

**FINANCIAL REPORT OF**  
**STURGEON R-V SCHOOL DISTRICT**  
**STURGEON, MISSOURI**  
**JUNE 30, 2019**

# STURGEON R-V SCHOOL DISTRICT

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# STURGEON R-V SCHOOL DISTRICT

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## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
Sturgeon R-V School District  
Sturgeon, Missouri

### Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Sturgeon R-V School District, Sturgeon, Missouri, (the "District") as of and for the year ended June 30, 2019, and the related notes to the financial statements which collectively comprise the Sturgeon R-V School District's basic financial statements, as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, each major fund and the aggregate remaining fund information, of Sturgeon R-V School District, Sturgeon, Missouri, as of June 30, 2019, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

### Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### Other Matters – Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sturgeon R-V School District's basic financial statements. The supplementary information, as listed in the table of contents, and the schedule of selected statistics, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information and schedule of selected statistics have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### Other Financial Information


Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sturgeon R-V School District's basic financial statements. The data contained under Other Financial Information, is presented for the purposes of additional analysis and is not a required part of the financial statements.

The Other Financial Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated October 23, 2019, on our consideration of Sturgeon R-V School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Sturgeon R-V School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sturgeon R-V School District's internal control over financial reporting and compliance.

October 23, 2019

  
Gerding, Korte and Chitwood  
Certified Public Accountants

BASIC FINANCIAL  
STATEMENTS

STURGEON R-V SCHOOL DISTRICT  
STATEMENT OF NET POSITION - MODIFIED CASH BASIS  
AS OF JUNE 30, 2019

	<u>Governmental Activities</u>
<b>ASSETS:</b>	
Cash and investments	\$ 4,016,982
Restricted deposits:	
Held with MMEBG	<u>5,688</u>
Total Assets	<u><u>\$ 4,022,670</u></u>
 <b>NET POSITION:</b>	
Restricted for:	
Debt service	\$ 2,396,412
Health insurance benefits	5,688
Professional development	561
Unrestricted	<u>1,620,009</u>
Total Net Position	<u><u>\$ 4,022,670</u></u>

See Notes to Financial Statements

STURGEON R-V SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS  
FOR THE YEAR ENDED JUNE 30, 2019

	Program Cash Receipts				Net (Disbursements)/ Receipts and Changes in Net Position
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Regular instruction	\$ 1,815,743	\$ 71,494	\$ 14,924	\$ -	\$ (1,729,325)
Special instruction	599,534	20,240	241,862	-	(337,432)
Student activities	242,967	134,340	-	-	(108,627)
Tuition paid to other districts	48,423	-	-	-	(48,423)
Student support services	297,844	-	1,501	-	(296,343)
Instructional support services	178,552	-	34,936	-	(143,616)
General administration support services	412,485	-	-	-	(412,485)
Building level administration	245,692	-	-	-	(245,692)
Operation of plant	524,004	-	-	-	(524,004)
Pupil transportation	257,960	-	43,594	-	(214,366)
Food services	174,447	52,328	114,983	-	(7,136)
Facilities acquisition and construction	46,710	-	-	-	(46,710)
Principal retirement	375,000	-	-	-	(375,000)
Interest and fees	181,803	-	-	-	(181,803)
Central office support services	2,772	-	-	-	(2,772)
Community services	36,121	-	11,830	-	(24,291)
Total	<u>\$ 5,440,057</u>	<u>\$ 278,402</u>	<u>\$ 463,630</u>	<u>\$ -</u>	
General Receipts:					
Property and other taxes					2,581,325
General State/Federal aid					1,888,001
Earnings on investments					41,228
Other					69,260
Increase/(decrease) in net position					(118,211)
Net Position, July 1, 2018					4,140,881
Net Position, June 30, 2019					<u>\$ 4,022,670</u>

See Notes to Financial Statements

STURGEON R-V SCHOOL DISTRICT  
STATEMENT OF ASSETS AND FUND BALANCES - GOVERNMENTAL FUNDS - MODIFIED CASH BASIS  
AS OF JUNE 30, 2019

	Governmental Fund Types					
	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Total June 30, 2019	
<b>ASSETS:</b>						
Cash and investments	\$ 1,442,928	\$ -	\$ 2,396,412	\$ 177,642	\$ 4,016,982	
Restricted deposits:						
Held with MMEBG	5,688	-	-	-	5,688	
<b>TOTAL ASSETS</b>	<u>\$ 1,448,616</u>	<u>\$ -</u>	<u>\$ 2,396,412</u>	<u>\$ 177,642</u>	<u>\$ 4,022,670</u>	
<b>FUND BALANCES:</b>						
Restricted for:						
Retirement of debt - general obligation bonds	\$ -	\$ -	\$ 2,396,412	\$ -	\$ 2,396,412	
Health insurance benefits	5,688	-	-	-	5,688	
Professional development	561	-	-	-	561	
Committed (none)	-	-	-	-	-	
Assigned to:						
Subsequent year's budget appropriations of fund balance	197,804	-	-	-	197,804	
Capital projects	-	-	-	177,642	177,642	
Unassigned	1,244,563	-	-	-	1,244,563	
<b>TOTAL FUND BALANCES</b>	<u>\$ 1,448,616</u>	<u>\$ -</u>	<u>\$ 2,396,412</u>	<u>\$ 177,642</u>	<u>\$ 4,022,670</u>	

See Notes to Financial Statements

STURGEON R-V SCHOOL DISTRICT  
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN  
FUND BALANCES - GOVERNMENTAL FUNDS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED JUNE 30, 2019

	Governmental Fund Types				
	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Total June 30, 2019
<b>CASH RECEIPTS:</b>					
Local	\$ 1,695,138	\$ 435,468	\$ 530,117	\$ 15,928	\$ 2,676,651
County	134,854	12,618	33,022	-	180,494
State	67,178	1,972,143	-	-	2,039,321
Federal	137,224	179,316	-	16,010	332,550
Other	71,495	-	-	21,335	92,830
Total Cash Receipts	<u>2,105,889</u>	<u>2,599,545</u>	<u>563,139</u>	<u>53,273</u>	<u>5,321,846</u>
<b>CASH DISBURSEMENTS:</b>					
Regular instruction	153,662	1,658,876	-	3,205	1,815,743
Special instruction	188,551	408,052	-	2,931	599,534
Student activities	212,190	-	-	30,777	242,967
Payments to other districts	-	48,423	-	-	48,423
Student support services	178,037	101,084	-	18,723	297,844
Instructional support services	23,102	155,450	-	-	178,552
General administration support services	242,949	169,536	-	-	412,485
Building level administration	92,663	153,029	-	-	245,692
Business support services	469,023	54,981	-	-	524,004
Pupil transportation	208,523	-	-	49,437	257,960
Food services	174,447	-	-	-	174,447
Facilities acquisition and construction	-	-	-	46,710	46,710
Principal retirements	-	-	375,000	-	375,000
Interest and fees	-	-	177,502	4,301	181,803
Central office support services	2,772	-	-	-	2,772
Community services	36,121	-	-	-	36,121
Total Cash Disbursements	<u>1,982,040</u>	<u>2,749,431</u>	<u>552,502</u>	<u>156,084</u>	<u>5,440,057</u>
EXCESS/(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	<u>123,849</u>	<u>(149,886)</u>	<u>10,637</u>	<u>(102,811)</u>	<u>(118,211)</u>
OTHER FINANCING SOURCES/(USES):					
Transfers between funds	<u>(197,712)</u>	<u>149,886</u>	<u>-</u>	<u>47,826</u>	<u>-</u>
Total Other Financing Sources/(Uses)	<u>(197,712)</u>	<u>149,886</u>	<u>-</u>	<u>47,826</u>	<u>-</u>
EXCESS/(DEFICIT) OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING USES	<u>(73,863)</u>	<u>-</u>	<u>10,637</u>	<u>(54,985)</u>	<u>(118,211)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>1,522,479</u>	<u>-</u>	<u>2,385,775</u>	<u>232,627</u>	<u>4,140,881</u>
FUND BALANCES, END OF YEAR	<u>\$ 1,448,616</u>	<u>\$ -</u>	<u>\$ 2,396,412</u>	<u>\$ 177,642</u>	<u>\$ 4,022,670</u>

See Notes to Financial Statements

STURGEON R-V SCHOOL DISTRICT  
STATEMENT OF ASSETS AND LIABILITIES  
FIDUCIARY (AGENCY) FUNDS - MODIFIED CASH BASIS  
AS OF JUNE 30, 2019

**ASSETS:**

Cash and investments	\$ 11,013
Total Assets	<u>\$ 11,013</u>

**LIABILITIES:**

Available for scholarships	\$ 11,013
Total Liabilities	<u>\$ 11,013</u>

See Notes to Financial Statements



STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

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

The financial statements of the Sturgeon R-V School District (the “District”) have been prepared in conformity with the modified cash basis of accounting. As such, these financial statements reflect the cash and investment position of the District and the receipts and disbursements arising from its modified cash activities. The modified cash basis of accounting is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) established by the Governmental Accounting Standards Board (GASB). These modified cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting. The significant accounting policies of the District are described below.

**A. Reporting Entity**

The District is governed by an elected seven-member board. The Sturgeon R-V School District’s Board of Education (the “Board”) is the basic level of government that has financial accountability and control over all activities related to public school education in the District. The accompanying financial statements present the activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (a) the District is able to significantly influence the programs or services performed or provided by the organization; or (b) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. The District is not a component unit of another reporting entity and the District has no component units.

**B. Basis of Presentation**

**District-Wide Financial Statements:**

The Statement of Net Position and the Statement of Activities display information about the primary government (the District). These statements include the financial activities of the overall government, except for fiduciary activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines and charges paid by the recipients for goods or 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 District 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 constitutes its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position or fund balance, revenues, and expenditures or expenses. The District's funds are organized into three fund categories: governmental, proprietary and fiduciary. The District presently has no proprietary funds. An emphasis is placed on major funds within the governmental categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

- a. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures or expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type.
- b. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues, or expenditures or expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental funds combined.

All of the governmental funds are listed as major funds.

**Governmental Funds:**

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may, or must, be used. Current liabilities (if any) are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*General Fund*-The General Fund is the operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund.

*Teachers Fund* -The Teachers Fund is required to be established by state law and may be used for the payment of salaries and benefits for certificated personnel. The fund's revenues include property taxes, investment income, and county, state, and federal aid. The fund is also used to account for certain tuition payments made between school districts.

*Debt Service Fund* -The Debt Service Fund accounts for the revenue collected from local taxation restricted for the payment of principal and interest on bonded indebtedness.

*Capital Projects Fund*-The Capital Projects Fund accounts for expenditures from the proceeds of bond issues, investment income earned on the proceeds and other revenues designated for acquisition or construction of capital assets. The expenditures include capital outlay projects and equipment purchases for instructional and support programs.

**Fiduciary Funds:**

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are, therefore, not available to support the District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement or results of operations. The District's fiduciary fund is an agency fund, which is used to account for financial activities of various scholarship programs.

**C. Measurement Focus and Basis of Accounting**

Measurement focus is a term used to describe what transactions or events are recorded within the various financial statements. Basis of accounting refers to when and how transactions or events are recorded, regardless of the measurement focus applied.

**Measurement Focus:**

In the government-wide Statement of Net Position and Statement of Activities, the governmental activities are presented using the economic resources measurement focus, within the limitations of the modified cash basis of accounting, as subsequently defined in item (b).

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

In the fund financial statements, the current financial resources measurement focus or the economic resources measurement focus, as applied to the modified cash basis of accounting, is used as appropriate:

- a. All governmental funds utilize a current financial resources measurement focus within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The government-wide financial statements are prepared using the economic resources measurement focus within the limitations of the modified cash basis of accounting. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery) and net financial position. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources (whether current or noncurrent or financial or nonfinancial) associated with their activities are generally reported within the limitations of the modified cash basis of accounting.

**Basis of Accounting:**

The district-wide financial statements are presented in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board. Revenues are recorded when received and expenditures are recorded when paid. However, the district-wide financial statements have been modified to include the investments of the District.

The modified cash basis of accounting differs from GAAP primarily because revenues (cash receipts) are recognized when received in cash rather than when earned and susceptible to accrual, and expenditures or expenses (cash disbursements) are recognized when paid rather than when incurred or subject to accrual. Other economic assets, deferred outflows of resources, liabilities, and deferred inflows of resources that do not arise from a cash transaction or event are not reported, the measurement of reported assets does not involve adjustments to fair value.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

If the District utilized accounting principles generally accepted in the United States of America, the fund financial statements for governmental funds would use the modified accrual basis of accounting and all government-wide financial statements would be presented in accordance with the accrual basis of accounting.

**D. Use of Estimates**

The preparation of financial statements in accordance with the modified cash basis of accounting used by the District requires management to make estimates and assumptions that affect certain disclosures; accordingly, actual results could differ from those estimates.

**E. Cash and Investments**

For the purpose of financial reporting, cash and investments include all demand and savings accounts. State law requires the Debt Service Fund's cash to be maintained separately. Cash resources of the individual funds are combined to form a pool of cash which is managed by the District Treasurer. The District maintains funds in the Missouri Direct Deposit Program and an overnight repurchase agreement. Because the funds in the overnight repurchase agreement are readily accessible, they are treated as cash equivalents by the District.

**F. Liabilities and Long-Term Obligations**

Long-term obligations are reported only in the notes to the financial statements. In the fund financial statements, proceeds from the sale of bonded indebtedness are recorded as other financing sources when the payment is received. Repayments of principal and interest are recognized as expenditures when the disbursements are made.

**G. Net Position**

Net position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. It is the District's policy to first use restricted net resources prior to the use of unrestricted net resources when an expense is incurred for purposes for which both restricted and unrestricted net resources are available.



STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

H. Fund Balance Reporting

Fund balances for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The classifications are as follows:

- *Nonspendable Fund Balance*-The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- *Restricted Fund Balance*-Fund balance should be reported as restricted when constraints placed on the use of resources are either:
  - a. Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or
  - b. Imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance*-Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority should be reported as committed fund balance. Missouri law establishes that the Board of Education is the highest level of decision making authority.
- *Assigned Fund Balance*-Amounts that are constrained by the government's *intent* to be used for specific purposes, but are neither restricted nor committed, should be reported as assigned fund balance, except for stabilization arrangements. Typically, assigned fund balances are the residual balance of governmental funds, other than the general fund.
- *Unassigned Fund Balance*-Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

The District currently does not have a policy regarding the order of spending funds when an expense is incurred for the purposes for which both restricted and unrestricted funds are available. Therefore, in accordance with GASB Statement No. 54, the flow of funds uses the default assumption that prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending, the District considers committed funds to be expended first followed by assigned and then unassigned funds.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

I. Internal and Interfund Activities

In the process of aggregating the financial information for the district-wide Statement of Net Position and Statement of Activities, amounts reported as interfund activity in the fund financial statements have been eliminated.

J. Teacher Salaries

The salary payment schedule of the District requires the payment of salaries for a twelve-month period. Consequently, the July and August 2019 payroll checks, written and dated in June 2019, are included in the financial statements as an expenditure in the 2018-19 year. This practice is consistent with prior years.

K. Post-Employment Benefits

COBRA Benefits - Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the Federal government for this coverage. The premium is paid in full by the insured on or before the month for the actual month covered. This program is offered for the duration of 18 months after the termination date. There is no associated cost to the District under this program.

L. Restricted Assets

Restricted assets include cash and investments that are legally restricted as to their use. The restricted assets primarily consist of deposits escrowed under the Missouri Direct Deposit Program, UMB and funds held with MMEBG.

M. Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 2: DEPOSITS AND INVESTMENTS**

*Deposits:*

At June 30, 2019, the carrying value of the District's deposits was \$(89,298) and the bank balance was \$329,906. Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The District does not have a policy for custodial credit risk for deposits. Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC).

In accordance with state law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State or political subdivision debt obligations, surety bonds, or certain letters of credit. At June 30, 2019, all of the District's deposits were adequately secured with acceptable collateral.

The District's deposits with MMEBG (see note 3) are held with the consortium's fiscal agent. The fiscal agent is also a Missouri School District with the responsibility of obtaining collateralization of the consortium's deposits.

*Investments:*

The District may purchase any investments allowed by the State Treasurer. These include (2) obligations of the United States government or any agency or instrumentality thereof maturing and becoming payable not more than three years from the date of purchase, or (2) repurchase agreements maturing and becoming payable within ninety days secured by U.S. Treasury obligations or obligations of U.S. government agencies or instrumentalities of any maturity, as provided by law. The Missouri School District Direct Deposit Program also operates under state law and is restricted to the above investments. Because the funds are readily accessible, the District treats them as cash equivalents. At June 30, 2019, the District's Missouri School District Direct Deposit Program funds were invested in U.S. Treasury obligations.

*Interest rate risk-* The District's investment policy does not specifically address interest rate risk. However, the District may manage its exposure to declines in fair values by investing in bank certificates, U. S. Treasury and Agency Securities, and managed external investment pools. The funds in the Missouri Direct Deposit Program external investment pool are presented with a maturity of less than 1 year because they are redeemable at six-month intervals to coincide with the District's general obligation bond principal and interest debt service requirements.



STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 2: DEPOSITS AND INVESTMENTS (Continued)**

*Credit risk-* Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. At June 30, 2019, the District's overnight repurchase agreement was backed by debt securities of the U. S. government and its agencies. The District's investment in Missouri School District Direct Deposit Program is not rated.

*Concentration of credit risk-* The District's investment policy does not specifically address credit risk.

*Custodial credit risk-investments-* For an investment, this is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's funds adequately collateralized as of June 30, 2019.

The carrying value of the Missouri School District Direct Deposit and UMB investments at June 30, 2019 was \$2,197,877 and the fair value was \$2,197,877. The District categorizes its fair value measurements within the fair value hierarchy. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District only had level 1 investments at June 30, 2019. As of June 30, 2019, the District had the following investments, deposits and cash equivalents:

<u>Cash Equivalents &amp; Investment Type</u>	<u>Carrying Value</u>	<u>Maturity Less Than One Year</u>
Missouri School District Direct Deposit		
External investment pool (investment)	\$ 182,995	\$ 182,995
UMB	2,014,882	2,014,882
Overnight purchase agreement (cash equivalent)	<u>1,865,000</u>	<u>1,865,000</u>
Total Cash Equivalents & Investment Type	4,062,877	<u>\$ 4,062,877</u>
Deposits:		
Held at MMEBG	5,688	
Held by District	<u>(34,882)</u>	
Total Cash Equivalents, Investment Type and Deposits	<u>\$ 4,033,683</u>	
Financial Statements:		
Governmental Funds	\$ 4,022,670	
Agency Funds	<u>11,013</u>	
Total	<u>\$ 4,033,683</u>	

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 3: RESTRICTED DEPOSITS**

The amount reported as a restricted deposit represents assets held in a health insurance consortium. To help control the cost of health insurance, the District is a member of the Mid-Missouri Educational Benefits Group (MMEBG). As a condition of membership the District has deposited funds and allowed plan refunds to be held by the MMEBG's fiscal agent. The amounts held are as follows:

Initial deposit	\$ 4,100
Interest earned	<u>1,588</u>
Total deposit	<u>\$ 5,688</u>

The deposits held are restricted by an operating agreement for future payments of health insurance benefits.

**NOTE 4: TAXES**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1, and payable by December 31. The County collects the property tax and remits it to the District. The District also receives sales tax collected by the State and remitted based on eligible pupils. The District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year.

The assessed valuation of the tangible taxable property for the calendar year 2018, for purposes of local taxation was:

	2018
Real estate and personal property	<u>\$ 38,683,684</u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2018, for purposes of local taxation was:

	2018	
	<u>Unadjusted</u>	<u>Adjusted</u>
General (Incidental) Fund	\$ 3.7784	\$ 3.7784
Special Revenue (Teachers) Fund	0.0000	0.0000
Debt Service Fund	1.2700	1.2700
Capital Projects Fund	<u>0.0000</u>	<u>0.0000</u>
Total	<u>\$ 5.0484</u>	<u>\$ 5.0484</u>

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 5: BONDS PAYABLE**

The following is a summary of bond transactions for the year ended June 30, 2019:

Bonds payable, July 1, 2018	\$ 5,840,000
Bonds retired	(375,000)
Bonds issued	<u>0</u>
Bonds payable, June 30, 2019	<u>\$ 5,465,000</u>

Bonds payable at June 30, 2019, consist of:

\$2,965,000 general obligation refunding bonds dated January 22, 2015, due in varying annual installments through March 1, 2025; interest 0.35% to 2.30%; proceeds used to prepay the Callable Series 2010A Bonds and Series 2010B Bonds on March 1, 2015. \$ 1,465,000

\$2,000,000 general obligation bonds dated July 14, 2015, series 2015B due in varying installments through March 1, 2030; interest at 5.00%; proceeds used for construction and improvements to facilities. 2,000,000

\$2,000,000 general obligation refunding bonds dated October 18, 2017, due in varying annual installments through March 1, 2029; interest rate 1.50% to 2.5%; proceeds used to prepay the callable series 2015 bonds on March 1, 2020. 2,000,000

Total Bonds Payable \$ 5,465,000

Debt service requirements are:

Years Ending June 30,	Principal	Interest	Total
2020	\$ 330,000	\$ 171,303	\$ 501,303
2021	390,000	166,353	556,353
2022	410,000	159,665	569,665
2023	410,000	151,765	561,765
2024	160,000	143,215	303,215
2025-2029	3,290,000	535,338	3,825,338
2030-2034	<u>475,000</u>	<u>23,750</u>	<u>498,750</u>
Total	<u>\$ 5,465,000</u>	<u>\$ 1,351,389</u>	<u>\$ 6,816,389</u>

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 5: BONDS PAYABLE (Continued)**

Article VI, Section 26(b), of the Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a District to fifteen percent of the assessed valuation of the District. The approximate legal debt margin (excluding state assessed property) of the District at June 30, 2019, was:

Constitutional debt limit, locally assessed	\$ 5,802,553
General obligation bonds payable	(5,465,000)
Amount in Debt Service Fund available for payment of principal	<u>2,396,412</u>
Total	<u><u>\$ 2,733,965</u></u>

**NOTE 6: CAPITAL LEASES**

Capital Lease: The District has entered into capital leases for buses. The leases are accounted for as capital leases because they meet the conditions of ASC 840-10-25. The combined future payments under the leases are as follows:

Years Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 52,581	\$ 3,116	\$ 55,697
2021	52,843	1,880	54,723
2022	<u>35,591</u>	<u>613</u>	<u>36,204</u>
Total	<u><u>\$ 141,015</u></u>	<u><u>\$ 5,609</u></u>	<u><u>\$ 146,624</u></u>

**NOTE 7: FUND BALANCES**

*Restricted Fund Balances:* The restricted balances in the Debt Service Fund represents amounts accumulated from the collection of property taxes which are legally restricted based upon bond issuance covenants, and escrowed cash related to a bond refunding issue.

The amount restricted for health insurance benefits relates to the amounts the District holds on deposit with the MMEBG insurance consortium (see note 3).

The amount restricted for professional development relates to the unspent portion of Basic Formula monies restricted for professional development activities.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 7: FUND BALANCES (Continued)**

*Assigned Fund Balance:* The assigned fund balances in the Teachers Fund and Capital Projects Fund represent constraints in the type of spending allowed for these funds. The assigned fund balance in the General Fund represents the budget deficit for the fund in the 2019 fiscal year.

*Unassigned Fund Balances:* The unassigned fund balance represents the residual classification of amounts held in the General Fund.

The District has not adopted a policy that sets forth a minimum fund balance amount.

**NOTE 8: INTERFUND TRANSFERS**

The District routinely transfers amounts from the General Fund to the Teachers Fund and the Capital Projects Fund in accordance with regulations of the State of Missouri.

The amounts transferred to the Teachers Fund are required to balance the fund's cash receipts and disbursements. The District maintains a Teachers Fund that generally has a balance of zero at the beginning and end of each fiscal year. For the year ended June 30, 2019, the District allocated receipts and transfers to the Teachers Fund to achieve a near zero fund balance.

The transfers to the Capital Projects Fund are for bus costs, food service equipment and other amounts allowed by State regulation.

<u>Type of Transfers</u>	<u>General (Incidental) Fund</u>	<u>Special Revenue (Teachers) Fund</u>	<u>Capital Projects Fund</u>
Teachers Fund	\$ (149,886)	\$ 149,886	\$ 0
\$162,326 or 7% X SAT X WADA	0	0	0
Transportation	(27,826)	0	27,826
Total net transfers	<u>\$ (177,712)</u>	<u>\$ 149,886</u>	<u>\$ 27,826</u>

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 9: RETIREMENT PLAN**

The Sturgeon R-V School District contributes to the Public School Retirement System of Missouri (PSRS), a cost-sharing multiple-employer defined benefit pension plan. PSRS provides retirement and disability benefits to full-time (and certain part-time) certificated employees and death benefits to members and beneficiaries. Positions covered by the Public School Retirement System of Missouri are not covered by Social Security. PSRS benefit provisions are set forth in Chapter 169.010 -.141 of the Missouri Revised Statutes. The statutes assign responsibility for the administration of the system to a seven-member Board of Trustees. PSRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing: The Public School Retirement System of Missouri, P. O. Box 268, Jefferson City, Missouri 65102, or by calling 1-800-392-6848.

PSRS members are required to contribute 14.50% of their annual covered salary and the Sturgeon R-V School District is required to contribute a matching amount. The contribution requirements of members and the Sturgeon R-V School District are established and may be amended by the PSRS Board of Trustees. The District's contributions to PSRS for the year ending June 30, 2019, were \$322,199 equal to the required contributions. The contributions for the last three years are as follows:

Year Ended <u>June 30,</u>	Amount of Employer <u>Contribution</u>	Percentage of <u>Contribution</u>
2019	\$ 322,199	14.50%
2018	312,819	14.50%
2017	303,325	14.50%

The Sturgeon R-V School District also contributes to the Public Education Employees Retirement System of Missouri (PEERS), a cost-sharing multiple-employer defined benefit pension plan. PEERS provides retirement and disability benefits to employees of the District who work 20 or more hours per week and who do not contribute to the Public School Retirement System of Missouri. Positions covered by the Public Education Employees Retirement System of Missouri are also covered by Social Security. Benefit provisions are set forth in Chapter 169.600 - .715 of the Missouri Revised Statutes. The statutes assign responsibility for the administration of the system to the Board of Trustees of the Public Education Employees Retirement System of Missouri. PEERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing: The Public School Retirement System of Missouri, P. O. Box 268, Jefferson City, Missouri 65102, or by calling 1-800-392-6848.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 9: RETIREMENT PLAN (continued)**

PEERS members are required to contribute 6.86% of their annual covered salary and the Sturgeon R-V School District is required to contribute a matching amount. The contribution requirements of members and the Sturgeon R-V School District are established and may be amended by the PEERS Board of Trustees. The District's contributions to PEERS for the year ending June 30, 2019, were \$61,216, equal to the required contributions. The contributions for the last three years are as follows:

Year Ended June 30,	Amount of Employer Contribution	Percentage of Contribution
2019	\$ 61,216	6.86%
2018	58,066	6.86%
2017	59,126	6.86%

**NOTE 10: RISK MANAGEMENT - MISSOURI UNITED SCHOOL INSURANCE COUNCIL**

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters for which the District carries commercial insurance.

Participation in Public Entity Risk Pools

The District is a member of the Missouri United School Insurance Council (MUSIC), a not-for-profit corporation consisting of school districts and junior colleges. MUSIC was incorporated in 1985 to acquire insurance for its members. MUSIC operates as a purchasing pool and is not a joint venture activity of the District. The District has no control over budgeting, financing, management selection, or the governing body. MUSIC provides both conventional and self-insurance coverage for its members including property, casualty, general liability, workers' compensation, and fleet insurance. The District participates in all of the above coverages.

MUSIC manages the cash and investment pool, funded by insurance premiums, on behalf of its members. MUSIC's investment pool consists of U.S. Treasury strips.

STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 10: RISK MANAGEMENT - MISSOURI UNITED SCHOOL INSURANCE COUNCIL  
(Continued)**

In the event that a deficit occurs with respect to any fiscal year of MUSIC for which the District was a participant at any time during such year; and in the event that MUSIC determines that an assessment is required in order to provide additional funds for the obligations of MUSIC for such year; and further, in the event that the District was covered by the types of benefits requiring the assessment during the time period in which the assessment arose, the District is obligated to pay its pro rata share of any such assessment, irrespective of whether or not the District is a member of MUSIC at the time of such assessment.

Management of the District is not aware of any deficit situation in MUSIC which would require any accrual of liability as of June 30, 2019.

MUSIC's financial statements are presented in its Comprehensive Annual Financial Report for the year ended December 31, 2018.

**NOTE 11: OTHER POST-EMPLOYMENT BENEFITS**

The District provides health insurance benefits to its retirees on a reimbursable basis. The cost of the insurance premium is charged to the retirees at the same cost as active employees.

This situation causes an implicit premium subsidy for the difference the retirees would have to pay for similar insurance coverage and the actual amount of their premiums. This implicit premium subsidy represents an unfunded obligation to the District. This obligation has not been valued or reported because the District reports its financial activity using the modified cash basis of accounting.

**NOTE 12: CONTINGENCIES**

Grant Program Involvement

In the normal course of operations, the District participates in various Federal or State grant or loan programs from year to year. The grant or loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. Any liability of reimbursement that may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would be immaterial.



STURGEON R-V SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS

**NOTE 12: CONTINGENCIES (Continued)**

Litigation

The District is currently a defendant in a lawsuit arising principally in the normal course of operations. The district is vigorously defending its position, and in the opinion of the administration, the outcome of the lawsuit will not have a material adverse effect on the accompanying combined financial statements. Any potential monetary damages are expected to be covered by insurance.

**NOTE 13: PLEDGED REVENUES**

The District has pledged future revenues, net of specified operating expenses, to repay bonds and leases payable that were issued for the purpose of operations, purchase of school buses and improvements. The bonds and leases are payable from debt service fund and capital project fund net revenues and are payable through 2030. Annual principal and interest payments in the year ended June 30, 2019 on the bonds and leases required 98% of debt service and 100% of capital projects net revenues. The total principal and interest remaining to be paid on the bonds and leases is \$5,606,015. Principal and interest paid for the current year and total net revenues for the current year were \$552,502 and \$563,139, respectively for the debt service fund. Principal and interest paid for the current year and total net revenues for the current year were \$52,321 and \$(22,664), respectively for the capital projects fund.

**NOTE 14: CONSIDERATION OF SUBSEQUENT EVENTS**

Subsequent events have been evaluated through October 23, 2019, which is the date the financial statements are available to be issued. No events requiring disclosure were identified as a result of this review.

SUPPLEMENTARY  
INFORMATION

STURGEON R-V SCHOOL DISTRICT  
GENERAL (INCIDENTAL) FUND  
SCHEDULE OF RECEIPTS, DISBURSEMENTS  
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS  
BUDGET TO ACTUAL - UNAUDITED  
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Final Budget	Actual	Variance to Final Budget
<b>CASH RECEIPTS:</b>				
Local	\$ 1,411,771	\$ 1,695,138	\$ 1,695,138	\$ -
County	112,290	134,854	134,854	-
State	65,270	67,178	67,178	-
Federal	168,287	137,224	137,224	-
Other	72,000	71,495	71,495	-
Total Cash Receipts	<u>1,829,618</u>	<u>2,105,889</u>	<u>2,105,889</u>	<u>-</u>
<b>CASH DISBURSEMENTS:</b>				
Regular instruction	289,277	153,662	153,662	-
Special instruction	211,852	188,551	188,551	-
Student activities	105,168	212,190	212,190	-
Student support services	200,577	178,037	178,037	-
Instructional support services	32,000	23,102	23,102	-
General administration support services	224,841	242,949	242,949	-
Building level administration support services	14,000	92,663	92,663	-
Business support services	519,161	469,023	469,023	-
Pupil transportation	212,243	208,523	208,523	-
Food services	194,268	174,447	174,447	-
Central office support services	-	2,772	2,772	-
Community services	13,706	36,121	36,121	-
Total Cash Disbursements	<u>2,017,093</u>	<u>1,982,040</u>	<u>1,982,040</u>	<u>-</u>
EXCESS/(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	<u>(187,475)</u>	<u>123,849</u>	<u>123,849</u>	<u>-</u>
OTHER FINANCING SOURCES/(USES):				
Transfers between funds	<u>(191,575)</u>	<u>(197,712)</u>	<u>(197,712)</u>	<u>-</u>
Total Other Financing Sources/(Uses)	<u>(191,575)</u>	<u>(197,712)</u>	<u>(197,712)</u>	<u>-</u>
EXCESS/(DEFICIT) OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING USES	<u>(379,050)</u>	<u>(73,863)</u>	<u>(73,863)</u>	<u>-</u>
FUND BALANCE, BEGINNING OF YEAR	<u>1,522,479</u>	<u>1,522,479</u>	<u>1,522,479</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,143,429</u>	<u>\$ 1,448,616</u>	<u>\$ 1,448,616</u>	<u>-</u>

STURGEON R-V SCHOOL DISTRICT  
SPECIAL REVENUE (TEACHERS) FUND  
SCHEDULE OF RECEIPTS, DISBURSEMENTS  
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS  
BUDGET TO ACTUAL - UNAUDITED  
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Final Budget	Actual	Variance to Final Budget
<b>CASH RECEIPTS:</b>				
Local	\$ 447,103	\$ 435,468	\$ 435,468	\$ -
County	12,000	12,618	12,618	-
State	1,922,045	1,972,143	1,972,143	-
Federal	270,737	179,316	179,316	-
Total Cash Receipts	<u>2,651,885</u>	<u>2,599,545</u>	<u>2,599,545</u>	<u>-</u>
<b>CASH DISBURSEMENTS:</b>				
Regular instruction	1,899,886	1,658,876	1,658,876	-
Special instruction	461,203	408,052	408,052	-
Student activities	-	-	-	-
Payments to other districts	71,845	48,423	48,423	-
Student support services	101,599	101,084	101,084	-
Instructional support services	157,666	155,450	155,450	-
General administration support services	110,523	169,536	169,536	-
Building level administration	-	153,029	153,029	-
Pupil transportation	-	-	-	-
Community services	-	54,981	54,981	-
Total Cash Disbursements	<u>2,802,722</u>	<u>2,749,431</u>	<u>2,749,431</u>	<u>-</u>
EXCESS/(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	<u>(150,837)</u>	<u>(149,886)</u>	<u>(149,886)</u>	<u>-</u>
OTHER FINANCING SOURCES/(USES):				
Transfers from general fund	<u>150,837</u>	<u>149,886</u>	<u>149,886</u>	<u>-</u>
Total Other Financing Sources/(Uses)	<u>150,837</u>	<u>149,886</u>	<u>149,886</u>	<u>-</u>
EXCESS/(DEFICIT) OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING USES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STURGEON R-V SCHOOL DISTRICT  
DEBT SERVICE FUND  
SCHEDULE OF RECEIPTS, DISBURSEMENTS  
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS  
BUDGET TO ACTUAL - UNAUDITED  
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Final Budget	Actual	Variance to Final Budget
<b>CASH RECEIPTS:</b>				
Local	\$ 434,879	\$ 530,117	\$ 530,117	\$ -
County	37,710	33,022	33,022	-
Total Cash Receipts	<u>472,589</u>	<u>563,139</u>	<u>563,139</u>	<u>-</u>
<b>CASH DISBURSEMENTS:</b>				
Principal retirements	375,000	375,000	375,000	-
Interest and fees	<u>179,474</u>	<u>177,502</u>	<u>177,502</u>	<u>-</u>
Total Cash Disbursements	<u>554,474</u>	<u>552,502</u>	<u>552,502</u>	<u>-</u>
EXCESS/(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(81,885)	10,637	10,637	-
FUND BALANCE, BEGINNING OF YEAR	<u>2,385,775</u>	<u>2,385,775</u>	<u>2,385,775</u>	<u>-</u>
FUND BALANCE, END OF YEAR	<u>\$ 2,303,890</u>	<u>\$ 2,396,412</u>	<u>\$ 2,396,412</u>	<u>\$ -</u>

STURGEON R-V SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF RECEIPTS, DISBURSEMENTS  
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS  
BUDGET TO ACTUAL - UNAUDITED  
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Final Budget	Actual	Variance to Final Budget
<b>CASH RECEIPTS:</b>				
Local	\$ -	\$ 15,928	\$ 15,928	\$ -
Federal	-	16,010	16,010	-
Other	-	21,335	21,335	-
Total Cash Receipts	-	53,273	53,273	-
<b>CASH DISBURSEMENTS:</b>				
Regular instruction	4,000	3,205	3,205	-
Special instruction	-	2,931	2,931	-
Student activities	-	30,777	30,777	-
Student support services	500	-	-	-
Instructional support services	12,000	18,723	18,723	-
General administration support services	1,000	-	-	-
Building level administration	1,000	-	-	-
Operation of plant	68,000	-	-	-
Pupil transportation	55,000	49,437	49,437	-
Food services	1,000	-	-	-
Facilities acquisition and construction	-	46,710	46,710	-
Interest and fees	-	4,301	4,301	-
Total Cash Disbursements	142,500	156,084	156,084	-
EXCESS/(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(142,500)	(102,811)	(102,811)	-
OTHER FINANCING SOURCES/(USES):				
Transfers from general fund	40,738	47,826	47,826	-
Total Other Financing Sources/(Uses)	40,738	47,826	47,826	-
EXCESS/(DEFICIT) OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING USES	(101,762)	(54,985)	(54,985)	-
FUND BALANCE, BEGINNING OF YEAR	232,627	232,627	232,627	-
FUND BALANCE, END OF YEAR	\$ 130,865	\$ 177,642	\$ 177,642	\$ -

STURGEON R-V SCHOOL DISTRICT  
NOTE TO SUPPLEMENTARY INFORMATION

**NOTE 1: BUDGETS AND BUDGETARY ACCOUNTING**

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

- In accordance with Chapter 67, RSMo, the District adopts a budget for each fund.
- Prior to July, the superintendent, who serves as the budget officer, submits to the Board of Education a proposed budget for the fiscal year beginning on the following July 1. The proposed budget includes estimated revenues and expenditures for all District funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year.
- A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Board of Education, the budget document is available for public inspection.
- Prior to July 1, the budget is legally enacted by a vote of the Board of Education.
- Subsequent to formal approval of the budget, the Board of Education has the authority to make necessary adjustments to the budget by formal vote of the Board. Adjustments made during the year are reflected in the budget information included in the financial statements. The budget was amended at the January 10, 2019 and June 26, 2019, board meetings. The amendments were made to reflect coding changes and the nature of the final amendment was to amend budgeted expenditures to equal actual expenses.
- Budgets for District funds are prepared and adopted on the cash basis of accounting (budget basis), which recognizes revenues when collected and expenditures when paid.

OTHER FINANCIAL  
INFORMATION



STURGEON R-V SCHOOL DISTRICT  
SCHEDULE OF RECEIPTS COLLECTED BY SOURCE  
FOR THE YEAR ENDED JUNE 30, 2019

	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Total June 30, 2019
<b>LOCAL:</b>					
Property taxes	\$ 1,449,529	\$ -	\$ 487,309	\$ -	\$ 1,936,838
Sales taxes	-	435,403	-	-	435,403
Other taxes	21,397	-	7,193	-	28,590
Earnings on investments	8,204	15	33,009	-	41,228
Food service	52,328	-	-	-	52,328
Student body activities	134,340	-	-	-	134,340
Other local	29,341	50	2,606	15,928	47,925
Total Local	<u>1,695,139</u>	<u>435,468</u>	<u>530,117</u>	<u>15,928</u>	<u>2,676,652</u>
<b>COUNTY:</b>					
Fines, escheats, etc.	-	11,273	-	-	11,273
State assessed utility taxes	134,854	1,345	33,022	-	169,221
Total County	<u>134,854</u>	<u>12,618</u>	<u>33,022</u>	<u>-</u>	<u>180,494</u>
<b>STATE:</b>					
Basic formula - state monies	-	1,733,070	-	-	1,733,070
Transportation	43,594	-	-	-	43,594
Early childhood special education	-	62,406	-	-	62,406
Basic formula - classroom trust fund	-	172,261	-	-	172,261
Educational screening program/PAT	11,830	-	-	-	11,830
Career education	5,578	4,406	-	-	9,984
Food service	1,235	-	-	-	1,235
Residential placement/excess cost	-	-	-	-	-
High need fund - special education	4,941	-	-	-	4,941
Total State	<u>67,178</u>	<u>1,972,143</u>	<u>-</u>	<u>-</u>	<u>2,039,321</u>
<b>FEDERAL:</b>					
Medicaid	20,241	-	-	-	20,241
Early Childhood Special Education	-	9,534	-	-	9,534
IDEA Entitlement Funds, Part B IDEA	-	89,773	-	-	89,773
IDEA Grants	140	-	-	-	140
School Lunch Program	84,134	-	-	-	84,134
School Breakfast Program	29,614	-	-	-	29,614
Title I, ESEA	-	80,009	-	-	80,009
Title II Part A, ESEA-Teacher and Principal Quality	-	-	-	-	-
Title IV, Part A Student Support and Academic Enrichment	1,501	-	-	-	1,501
Title VI, Part B Rural Education Initiative	1,594	-	-	16,010	17,604
Total Federal	<u>137,224</u>	<u>179,316</u>	<u>-</u>	<u>16,010</u>	<u>332,550</u>
<b>OTHER:</b>					
Net insurance recovery	-	-	-	20,349	20,349
Sale of bonds	-	-	-	-	-
Tuition received	71,494	-	-	-	71,494
Sale of school buses	-	-	-	-	-
Sale of other property	-	-	-	986	986
Refunding bonds	-	-	-	-	-
Total Other	<u>71,494</u>	<u>-</u>	<u>-</u>	<u>21,335</u>	<u>92,829</u>
<b>TOTAL CASH RECEIPTS</b>	<u>\$ 2,105,889</u>	<u>\$ 2,599,545</u>	<u>\$ 563,139</u>	<u>\$ 53,273</u>	<u>\$ 5,321,846</u>

STURGEON R-V SCHOOL DISTRICT  
SCHEDULE OF DISBURSEMENTS PAID BY OBJECT  
FOR THE YEAR ENDED JUNE 30, 2019

	General (Incidental) Fund	Special Revenue (Teachers) Fund	Debt Service Fund	Capital Projects Fund	Total June 30, 2019
<b>SALARIES</b>	\$ 774,257	\$ 2,092,601	\$ -	\$ -	\$ 2,866,858
<b>EMPLOYEE BENEFITS:</b>					
Teacher retirement	9,538	316,205	-	-	325,743
Non-teacher retirement	53,228	3,782	-	-	57,010
Payroll tax	51,131	29,974	-	-	81,105
Employee insurance	147,761	258,447	-	-	406,208
Other employer provided services	900	-	-	-	900
<b>PURCHASED SERVICES:</b>					
Tuition	10,795	48,422	-	-	59,217
Professional services	20,986	-	-	-	20,986
Audit	6,100	-	-	-	6,100
Legal services	12,056	-	-	-	12,056
Property services	115,244	-	-	-	115,244
Travel	11,016	-	-	-	11,016
Property insurance	23,461	-	-	-	23,461
Other purchased services	228,153	-	-	-	228,153
<b>SUPPLIES:</b>					
General supplies	269,077	-	-	-	269,077
Supplies - Technology-Related	33,671	-	-	-	33,671
Textbooks	3,169	-	-	-	3,169
Library books	6,874	-	-	-	6,874
Resource materials	867	-	-	-	867
Food supplies	67,944	-	-	-	67,944
Energy supplies/service	135,812	-	-	-	135,812
<b>CAPITAL OUTLAY:</b>					
Buildings	-	-	-	46,710	46,710
Equipment - general	-	-	-	36,913	36,913
Equipment - classroom instructional apparatus	-	-	-	18,723	18,723
Pupil transportation vehicles	-	-	-	49,437	49,437
Other capital outlay	-	-	-	-	-
Principal	-	-	375,000	-	375,000
Interest	-	-	175,990	4,301	180,291
Other	-	-	1,512	-	1,512
<b>TOTAL CASH DISBURSEMENTS</b>	<b>\$ 1,982,040</b>	<b>\$ 2,749,431</b>	<b>\$ 552,502</b>	<b>\$ 156,084</b>	<b>\$ 5,440,057</b>

STURGEON R-V SCHOOL DISTRICT  
SCHEDULE OF TRANSPORTATION COSTS ELIGIBLE  
FOR STATE AID  
YEAR ENDED JUNE 30, 2019

**DISTRICT OPERATED TRANSPORTATION:**

Non-Disabled Transportation Costs:

Certificated salaries	\$ 7,500
Non-certificated salaries	98,225
Employee benefits	34,720
Purchased services	27,291
Supplies	24,889
Capital outlay (Lease purchase principal)	49,437
Total Non-Disabled Transportation Costs	<u>\$ 242,062</u>

Disabled Transportation Costs:

Non-certificated salaries	\$ 1,126
Employee benefits	189
Purchased services	228
Supplies	2,066
Total Disabled Transportation Costs	<u>\$ 3,609</u>

OTHER REPORTING  
REQUIREMENTS

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*

To the Board of Education  
Sturgeon R-V School District  
Sturgeon, Missouri

20 South Fifth Street  
Columbia, MO 65201  
(573) 449-1599  
Fax: (573) 443-8603  
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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, each major fund, and the aggregate remaining fund information of Sturgeon R-V School District as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Sturgeon R-V School District's financial statements and have issued our report thereon dated October 23, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Sturgeon R-V 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 Sturgeon R-V School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Sturgeon R-V School District's internal control.

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

PARTNERS

Fred W. Korte, Jr.  
Joseph E. Chitwood  
Travis W. Hundley  
Jeffrey A. Chitwood  
Amy L. Watson  
Heidi N. Ross

PARTNER EMERITUS

Robert A. Gerding

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

- 2019-001 Segregation of Duties over Financial Reporting

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Sturgeon R-V School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 is required to be reported under *Government Auditing Standards*.


#### Sturgeon R-V School District's Response to Finding

Sturgeon R-V School District's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. Sturgeon R-V 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 it.

#### Purpose of this Report

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

October 23, 2019

  
Gerding, Korte and Chitwood  
Certified Public Accountants

STURGEON R-V SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND RESPONSES

**SECTION I: FINANCIAL STATEMENT FINDINGS**

Finding 2019-001: Segregation of Duties over Financial Reporting

*Criteria:* The objectives of internal control are to provide reasonable, but not absolute, assurance that assets are safeguarded and the financial statements are reliable. When the duties of one employee involve complete control over most, or all, aspects of an accounting cycle, without the involvement of other intervening employees, conflicts with the internal control objective may arise. This kind of conflict is generally referred to as a lack of segregation of duties.

*Condition:* Sturgeon R-V School District has potential conflicts with personnel who have the ability to adjust, record, reconcile and report financial activity.

*Cause:* The District lacks the personnel necessary to adequately segregate accounting and financial duties.

*Effect:* Financial records and assets without adequate segregation of duties are at more risk for misstatement due to fraud or errors.

*Recommendation:* The District may consider and implement additional internal control procedures to ensure adequate segregation of duties.

*View of Responsible Official and Corrective Action Plan:* The Sturgeon R-V School District will continue to cross-train staff in accounting and payroll as well as performing periodic rotation of duties to ensure there is proper segregation of duties.

STURGEON R-V SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND RESPONSES

**SECTION II: FINANCIAL STATEMENT FINDINGS (Continued)**

Finding 2019-001: Segregation of Duties over Financial Reporting (Continued)

*Official Responsible for Ensuring the Corrective Action Plan:* Mr. Geoff Neill, Superintendent.

*Planned Completion Date for the Corrective Action Plan:* The District will continue to work on implementing additional internal control procedures on an on-going basis.



SUPPLEMENTARY STATE  
INFORMATION

INDEPENDENT ACCOUNTANTS' REPORT ON MANAGEMENT'S  
ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED  
REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS

To the Board of Education  
Sturgeon R-V School District  
Sturgeon, Missouri

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*Jeffrey A. Chitwood*  
*Amy L. Watson*  
*Heidi N. Ross*

PARTNER EMERITUS

*Robert A. Gerding*

We have examined management's assertions that Sturgeon R-V School District, Sturgeon, Missouri, complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's attendance records of average daily attendance, resident membership on the last Wednesday of September and the number of students eligible to receive free or reduced price lunches on the last Wednesday of January; and accurate disclosure by pupil transportation records of the average daily transportation of pupils eligible and ineligible for state aid, the number of miles eligible and ineligible for state aid and the allowable costs for pupil transportation during the year ended June 30, 2019. Management is responsible for the District's compliance with those requirements. Our responsibility is to express an opinion on the District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the District's compliance with specified requirements.

In our opinion, the Sturgeon R-V School District, Sturgeon, Missouri complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2019.

This report is intended solely for the information and use of the Board of Education, District management, and the Missouri Department of Elementary and Secondary Education and is not intended to be and should not be used by anyone other than these specified parties.

October 23, 2019

  
Gerding, Korte & Chitwood  
Certified Public Accountants

STURGEON R-V SCHOOL DISTRICT  
COUNTY DISTRICT NO. 010-090  
SCHEDULE OF SELECTED STATISTICS  
(Unaudited)

Type of audit performed:            Yellow Book:   X        Single Audit:       

1. Calendar (Sections 160.041, 171.029, 171.031 and 171.033, RSMo)

Report each unique calendar the district has as defined by Sections 160.041, 171.029, 171.031, and 171.033, RSMo.

<u>School Code</u>	<u>Begin Grade</u>	<u>End Grade</u>	<u>Half Day Indicator</u>	<u>Standard Day Length</u>	<u>Days</u>	<u>Hours In Session</u>
4020	K	4		6.8000	169	1,076.00
1050	5	8		7.0000	169	1,106.80
3000	9	12		6.7500	169	1,067.50

2. Average Daily Attendance (ADA)

Report the total number of PK-12 student attendance hours allowed to be claimed for the calculation of Average Daily Attendance. Include only PK students allowed to be claimed for state aid in the calculation.

<u>School Code</u>	<u>Grade Level</u>	<u>Full Time</u>	<u>Part Time</u>	<u>Remedial Hours</u>	<u>Other</u>	<u>Summer School</u>	<u>Total</u>
4020	K-4	127.6656	0.0002	-	-	15.5436	143.2094
1050	5-8	121.6552	-	-	-	12.5507	134.2059
3000	9-12	114.7414	-	0.2090	-	3.0694	118.0198
Grand Total		<u>364.0622</u>	<u>0.0002</u>	<u>0.2090</u>	<u>-</u>	<u>31.1637</u>	<u>395.4351</u>

STURGEON R-V SCHOOL DISTRICT  
COUNTY DISTRICT NO. 010-090  
SCHEDULE OF SELECTED STATISTICS  
(Unaudited)

3. September Membership

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day **and** in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should only include PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full Time	Part Time	Other	Total
4020	K-4	131.20	-	-	131.20
1050	5-8	126.00	-	-	126.00
3000	9-12	122.00	-	-	122.00
Grand Total		<u>379.20</u>	<u>-</u>	<u>-</u>	<u>379.20</u>

4. Free and Reduced Priced Lunch FTE Count (Section 163.011(6), RSMo)

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Grade Level	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
4020	K-4	51.00	16.00	-	-	67.00
1050	5-8	41.00	15.00	-	-	56.00
3000	9-12	29.00	8.00	-	-	37.00
Grand Total		<u>121.00</u>	<u>39.00</u>	<u>-</u>	<u>-</u>	<u>160.00</u>

STURGEON R-V SCHOOL DISTRICT  
COUNTY DISTRICT NO. 010-090  
SCHEDULE OF SELECTED STATISTICS  
(Unaudited)

5. Finance

Answer the following questions with an appropriate response of true, false or N/A unless otherwise noted.

<u>Section</u>	<u>Question</u>	<u>Answer</u>
5.1	The district maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	True
5.2.	The district maintained complete and accurate attendance records allowing for the accurate calculation of Average Daily Attendance for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	
	Academic Programs Off-Campus	N/A
	Career Exploration Program – Off Campus	N/A
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	N/A
	Dual enrollment	N/A
	Homebound instruction	True
	Missouri Options	N/A
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	True
	Sheltered Workshop participation	N/A
	Students participating in the school flex program	N/A
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	N/A
	Work Experience for Students with Disabilities	N/A
5.3	The district maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	True
5.4	The district maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	True
5.5	As required by Section 162.401, RSMo, a bond was purchased for the district's treasurer in the total amount of:	\$ 50,000
5.6	The district's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo.	True
5.7	The district maintained a separate bank account for the Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo.	True

STURGEON R-V SCHOOL DISTRICT  
COUNTY DISTRICT NO. 010-090  
SCHEDULE OF SELECTED STATISTICS  
(Unaudited)

5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records.	True
5.9	If a \$162,326 or 7% SAT x WADA transfer was made in excess of adjusted expenditures, the board approved a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken.	N/A
5.10	The district published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	True
5.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. Spending requirement is modified to seventy-five percent (75%) of one half percent (1/2%) of the current year basic formula apportionment if through fiscal year 2024 the amount appropriated and expended to public schools for transportation is less than twenty-five percent (25%) of allowable cost.	True
5.12	The amount spent for approved professional development committee plan activities was: All above "false" answers <u>must</u> be supported by a finding or management letter comment.	\$ 16,768
	Finding #	N/A
	Management Letter Comment #	N/A

STURGEON R-V SCHOOL DISTRICT  
COUNTY DISTRICT NO. 010-090  
SCHEDULE OF SELECTED STATISTICS  
(Unaudited)

6. Transportation (Section 163.161, RSMo)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

- |     |   |        |
|-----|---|--------|
| 6.1 | The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.  | True   |
| 6.2 | The district's school transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported. | True   |
| 6.3 | Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:  |        |
|     | • Eligible ADT  | 205.00 |
|     | • Ineligible ADT  | 15.00  |
| 6.4 | The District's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year. | True   |
| 6.5 | Actual odometer records show the total district-operated and contracted mileage for the year was:   | 73,997 |
| 6.6 | Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route <u>and</u> disapproved miles (combined) was:                       |        |
|     | • Eligible miles  | 49,965 |
|     | • Ineligible miles (non-route/disapproved)  | 22,832 |
| 6.7 | Number of days the district operated the school transportation system during the regular school year:   | 169    |

All above "False" answers must be supported by a finding or management letter comment.

Finding #	N/A
Management Letter Comment #	N/A

STURGEON R-V SCHOOL DISTRICT  
SCHEDULE OF STATE FINDINGS

**SECTION 1: STATE COMPLIANCE REQUIREMENTS**

**Budget**

None Reported

**Attendance**

None Reported

**Transportation**

None Reported