/deletions from SDRS's fiduciary net position have been determined on the same basis as they are reported by SDRS. School District contributions and net pension asset are recognized on an accrual basis of accounting.

**NOTE 2 - DEPOSITS AND INVESTMENTS CREDIT RISK, CONCENTRATIONS OF CREDIT RISK AND INTEREST RATE RISK**

The School District follows the practice of aggregating the cash assets of various funds to maximize cash management efficiency and returns. Various restrictions on deposits and investments are imposed by statutes. These restrictions are summarized below:

**NOTES TO FINANCIAL STATEMENTS - Page 10**  
**(See Independent Auditors' Report)**

---

Deposits - The District's deposits are made in qualified public depositories as defined by SDCL 4-6A-1, 13-16-15, 13-16-15.1 and 13-16-18.1. Qualified depositories are required by SDCL 4-6A-3 to maintain at all times, segregated from their other assets, eligible collateral having a value equal to at least 100 percent of the public deposit accounts which exceed deposit insurance such as the FDIC and NCUA. In lieu of pledging eligible securities, a qualified public depository may furnish irrevocable standby letters of credit issued by federal home loan banks accompanied by written evidence of that bank's public debt rating which may not be less than "AA" or a qualified public depository may furnish a corporate surety bond of a corporation authorized to do business in South Dakota.

Investments - In general, SDCL 4-5-6 permits school funds to be invested in (a) securities of the United States and securities guaranteed by the United States Government either directly or indirectly; or (b) repurchase agreements fully collateralized by securities described in (a) above; or in shares of an open-end, no-load fund administered by an investment company whose investments are in securities described in (a) above and repurchase agreements described in (b) above. Also, SDCL 4-5-9 requires that investments shall be in the physical custody of the political subdivision or may be deposited in a safekeeping account with any bank or trust company designated by the political subdivision as its fiscal agent.

Credit Risk - State law limits eligible investments for the School District as discussed above. The School District has no investment policy that would further limit its investment choices.

As of June 30, 2019, all of the School District's investments were in certificates of deposit and SDFIT. The School District's investments total of \$643,406 in the SDFIT pool was unrated.

The South Dakota Public Fund Investment Trust (SDFIT) is an external investment pool created for South Dakota local government investing purposes. It is regulated by a nine member board with representation from municipalities, school districts, and counties. The net asset value of the SDFIT money market account (GCR) is kept at one dollar per share by adjusting the rate of return on a daily basis. Earnings are credited to each account on a monthly basis.

Interest Rate Risk - The School 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.

Assignment of Investment Income - State law allows income from deposits and investments to be credited to either the General Fund or the fund making the investment. The School District's policy is to credit all income to the fund making the investment.

**NOTE 3 - RECEIVABLES AND PAYABLES**

Receivables are not aggregated in these financial statements. The School District expects all receivables to be collected within one year.

**NOTE 4 - INVENTORY**

Inventory is valued at the lower of cost or market. The cost valuation method is first-in, first-out. Donated commodities are valued at estimated market value based on the USDA price list at date of receipt.

In the government-wide financial statements, and in the enterprise fund financial statements, inventory items are initially recorded as assets and charged to expense in the various functions of government as they are consumed.

In the governmental fund financial statements, inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by Nonspendable Fund Balance which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

**NOTE 5 - PROPERTY TAXES**

Property taxes are levied on or before each October 1, attach as an enforceable lien on property, and become due and payable as of the following January 1, and are payable in two installments on or before April 30 and October 31 of the following year. The county bills and collects the School District's taxes and remits them to the School District. School District property tax revenues are recognized to the extent that they are used to finance each year's appropriations. Revenue related to current year property taxes receivable which is not intended to be used to finance the current year's appropriations and therefore and not susceptible to accrual has been reported as deferred revenue in the fund financial statements. Property tax revenues intended to finance the current year's appropriations, and therefore susceptible to accrual, have been reported as revenue in the government-wide financial statements, even though collection will occur in a future fiscal year.

**NOTES TO FINANCIAL STATEMENTS - Page 12**  
**(See Independent Auditors' Report)**

**NOTE 6 - CHANGES IN CAPITAL ASSETS**

A summary of changes in capital assets for year ended June 30, 2019 is as follows:

	Balance 07/01/2018	Increases	Decreases	Balance 06/30/2019
Primary Government				
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 18,000	\$ -	\$ -	\$ 18,000
Total capital assets, not being depreciated	18,000	-	-	18,000
Capital assets, being depreciated				
Buildings	4,471,022	-	-	4,471,022
Improvements other than buildings	1,131,204	15,134	-	1,146,338
Machinery and equipment	888,045	170,972	-	1,059,017
Total capital assets, being depreciated	6,490,271	186,106	-	6,676,377
Less accumulated depreciation for				
Buildings	839,522	79,748	-	919,270
Improvements other than buildings	297,343	39,819	-	337,162
Machinery and equipment	570,172	58,401	-	628,573
Total accumulated depreciation	1,707,037	177,968	-	1,885,005
Total capital assets, being depreciated, net	4,783,234	8,138	-	4,791,372
Governmental activity capital assets, net	\$ 4,801,234	\$ 8,138	\$ -	\$ 4,809,372

Depreciation expense was charged to functions as follows:

	6/30/2019
Governmental activities	
Instructional	\$ 62,342
Support Services	97,561
Cocurricular	18,065
Total depreciation expense - governmental activities	\$ 177,968

**NOTES TO FINANCIAL STATEMENTS - Page 13**  
**(See Independent Auditors' Report)**

	Balance 07/01/2018	Increases	Decreases	Balance 06/30/2019
Business-type activities				
Capital assets, being depreciated				
Machinery and equipment	\$ 102,839	\$ -	\$ -	\$ 102,839
Total capital assets, being depreciated	102,839	-	-	102,839
Less accumulated depreciation for				
Machinery and equipment	61,152	4,890	-	66,042
Total accumulated depreciation	61,152	4,890	-	66,042
 Total business-type activities, capital assets, being depreciated, net	 41,687	 (4,890)	 -	 36,797
 Business-type activities capital assets, net	 \$ 41,687	 \$ (4,890)	 \$ -	 \$ 36,797

Depreciation expense was charged to functions as follows:

	6/30/2019
Business-type activities	
Food Service	\$ 4,890

**NOTE 7 - LONG-TERM DEBT**

A summary of the changes in long-term debt for the year ended June 30, 2019 is as follows:

	Beginning Balance 07/01/2018	Additions	Deletions	Ending Balance 06/30/2019	Due Within One Year
Primary government					
Governmental activities					
Capital outlay certificates 2017	2,720,000	-	(200,000)	2,520,000	200,000
Compensated absences	14,790	3,202	(1,922)	16,070	-
Total governmental activities	\$ 2,734,790	\$ 3,202	\$ (201,922)	\$ 2,536,070	\$ 200,000



**NOTES TO FINANCIAL STATEMENTS - Page 14**  
**(See Independent Auditors' Report)**

Debt payable at June 30, 2019, is comprised of the following:

Capital Outlay Certificates, Series 2017, maturing August 2031, 2.20% interest, semi annual interest payments and annual principal payments, made from the Capital Outlay Fund.	\$2,520,000
Compensated Absences, payments to be made by the fund that the payroll expenditures are charged within.	<u>16,070</u>
Total long-term debt	<u><u>\$2,536,070</u></u>

Annual requirements to Maturity for Long-Term Debt as of June 30, 2019:

**Capital Outlay  
Certificates**

Year Ending June 30, 2019	Principal	Interest
2020	\$ 200,000	\$ 52,890
2021	205,000	50,357
2022	205,000	47,590
2023	210,000	44,055
2024	205,000	39,905
2025-2029	920,000	141,043
2030-2032	575,000	26,025
	<u>\$2,520,000</u>	<u>\$ 401,865</u>

**NOTE 8 - RESTRICTED NET POSITION**

<u>Fund</u>	<u>Restricted By</u>	<u>6/30/2019</u>
Special Education	Law	\$ 569,262
Capital Outlay	Law	1,210,553
SDRS Pension Purposes	Law	429,910
Total Restricted Net Position		<u><u>\$2,209,725</u></u>

These balances are restricted due to statutory requirements.

**NOTE 9 - INDIVIDUAL FUND INTERFUND BALANCES AND INTERFUND TRANSFERS**

Interfund transfers for the year ended June 30, 2019 were as follows:

<u>6/30/2019</u>	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Total</u>
General Fund	\$ 475,000	\$ (6,000)	\$ 469,000
Capital Outlay Fund	-	(475,000)	(475,000)
Food Service Fund	6,000	-	6,000
Total	<u>\$ 481,000</u>	<u>\$ (481,000)</u>	<u>\$ -</u>

Transfers of funds from the General Fund to the Food Service Fund were made due to insufficient operating revenues. Transfers from the Capital Outlay Fund to the General Fund are permitted under SDCL 13-16-6. These interfund transfers are not violations of the statutory restrictions on interfund transfers.

**NOTE 10 - PENSION PLAN**

**Plan Information:**

DRAFT

All employees, working more than 20 hours per week during the school year, participate in the South Dakota Retirement System (SDRS), a cost sharing, multiple employer defined benefit pension plan administered by SDRS to provide retirement benefits for employees of the State of South Dakota and its political subdivisions. The SDRS provides retirement, disability, and survivor benefits. The right to receive retirement benefits vests after three years of credited service. Authority for establishing, administering and amending plan provisions are found in SDCL 3-12. The SDRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at <http://sdrs.sd.gov/publications.aspx> or by writing to the SDRS, P.O. Box 1098, Pierre, SD 57501-1098 or by calling (605) 773-3731.

**NOTES TO FINANCIAL STATEMENTS - Page 16**  
**(See Independent Auditors' Report)**

---

**Benefits Provided:**

SDRS has three different classes of employees, Class A general members, Class B public safety and judicial members, and Class C Cement Plant Retirement Fund members.

Members that were hired before July 1, 2017, are Foundation members. Class A Foundation members and Class B Foundation members who retire after age 65 with three years of contributory service are entitled to an unreduced annual retirement benefit. An unreduced annual retirement benefit is also available after age 55 for Class A Foundation members where the sum of age and credited service is equal to or greater than 85 or after age 55 for Class B Foundation judicial members where the sum of age and credited service is equal to or greater than 80. Class B Foundation public safety members can retire with an unreduced annual retirement benefit after age 55 with three years of contributory service. An unreduced annual retirement benefit is also available after age 45 for Class B Foundation public safety members where the sum of age and credited service is equal to or greater than 75. All Foundation retirements that do not meet the above criteria may be payable at a reduced level.

Members that were hired on/after July 1, 2017, are Generational members. Class A Generational members and Class B Generational judicial members who retire after age 67 with three years of contributory service are entitled to an unreduced annual retirement benefit. Class B Generational public safety members can retire with an unreduced annual retirement benefit after age 57 with three years of contributory service. At retirement, married Generational members may elect a single-life benefit, a 60 percent joint and survivor benefit, or a 100 percent joint and survivor benefit. All Generational retirement benefits that do not meet the above criteria may be payable at a reduced level. Generational members will also have a variable retirement account (VRA) established, in which they will receive up to 1.5 percent of compensation funded by part of the employer contribution. VRAs will receive investment earnings based on investment returns.

Legislation enacted in 2017 established the current COLA process. At each valuation date:

Baseline actuarial accrued liabilities will be calculated assuming the COLA is equal to long-term inflation assumption of 2.25%.

If the fair value of assets is greater or equal to the baseline actuarial accrued liabilities, the COLA will be:  
The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than 3.5%.

If the fair value of assets is less than the baseline actuarial accrued liabilities, the COLA will be:  
The increase in the 3rd quarter CPI-W, no less than 0.5% and no greater than a restricted maximum such that, that if the restricted maximum is assumed for future COLAs, the fair value of assets will be greater or equal to the accrued liabilities.

All benefits except those depending on the Member's Accumulated Contributions are annually increased by the Cost-of-Living Adjustment.

**NOTES TO FINANCIAL STATEMENTS - Page 17**  
**(See Independent Auditors' Report)**

---

**Contributions:**

Per SDCL 3-12, contribution requirements of the active employees and the participating employers are established and may be amended by the SDRS board. Covered employees are required by state statute to contribute the following percentages of their salary to the plan; Class A Members, 6% of salary; Class B Judiciary Members, 9.0% of salary; and Class B Public Safety Members, 8.0% of salary. State statute also requires the employer to contribute an amount equal to the employee's contribution. State statute also requires the employer to make an additional contribution in the amount of 6.2% for any compensation exceeding the maximum taxable amount for social security for general employees only. The School District's share of contributions to the SDRS for the years ended June 30, 2019, 2018, and 2017 was \$86,631, \$95,427, and \$88,529, respectively, equal to the required contributions each year.

**Pension Liabilities (Assets), Pension Revenue, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions:**

At June 30, 2018, SDRS is 100.02% funded and accordingly has a net pension asset. The proportionate shares of the components of the net pension asset of South Dakota Retirement System, for the School District as of the measurement period ending June 30, 2018 and reported by the School District as of June 30, 2019 are as follows:

Proportionate share of pension liability	\$ 9,359,055
Less proportionate share of net position restricted for pension benefits	<u>9,360,839</u>
Proportionate share of net pension asset	<u>\$ (1,784)</u>

At June 30 2019, the School District reported an asset of \$1,784 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2018 and the total pension asset used to calculate the net pension asset was based on a projection of the School's share of contributions to the pension plan relative to the contributions of all participating entities. At June 30, 2018, the School District's proportion was .0765042% which is an increase of .0038845% from its proportion measured as of June 30, 2017.

**NOTES TO FINANCIAL STATEMENTS - Page 18**  
**(See Independent Auditors' Report)**

For the year ended June 30, 2019, the School District recognized a pension expense of \$141,176. At June 30, 2019 the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 67,438	\$ -
Changes in assumption	452,991	-
Net difference between projected and actual earnings on pension plan investments	-	134,848
Changes in proportion and difference between District contributions and proportionate share of contributions	4,092	35,539
School district contributions subsequent to the measurement date	86,631	-
Total	<u>\$ 611,152</u>	<u>\$ 170,387</u>

\$86,631 reported as deferred outflow of resources related to pensions resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ended June 30:	
2020	234,057
2021	169,090
2022	(32,141)
2023	(16,872)
TOTAL	<u>\$ 354,134</u>

**Actuarial Assumptions:**

The total pension asset in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25 percent
Salary Increases	Graded by years of service, from 6.5% at entry to 3.00% after 25 years of service

**NOTES TO FINANCIAL STATEMENTS - Page 19**  
**(See Independent Auditors' Report)**

Discount Rate 6.5% net of plan investment expense

Mortality rates were based on 97% of the RP-2014 Mortality Table, projected generationally with Scale MP-2016, white collar rates for females and total dataset rates for males. Mortality rates for disabled members were based on the RP-2014 Disabled Retiree Mortality Table, projected generationally with Scale MP-2016.

A detailed experience analysis covering the period from June 30, 2011 to June 30, 2016, was conducted and appropriate modifications in the economic and demographic assumptions were made effective with the June 30, 2017 actuarial valuation.

Investment portfolio management is the statutory responsibility of the South Dakota Investment Council (SDIC), which may utilize the services of external money managers for management of a portion of the portfolio. SDIC is governed by the Prudent Man Rule (i.e., the council should use the same degree of care as a prudent man). Current SDIC investment policies dictate limits on the percentage of assets invested in various types of vehicles (equities, fixed income securities, real estate, cash, private equity, etc.). The long-term expected rate of return on pension plan investments was determined using a method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2018 (see the discussion of the pension plan's investment policy) are summarized in the following table using geometric means:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Global Equity	58.0%	4.8%
Fixed Income	30.0%	1.8%
Real Estate	10.0%	4.6%
Cash	2.0%	0.7%
Total	<u>100.0%</u>	

**NOTES TO FINANCIAL STATEMENTS - Page 20**  
**(See Independent Auditors' Report)**

**Discount Rate:**

The discount rate used to measure the total pension liability (asset) was 6.5%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that matching employer contributions from will be made at rates equal to the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability (asset).

**Sensitivity of liability/(asset) to changes in the discount rate:**

The following presents the School District's proportionate share of net pension liability (asset) calculated using the discount rate of 6.5%, as well as what the School District's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1-percentage point higher (7.50%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate share of the net pension liability/(asset)	\$1,347,613	\$ (1,784)	\$ (1,099,446)

**Pension Plan Fiduciary Net Position:**

Detailed information about the plan's fiduciary net position is available in the separately issued SDRS financial report.

**NOTE 11 - JOINT VENTURES**

The School District participates in the North Central Special Education Cooperative, a cooperative service unit (co-op) formed for the purpose of providing Special Education Services to the member School Districts. Each member district has an equal interest in the cooperative.

The members of the co-op are as follows:

- Doland School District No. 56-2
- Frederick Area School District No. 6-2
- Groton Area School District No. 6-6
- Hitchcock Tulare School District No. 56-6
- Langford Area School District No. 45-5
- Leola School District No. 44-2
- Northwestern Area School District No. 56-7
- Warner School District No. 6-5

The North Central Special Education Cooperative governing board is composed of one representative from each member School District, who is elected by the local School Board. The Board is responsible for adopting the joint ventures budget and setting service fees at a level adequate to fund the adopted budget.

The School District retains no equity in the net position of the joint venture, but does have a responsibility to fund deficits of the joint venture in proportion to the relative participation described above.

Separate financial statements for this joint venture are available from the North Central Special Education Cooperative.

At June 30, 2019, this joint venture had total assets of \$12,643, net position of \$12,643 (unaudited), and no long-term debt outstanding.

The School District also participates in the joint venture known as Northern High Technology Module Consortium formed for the purpose of providing technological equipment to the member School Districts. Each member district has an equal interest in the consortium (unaudited).



**NOTES TO FINANCIAL STATEMENTS - Page 22**  
**(See Independent Auditors' Report)**

---

The members of the co-op are as follows:

Edmunds Central School District No. 22-5  
Eureka School District No. 44-1  
Groton School District No. 6-3  
Leola School District No. 44-2  
Warner School District No.6-5  
Selby Area School District No. 62-5  
Ipswich School District No. 22-3

The Northern High Technology Module Consortium governing board is composed of the superintendents from each member School District. The Board is responsible for adopting the joint ventures budget and setting service fees at a level adequate to fund the adopted budget.

Angie Vetter performs the recordkeeping for this consortium.

The School District retains no equity in the net position of the joint venture, but does have a responsibility to fund deficits of the joint venture in proportion to the relative participation described above.

Separate financial statements for this joint venture are available from Angie Vetter.

At June 30, 2019 this joint venture had total assets of \$27,806 and net position of \$27,806 and no reported long-term debt outstanding.

**NOTE 12 - RISK MANAGEMENT**

The School 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. During the year ended June 30, 2019, the School District managed its risks as follows:

*Employee Health Insurance*

The School District purchases health insurance for its employees from a commercial insurance carrier. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

*Liability Insurance*

The School District joined the Associated School Boards of South Dakota Property Liability Fund (ASBSD-PLF), a public entity risk pool currently operating as a common risk management and insurance program for South Dakota school districts. The objective of the ASBSD-PLF is to administer and provide risk management services and risk sharing to the members and to defend and protect the members against liability, to advise members on loss control guidelines and procedures, and provide them with risk management services, loss control and risk reduction information and to obtain lower costs for that coverage. The School District's responsibility is to promptly report to the cooperate with the ASBSD-PLF to resolve any incident which could result in a claim being made by or against the School District. The School District pays an annual premium, to provide liability coverage detailed below, under a claims-made policy and the premiums are accrued based on the ultimate cost of the experience to date of teh ASBSD-PLF member, based on their exposure or type of coverage. The School District pays an annual premium to the pool to provide coverage for covered interests including, but not limited to buildings, personal property, general liability, accounts receivable, valuable papers, fine arts, property in transit, ordinance or law, school board errors and omissions, and cost of defense, crime, and boiler and machinery. The agreement with the ASBSD-PLF provides that the above coverage's will be provided to various deductibles for differing types of coverage. Member premiums are used by the pool for payment of claims and to pay for reinsurance for claims in excess of \$100,000 to the upper limit. The School District has various deductibles for differing types of insurance coverage. The School District does not carry additional insurance to cover claims in excess of the upper limit. Settled claims resulting from these risks have not exceeded the liability coverage during the past three years.

*Unemployment Benefits*

The School District has elected to be self-insured and retain all risk for liabilities resulting from claims for unemployment benefits.

The School District appropriates an amount each year in the General Fund to provide resources for potential claims for unemployment benefits.

During the fiscal year ended June 30, 2019, no unemployment claims were paid. At June 30, 2019, the School District does not anticipate that any substantive additional claims will be paid in the subsequent fiscal year.

*Workmen's Compensation*

The School District participates with several other educational units and related organizations in South Dakota, in the Associated School Boards of South Dakota Worker's Compensation Fund Pool, which provides workers' compensation insurance coverage for participating members of the pool. The objective of the fund is to formulate, develop, and administer, on behalf of the member organizations, a program of worker's compensation coverage, to obtain lower costs for that coverage, and to develop a comprehensive loss control program. The School District's responsibility is to initiate and maintain a safety program to give its employees safe and sanitary working conditions and to promptly report to and cooperate with the fund to resolve any worker's compensation claims. The School District pays an annual premium, to provide worker's compensation coverage for its employees, under a retrospectively rated policy and the premiums are accrued based on the ultimate cost of the experience to date of the fund members. The School District may also be responsible for additional assessments in the event the pool is determined by its board of trustees to have inadequate reserves to satisfy current obligations or judgments. Additional assessments, if any, are to be determined on a prorated basis based upon each participant's percentage contribution in relation to the total contributions to the pool of all participants for the year in which the shortfall occurs. The pool provides loss coverage to all participants through pool retained risk retention and through insurance coverage purchased by the pool in excess of the retained risk. The pool pays the first \$500,000 of any claim per individual. The pool has reinsurance, which covers up to \$1,000,000 per individual per incident. The School District does not carry additional insurance to cover claims in excess of the upper limit. Settled claims resulting from these risks have not exceeded the liability coverage over the past three years.

**NOTE 13 - LITIGATION**

At June 30, 2019, the School District was not involved in any litigation.

**NOTE 14 - CLASSROOM RENTAL AGREEMENT**

The School District entered into an agreement with the Long Lake Colony to lease a building for classroom purposes. The agreement was entered into in June 2012. The School District agreed to payments totaling \$10,000 per year for two years in June 2013 and June 2014; and, payments of \$5,384 for each year from June 2015 to June 2027.

**NOTES TO FINANCIAL STATEMENTS - Page 25**  
**(See Independent Auditors' Report)**

---

**NOTE 15 - PRIOR PERIOD ADJUSTMENT**

A prior period adjustment has been recorded for an error made in the accrual of utility tax revenue for the period ending June 30, 2018.

	<u>Net Position</u>	<u>General Fund Balance</u>
Net Position/Fund Balance June 30, 2018, as previously reported	\$ 4,875,324	\$ 330,049
Utility Taxes	5,341	5,341
Net Position/Fund Balance July 1, 2018, as restated	<u>\$ 4,880,665</u>	<u>\$ 335,390</u>

**NOTE 16 - SUBSEQUENT EVENTS**

Management has evaluated subsequent events through the date of the independent auditor's report, which is the date the financial statements were available to be issued.

DRAFT

**REQUIRED SUPPLEMENTARY INFORMATION**

**DRAFT**

**LEOLA SCHOOL DISTRICT NO. 44-2  
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
 GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2019**

Data	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget	
	Original	Final			
<b>REVENUES:</b>					
1000	Revenue from Local Sources:				
1100	Taxes:				
1110	Ad Valorem Taxes	\$ 711,155	\$ 711,155	\$ 710,895	\$ (260)
1120	Prior Years' Ad Valorem Taxes	4,500	4,500	5,187	687
1130	Tax Deed Revenue	4,500	4,500	-	(4,500)
1140	Utility Taxes	150,000	150,000	95,997	(54,003)
1190	Penalties and Interest on Taxes	2,200	2,200	2,952	752
1510	Interest	4,500	4,500	8,568	4,068
1700	Cocurricular Activities:				
1710	Admissions	8,500	8,500	15,197	6,697
1790	Other	3,000	3,000	2,122	(878)
1900	Other Revenue from Local Sources:				
1910	Rentals	1,500	1,500	2,525	1,025
1920	Contributions and Donations	-	-	1,914	1,914
1970	Charges for Services	-	-	1,744	1,744
1990	Other	3,500	3,500	6,353	2,853
2000	Revenue from Intermediate Sources:				
2100	County Sources:				
2110	County Apportionment	11,500	11,500	10,875	(625)
2200	Revenue in Lieu of taxes	300	300	-	(300)
3000	Revenue from State Sources:				
3110	Unrestricted Grants-in-Aid	923,147	923,147	998,245	75,098
3120	Restricted Grants-in-Aid	-	-	5,720	5,720
4000	Revenue from Federal Sources:				
4130	Unrestricted Grants-in-Aid Received from Federal Government Through an Intermediate Source	-	-	2,295	2,295
4140	Restricted Grants-in-Aid Received Directly from Federal Government	-	-	19,592	19,592
4199	Received Directly from Federal Government Through the State	82,688	82,688	91,029	8,341
Total Revenue		\$ 1,910,990	\$ 1,910,990	\$ 1,981,210	\$ 70,220

(Continued on next page)

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2019**

Data	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
<b>EXPENDITURES:</b>				
1000	Instruction:			
1100	Regular Programs:			
1111	\$ 919,019	\$ 919,019	\$ 853,701	\$ 65,318
1120	125,449	125,449	123,960	1,489
1130	384,788	384,788	377,060	7,728
1200	Special Programs:			
1230	2,850	2,850	641	2,209
1270	64,789	64,789	67,086	(2,297)
2000	Support Services:			
2100	Pupils:			
2120	49,900	49,900	45,342	4,558
2130	1,000	1,000	444	556
2200	Support Services-Instructional Staff:			
2210	5,000	5,000	2,097	2,903
2220	69,869	69,869	69,343	526
2300	Support Services-General Administration:			
2310	65,218	65,218	69,043	(3,825)
2321	56,235	56,235	50,495	5,740
2400	Support Services - School Administration:			
2410	53,185	53,185	49,557	3,628
2440	2,830	2,830	177	2,653
2490	150	150	2,579	(2,429)
2500	Support Services-Business:			
2520	111,665	111,665	113,561	(1,896)
2540	239,922	239,922	268,672	(28,750)
2550	79,000	79,000	88,040	(9,040)
2600	Support Services-Central:			
2640	400	400	216	184
4000	Nonprogrammed Charges			
4400	500	500	-	500
6000	Cocurricular Activities			
6100	39,708	39,708	37,394	2,314
6200	26,961	26,961	37,219	(10,258)
6500	20,184	20,184	21,915	(1,731)
6900	30,155	30,155	13,561	16,594
<b>Total Expenditures</b>				
	<b>\$ 2,348,777</b>	<b>\$ 2,348,777</b>	<b>\$ 2,292,103</b>	<b>\$ 56,674</b>

(Continued on next page)

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2019**

Data	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Excess Revenue Over/Under Expenditures	\$ (437,787)	\$ (437,787)	\$ (310,893)	\$ 126,894
Other Financing Sources				
5110 Transfer In	437,787	437,787	475,000	37,213
8110 Transfer Out	-	(6,000)	(6,000)	-
Total Other Financing Sources	437,787	431,787	469,000	37,213
Net Change in Fund Balances	-	(6,000)	158,107	164,107
Fund Balance - Beginning	330,049	330,049	330,049	-
Prior period adjustment (See note 15)	\$ -	\$ -	\$ 5,341	\$ 5,341
Fund Balance - Ending	\$ 330,049	\$ 324,049	\$ 493,497	\$ 169,448

DRAFT



**LEOLA SCHOOL DISTRICT NO. 44-2  
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
 CAPITAL OUTLAY FUND  
 FOR THE YEAR ENDED JUNE 30, 2019**

Data	Budgeted Amounts		Actual Amounts (Budgetary)	Variance with Final Budget	
	Original	Final			
<b>REVENUES:</b>					
1000	Revenue from Local Sources:				
1100	Taxes:				
1110	Ad Valorem Taxes	\$ 1,075,162	\$ 1,075,162	\$ 1,049,161	\$ (26,001)
1120	Prior Years' Ad Valorem Taxes	6,000	6,000	7,950	1,950
1130	Tax Deed Revenue	1,750	1,750	-	(1,750)
1190	Penalties and Interest on Taxes	3,150	3,150	4,652	1,502
1900	Other Revenue from Local Sources:				
1920	Contributions and Donations	10,000	10,000	16,000	6,000
4000	Revenue from Federal Sources:				
4130	Unrestricted Grants-in-Aid Received from Federal Government Through an Intermediate Source	-	-	4,251	4,251
<b>Total Revenue</b>		<b>\$ 1,096,062</b>	<b>\$ 1,096,062</b>	<b>\$ 1,082,014</b>	<b>\$ (14,048)</b>

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS**  
**CAPITAL OUTLAY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2019**

Data	Budgeted Amounts		Actual Amounts (Budgetary)	Variance with Final Budget	
	Original	Final			
<b>EXPENDITURES:</b>					
1000	Instruction:				
1100	Regular Programs:				
1111	\$ 48,650	48,650	\$ 64,206	\$ (15,556)	
1120	22,000	22,000	24,312	(2,312)	
1130	32,000	32,000	29,423	2,577	
2200	Support Services-Instructional Staff:				
2220	55,600	55,600	11,434	44,166	
2300	Support Services-General Administration:				
2321	250	250	277	(27)	
2410	Office of the Principal	250	250	-	250
2500	Support Services-Business				
2520	Fiscal Services	27,775	27,775	7,695	20,080
2530	Facilities Acquisition and Construction	20,000	20,000	30,796	(10,796)
2540	Operation & Maintenance of Plant	54,750	54,750	21,011	33,739
2550	Pupil Transportation	135,000	135,000	146,931	(11,931)
5000	Debt Services	255,000	255,000	255,152	(152)
6000	Cocurricular Activities				
6100	Male Activities	1,000	1,000	9,099	(8,099)
6200	Female Activities	6,000	6,000	5,741	259
	<b>Total Expenditures</b>	<b>658,275</b>	<b>658,275</b>	<b>606,077</b>	<b>52,198</b>
	<b>Excess Revenue Over/Under Expenditures</b>	<b>437,787</b>	<b>437,787</b>	<b>475,937</b>	<b>38,150</b>
	<b>Other Financing Sources</b>				
8110	Transfer Out	(437,787)	(437,787)	(475,000)	(37,213)
5130	Sale of Surplus Property	-	-	22,361	22,361
5140	Compensation for Loss of General Capital Assets	-	-	8,041	8,041
	<b>Total Other Financing Sources</b>	<b>(437,787)</b>	<b>(437,787)</b>	<b>(444,598)</b>	<b>(6,811)</b>
	<b>Net Change in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>31,339</b>	<b>31,339</b>
	<b>Fund Balance - Beginning</b>	<b>568,998</b>	<b>568,998</b>	<b>568,998</b>	<b>-</b>
	<b>Fund Balance - Ending</b>	<b>\$ 568,998</b>	<b>\$ 568,998</b>	<b>\$ 600,337</b>	<b>\$ 31,339</b>

**LEOLA SCHOOL DISTRICT NO. 44-2  
 BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
 SPECIAL EDUCATION FUND  
 FOR THE YEAR ENDED JUNE 30, 2019**

Data	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget	
	Original	Final			
<b>REVENUES:</b>					
1000	Revenue from Local Sources:				
1100	Taxes:				
1110	Ad Valorem Taxes	\$ 358,075	\$ 358,075	\$ 346,052	\$ (12,023)
1120	Prior Years' Ad Valorem Taxes	1,000	1,000	2,342	1,342
1190	Penalties and Interest on Taxes	1,000	1,000	1,404	404
1900	Other Revenue from Local Sources:				
1970	Charges for Services	200	200	169	(31)
4000	Revenue from Federal Sources:				
4130	Unrestricted Grants-in-Aid Received from Federal Government Through an Intermediate Source	-	-	1,518	1,518
<b>Total Revenue</b>		<b>\$ 360,275</b>	<b>\$ 360,275</b>	<b>\$ 351,485</b>	<b>\$ (8,790)</b>
<b>EXPENDITURES:</b>					
1200	Special Programs:				
1220	Programs for Special Education	\$ 222,193	\$ 222,193	\$ 198,541	\$ 23,652
2000	Support Services:				
2100	Pupils:				
2140	Psychological Services	6,500	6,500	4,635	1,865
2150	Speech	-	-	11,799	(11,799)
2170	Student Therapy Services	25,200	25,200	42,308	(17,108)
2700	Special Education:				
2710	Administrative Costs	31,070	31,070	13,063	18,007
2730	Transportation Costs	2,500	2,500	840	1,660
2750	Other Special Education Costs	72,812	72,812	17,025	55,787
<b>Total Expenditures</b>		<b>360,275</b>	<b>360,275</b>	<b>288,211</b>	<b>72,064</b>
Excess Revenue Over/Under Expenditures		-	-	63,274	63,274
Net Change in Fund Balances		-	-	63,274	63,274
Fund Balance - Beginning		290,059	290,059	290,059	-
Fund Balance - Ending		\$ 290,059	\$ 290,059	\$ 353,333	\$ 63,274

**LEOLA SCHOOL DISTRICT NO. 44-2  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2019**

---

Schedules of Budgetary Comparisons for the General Fund and for each major Special Revenue Fund with a legally required budget.

**NOTE 1 - BUDGETS AND BUDGETARY ACCOUNTING**

The School District followed these procedures in establishing the budgetary data reflected in the financial statements:

1. At the first regular board meeting in May of each year the School Board prepares a proposed budget for the next fiscal year according to the budgetary standards prescribed by the Auditor General.
2. The proposed budget is considered by the School Board at the first regular meeting held in the month of May of each year.
3. The proposed budget is published for public review no later than July 15 each year.
4. Public hearings are held to solicit taxpayer input prior to the approval of the budget.
5. Before October 1 of each year, the School Board must approve the budget for the ensuing fiscal year for each fund, except trust and agency funds.
6. After adoption by the School Board, the operating budget is legally binding and actual expenditures of each fund cannot exceed the amounts budgeted, except as indicated in number 8.
7. A line item for contingencies may be included in the annual budget. Such a line item may not exceed five percent of the total School District budget and may be transferred by resolution of the School Board to any other budget category, except for capital outlay, that is deemed insufficient during the year. No amount of expenditures may be charged directly to the contingency line item in the budget.
8. If it is determined during the year that sufficient amounts have not been budgeted, state statute allows adoption of supplemental budgets when moneys are available to increase legal spending authority.
9. Unexpended appropriations lapse at year-end unless encumbered by resolution of the School Board.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds.
11. Budgets for the General Fund and Special Revenue Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

**LEOLA SCHOOL DISTRICT NO. 44-2**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - Page 2**  
**FOR THE YEAR ENDED JUNE 30, 2019**

---

**NOTE 2 - GAAP/BUDGETARY ACCOUNTING BASIS DIFFERENCES**

The financial statements prepared in conformity with USGAAP present capital outlay expenditure information in a separate category of expenditures. Under the budgetary basis of accounting, capital outlay expenditures are reported within the function to which they relate. For example, the purchase of a new school bus would be reported as a capital outlay expenditure on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, however in the Budgetary RSI Schedule, the purchase of a school bus would be reported as an expenditure of the Support Services - Business/Pupils Transportation function of the government, along with all other current Pupil Transportation related expenditures.

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2  
 SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF  
 THE NET PENSION LIABILITY (ASSET)  
 SOUTH DAKOTA RETIREMENT SYSTEM**

	2019	2018	2017	2016	2015
District's proportion of the net pension liability (asset)	0.0765042%	0.0726197%	0.0665721%	0.0644733%	0.0743679%
District's proportionate share of net pension liability (asset)	\$ (1,784)	\$ (6,590)	\$ 224,874	\$ (273,450)	\$ (535,790)
District's covered-employee payroll	\$ 1,590,457	\$ 1,447,824	\$ 1,253,353	\$ 1,152,405	\$ 1,300,490
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	-0.11%	-0.46%	17.94%	-23.73%	-41.20%
Plan fiduciary net position as a percentage of the total pension liability	100.02%	100.10%	96.89%	104.10%	107.29%

\*The amounts presented for each fiscal year were determined as of the measurement date of the collective net pension liability (asset) which is 6/30 of previous fiscal year.

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2  
 SCHEDULE OF THE SCHOOL DISTRICT'S CONTRIBUTIONS  
 SOUTH DAKOTA RETIREMENT SYSTEM**

	2019	2018	2017	2016	2015
Contractually required contribution	\$ 86,631	\$ 90,001	\$ 86,869	\$ 75,201	\$ 69,144
Contributions in relation to the contractually required contribution	\$ 86,631	\$ 90,001	\$ 86,869	\$ 75,201	\$ 69,144
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered-employee payroll	\$ 1,443,857	\$ 1,500,024	\$ 1,447,824	\$ 1,253,353	\$ 1,152,405
Contributions as a percentage of covered-employee payroll	6.00%	6.00%	6.00%	6.00%	6.00%

DRAFT

**LEOLA SCHOOL DISTRICT NO. 44-2  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2019  
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION  
LIABILITY (ASSET) AND SCHEDULE OF CONTRIBUTIONS**

---

**Changes of benefit terms:**

No changes were made.

**Changes of assumptions:**

Legislation enacted in 2017 modified the SDRS COLA. For COLAs first applicable in 2018, the SDRS COLA will equal the percentage increase in the most recent third calendar quarter CPI-W over the prior year, no less than 0.5% and no greater than 3.5%. However, if the FVFR assuming the long-term COLA is equal to the baseline COLA assumption (currently 2.25%) is less than 100%, the maximum COLA payable will be limited to the increase that if assumed on a long-term basis, results in a FVFR equal to or exceeding 100%. That condition existed as of June 30, 2017 and exists again this year as of June 30, 2018. Future COLAs are assumed to equal the current restricted maximum COLA which was 1.89% as of June 30, 2017 and is 2.03% as of June 30, 2018.

The changes in actuarial assumptions increased the Actuarial Accrued Liability by 1.5% of the Actuarial Accrued Liability based on the 1.89% COLA, reflecting the current and assumed future restricted maximum COLA of 2.03%.