

Saint Joseph School District

Basic Financial Statements
Year Ended June 30, 2023

KPM
CPAS & ADVISORS

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Board of Education
Saint Joseph School District
Saint Joseph, Missouri

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of Saint Joseph School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 and each major fund of Saint Joseph School District, as of June 30, 2023, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the basis of accounting in Note 1.

Basis for Opinions

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

Basis of Accounting

As described in Note 1 of the financial statements, 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 opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1; which includes the determination that the basis of accounting is appropriate in the circumstances; and 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.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Schedule of Receipts by Source, Schedule of Disbursements by Object, Schedule of Transportation Costs Eligible for State Aid, and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic 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 statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Receipts by Source, Schedule of Disbursements by Object, Schedule of Transportation Costs Eligible for State Aid, and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information. The other information comprises the budgetary comparison schedules but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2023, on our consideration of Saint Joseph 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Saint Joseph School District's internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 11, 2023

Government-Wide Financial Statements

Saint Joseph School District

Statement of Net Position – Modified Cash Basis

June 30, 2023

	Governmental Activities
Assets	
Current Assets	
Cash and cash equivalents	\$ 35,308,738
Investments	<u>30,611,329</u>
Total Assets	<u><u>\$ 65,920,067</u></u>
Net Position	
Restricted for debt service	\$ 7,785,043
Restricted for student activities	1,572,724
Restricted for food service	656,286
Restricted for healthcare self-insurance fund	5,588,115
Unrestricted	<u>50,317,899</u>
Total Net Position	<u><u>\$ 65,920,067</u></u>

See accompanying Notes to the Financial Statements

Saint Joseph School District

Statement of Activities – Modified Cash Basis

Year Ended June 30, 2023

	Program Cash Receipts				Net (Disbursements) Receipts and Changes in Net Position
	Cash Disbursements	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities					
Instruction	\$ (71,130,173)	\$ 1,783,587	\$ 12,577,721	\$ 104,370	\$ (56,664,495)
Student services	(11,118,627)	-	1,606,381	-	(9,512,246)
Instructional staff support	(4,675,377)	-	535,143	-	(4,140,234)
Building administration	(6,408,556)	-	24,907	-	(6,383,649)
General administration	(15,176,834)	-	-	-	(15,176,834)
Operation of plant	(16,184,510)	-	-	-	(16,184,510)
Transportation	(5,611,191)	-	2,869,563	-	(2,741,628)
Food services	(6,627,804)	732,908	6,593,340	-	698,444
Adult continuing education	(626,567)	-	-	-	(626,567)
Community services	(2,022,445)	8,679	714,788	-	(1,298,978)
Facilities acquisition and construction	(15,384,051)	-	-	12,301,086	(3,082,965)
Debt service	(8,709,491)	-	-	-	(8,709,491)
Net Program (Disbursements) Receipts	\$ (163,675,626)	\$ 2,525,174	\$ 24,921,843	\$ 12,405,456	(123,823,153)
General Receipts					
Ad valorem tax receipts					52,644,378
Prop C sales tax receipts					15,027,970
Other tax receipts					3,027,724
County receipts					4,013,739
State receipts					43,382,212
Interest receipts					2,633,827
Other receipts					1,754,404
Total General Receipts					122,484,254
Special Item					
Sale of other property					444,032
Financed purchase proceeds					4,588,501
Total Special Item					5,032,533
<i>Increase in Net Position</i>					3,693,634
Net Position - Beginning of year					62,226,433
Net Position - End of year					\$ 65,920,067

See accompanying Notes to the Financial Statements

Fund Financial Statements

Saint Joseph School District

Statement of Assets and Fund Balances – Governmental Funds – Modified Cash Basis

June 30, 2023

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
Assets					
Cash and cash equivalents	\$ 18,674,195	\$ -	\$ 6,559,262	\$ 6,487,166	\$ 31,720,623
Investments	27,385,392	-	1,225,781	156	28,611,329
Total Assets	<u>\$ 46,059,587</u>	<u>\$ -</u>	<u>\$ 7,785,043</u>	<u>\$ 6,487,322</u>	<u>\$ 60,331,952</u>
Fund Balances					
Restricted for					
Debt service	\$ -	\$ -	\$ 7,785,043	\$ -	\$ 7,785,043
Food service	656,286	-	-	-	656,286
Student activities	1,572,724	-	-	-	1,572,724
Assigned to					
Capital outlay	-	-	-	6,487,322	6,487,322
Unassigned	43,830,577	-	-	-	43,830,577
Total Fund Balances	<u>\$ 46,059,587</u>	<u>\$ -</u>	<u>\$ 7,785,043</u>	<u>\$ 6,487,322</u>	<u>\$ 60,331,952</u>

See accompanying Notes to the Financial Statements

Saint Joseph School District

Reconciliation of the Governmental Funds Statement of Assets and Fund Balances to the Statement of Net Position

June 30, 2023

Fund balance - total governmental funds	\$ 60,331,952
Some of the amounts reported for governmental activities in the Statement of Net Position are different because healthcare self-insurance fund assets have been included with governmental activities	<u>5,588,115</u>
Net position of governmental activities	<u><u>\$ 65,920,067</u></u>

See accompanying Notes to the Financial Statements

Saint Joseph School District

Statement of Receipts, Disbursements, and Changes in Fund Balances – Governmental Funds – Modified Cash Basis

Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Receipts					
Local	\$ 50,727,499	\$ 18,058,046	\$ 7,090,159	\$ 1,619,018	\$ 77,494,722
County	3,344,583	109,257	559,899	-	4,013,739
State	7,355,836	43,775,295	-	262,017	51,393,148
Federal	15,693,805	1,104,021	-	12,143,438	28,941,264
Other	493,854	-	-	-	493,854
Total Receipts	77,615,577	63,046,619	7,650,058	14,024,473	162,336,727
Disbursements					
Instruction	10,457,085	55,612,445	-	5,871,879	71,941,409
Student services	6,203,737	5,038,867	-	-	11,242,604
Instructional staff support	2,711,370	1,995,264	-	-	4,706,634
Building administration	1,694,715	4,798,287	-	-	6,493,002
General administration	9,282,191	3,172,185	-	2,813,077	15,267,453
Operation of plant	14,911,299	2,573	-	1,372,945	16,286,817
Transportation	5,611,716	-	-	-	5,611,716
Food services	6,572,609	-	-	97,352	6,669,961
Adult continuing education	316,301	324,056	-	-	640,357
Community services	1,216,923	758,535	-	59,990	2,035,448
Facilities acquisition and construction	-	-	-	15,384,051	15,384,051
Debt service	-	-	6,362,573	2,346,918	8,709,491
Total Disbursements	58,977,946	71,702,212	6,362,573	27,946,212	164,988,943
<i>Excess (Deficit) of Receipts over Disbursements</i>	18,637,631	(8,655,593)	1,287,485	(13,921,739)	(2,652,216)
Other Financing Sources (Uses)					
Sale of other property	73,773	-	-	370,259	444,032
Financed purchase proceeds	-	-	-	4,588,501	4,588,501
Operating transfers in	-	8,655,593	-	4,735,935	13,391,528
Operating transfers (out)	(13,391,528)	-	-	-	(13,391,528)
Total Other Financing Sources (Uses)	(13,317,755)	8,655,593	-	9,694,695	5,032,533
<i>Net Change in Fund Balances</i>	5,319,876	-	1,287,485	(4,227,044)	2,380,317
Fund Balance, July 1, 2022	40,739,711	-	6,497,558	10,714,366	57,951,635
Fund Balance, June 30, 2023	\$ 46,059,587	\$ -	\$ 7,785,043	\$ 6,487,322	\$ 60,331,952

See accompanying Notes to the Financial Statements

Saint Joseph School District

Reconciliation of the Statement of Receipts, Disbursements, and Changes in Fund Balances – Governmental Funds – Modified Cash Basis to the Statement of Activities

Year Ended June 30, 2023

Net change in fund balance - total governmental funds	\$ 2,380,317
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Amounts reported for governmental activities in the Statement of Activities are different because the internal service fund is a proprietary fund, but is recognized as a governmental activity on the Statement of Activities.

Net income for healthcare self-insurance fund	<u>1,313,317</u>
Change in net position of governmental activities	<u><u>\$ 3,693,634</u></u>

See accompanying Notes to the Financial Statements

Saint Joseph School District

Statement of Net Position – Proprietary Fund – Modified Cash Basis

June 30, 2023

	Governmental Activities
	Internal Service Fund
Assets	
Current Assets	
Cash and cash equivalents	\$ 3,588,115
Investments	2,000,000
Total Assets	<u>\$ 5,588,115</u>
Net Position	
Unrestricted	\$ 5,588,115
Total Net Position	<u>\$ 5,588,115</u>

See accompanying Notes to the Financial Statements

Saint Joseph School District

Statements of Receipts, Disbursements, and Changes in Net Position and Cash Flows –

Proprietary Fund – Modified Cash Basis

Year Ended June 30, 2023

	Governmental Activities
	Internal Service Fund
Statement of Receipts, Disbursements and Changes in Net Position - Modified Cash Basis:	
Receipts	
Employer contributions	\$ 11,702,081
Disbursements	
Premiums, claims, and administrative fees	10,530,598
<i>Operating Income</i>	1,171,483
Nonoperating Receipts	
Interest income	141,834
<i>Net Income</i>	1,313,317
Net Position, July 1, 2022	4,274,798
Net Position, June 30, 2023	\$ 5,588,115
 Statement of Cash Flows - Modified Cash Basis:	
Cash Flows from Operating Activities	
Receipts from insurance premiums	\$ 11,702,081
Payment of premiums, claims, and administrative fees	(10,530,598)
Net Cash Provided by Operating Activities	1,171,483
Cash Flows from Investing Activities	
Investments purchased	(2,000,000)
Interest received	141,834
Net Cash (Used) by Investing Activities	(1,858,166)
<i>Net (Decrease) in Cash</i>	(686,683)
Cash and cash equivalents, July 1, 2022	4,274,798
Cash and cash equivalents, June 30, 2023	\$ 3,588,115
 Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$ 1,171,483
Net Cash Provided by Operating Activities	\$ 1,171,483

See accompanying Notes to the Financial Statements

Saint Joseph School District

Statements of Fiduciary Net Position and Receipts, Disbursements and Changes in Net Position – Modified Cash Basis

June 30, 2023

	<u>Private Purpose Trust Fund - Fenner</u>
Statement of Fiduciary Net Position - Modified Cash Basis:	
Assets	
Cash and investments	\$ 100,788
Total Assets	<u>100,788</u>
Net Position	
Net Position	100,788
Total Net Position	<u><u>\$ 100,788</u></u>
 Statement of Receipts, Disbursements and Changes in Net Position - Modified Cash Basis:	
Receipts	
Interest income	\$ 5,010
Total Receipts	<u>5,010</u>
Disbursements	
Scholarships	4,500
Total Disbursements	<u>4,500</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	510
Net Position, July 1, 2022	100,278
Net Position, June 30, 2023	<u><u>\$ 100,788</u></u>

See accompanying Notes to the Financial Statements

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

1. Summary of Significant Accounting Policies

The District's financial statements are presented on the modified cash basis of accounting, which is characteristic of local governmental units of this type.

Financial Reporting Entity

The District is organized under the laws of the State of Missouri and is a primary government governed by an elected seven-director district as described in RSMo Chapter 162, which designates a Board of Education to act as the governing body.

The School District of St. Joseph Board of Education is the basic level of government, which has financial accountability, and control over all activities related to public school education in the District. The Board receives funding from local, state and federal sources and must comply with the requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB pronouncements, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and have primary financial accountability for fiscal matters. In addition, there are no material component units as defined in GASB Statement 61.

Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements present governmental activities generally financed through taxes, intergovernmental receipts, and other non-exchange transactions.

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, fund equity, receipts and disbursements. The governmental funds of the District are all considered major funds by the Department of Elementary and Secondary Education.

The funds presented in the accompanying financial statements include all funds established under Missouri Revised Statutes and controlled by the Board of Education. The purpose of each fund is:

General Fund: Accounts for disbursements for noncertified employees, school transportation costs, operation of plant, fringe benefits, student body activities, community services, the food service program, and any disbursements not accounted for in other funds. For purposes of reporting financial information to the State of Missouri on the Annual Secretary of the Board Report, this fund is combined with the activity and balances of the District's Fiduciary Funds.

Special Revenue Fund: Accounts for receipts for certified employees involved in administration and instruction, and includes receipts restricted by the State for the payment of teacher salaries and taxes allocated to this fund based on the District's tax levy.

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

Debt Service Fund: Accounts for receipts restricted, committed, or assigned for the retirement of principal and interest on the District's general obligation bonds.

Capital Projects Fund: Accounts for taxes and other receipts restricted, committed, or assigned for acquisition or construction of major capital assets and other capital outlay as defined by State of Missouri statutes.

Proprietary Fund: The Internal Service Fund has been created to account for resources accumulated to fund and operate the District's self-insurance program for employee health insurance. The statement of cash flows has been omitted as the District reports on modified cash basis and the only activity during the year involves only cash receipts and disbursements.

Private Purpose Trust Funds: Accounts for restricted resources, which are not used to support District operations. These activities include resources restricted for providing scholarships to students from the scholarship fund.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental activities are presented using the modified cash basis of accounting. The modification relates to the presentation of investments. This basis recognizes assets, net position/fund equity, receipts and disbursements when they result from cash transactions. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America; and as a result, these financial statements may not be suitable for another purpose.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenditures (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements except for the recording of investments.

If the District used the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting and the government-wide financial statements would be presented on the accrual basis of accounting.

Capital Outlay

Capital outlay is recorded as disbursements in the Capital Projects Fund at the time the goods received are purchased.

Compensated Absences

Compensated absences are considered expenditures in the year actually paid in the fund financial statements. Vacation time, personal time, and sick leave time are granted to employees as requested or needed according to local Board policy. With the exception of certain accumulated sick leave, the time granted is forfeited if not taken in the period granted. Unused sick leave is payable only to employees retiring under the Public School or Public Education Employee Retirement Systems. This sick leave is payable based on years of service at the rate of up to \$100 per day up to 110 days for a maximum of \$11,000.

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

Long-Term Debt

Long-term debt arising from cash transactions of the governmental funds is reported in the government-wide financial statements but not the fund financial statements, which is consistent with the modified cash basis of accounting. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as disbursements in the fund financial statements and as a reduction of liability in the government-wide financial statements.

Teachers' Salaries

The salary payment schedule of the District for the 2022-2023 school year requires the payment of salaries for a twelve-month period. Consequently, the July and August 2023 payroll checks are included in the financial statements as a disbursement in the month of June. This practice has been consistently followed in previous years.

Pooled Cash and Investments

Cash resources of the individual funds are combined to form a pool of cash and temporary investments that is managed by the District treasurer. Investments of the pooled accounts consist of a depository contract agreement, bank deposits, United States government or agency securities, and from time to time, commercial paper. Interest income earned is allocated to contributing funds based on cash and temporary investment balances.

The District records investments as assets at historical cost.

Inventories

Inventories are valued at cost and consist of food and educational materials. The cost is recorded as a disbursement at the time inventory is purchased.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed by the governmental funds. At year-end, all outstanding encumbrances are canceled and, if properly approved, are issued against the next year's budget.

Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Equity Classification

In the government-wide financial statements, net position is classified in two components as follows:

Restricted Net Position: Consists of net position with constraints placed on the 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.

Unrestricted Net Position: All other net position that does not meet the definition of "restricted."

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

It is the District's policy to first use restricted net position prior to the use of unrestricted net position when disbursements are made for purposes for which both restricted and unrestricted net position are available.

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on constraints imposed on the use of these resources as follows:

Nonspendable fund balance: This 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: This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws and regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance: These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Board of Education – the District's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Education removes the specified use by taking the same type of action imposing the commitment.

Assigned fund balance: This classification reflects the amounts constrained by the District's "intent" to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance: This fund balance is the residual classification for the General Fund. It is used to report negative fund balances in other governmental funds.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

Program Receipts

In the Statement of Activities, receipts that are derived directly from each activity or from parties outside the District's taxpayers are reported as program receipts. These include various grants from the State and Federal governments. All other governmental receipts are reported as general. All taxes are classified as general receipts even if restricted for a specific purpose.

2. Cash & Cash Equivalents

State statutes require that the District's deposits be insured or collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2023, all bank balances on deposit are entirely insured or collateralized with securities.

3. Investments

The District's investment policy allows purchase of any investments allowed by the State Treasurer. These include obligations of the United States government or any agency or instrumentality thereof maturing and becoming payable not more than five years from the date of purchase; repurchase agreements maturing and becoming payable within ninety

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

days secured by U.S. Treasury obligations or obligations of U.S. government agencies or instrumentalities of any maturity; or commercial paper issued by domestic corporations, which has received the highest rating by Moody's Investor Services, Inc. or Standard and Poor's Corporation.

The District's investments at June 30, 2023, are as follows:

Investment Type	Rating	Interest Rate	Maturity	Cost
Pro-rata shares of investment contracts with BOK Financial through the Missouri School District Direct Deposit Program	N/A	N/A	N/A	\$ 1,225,781
MOSIP - Money Market Fund	N/A	N/A	N/A	156
MOCAAT - Liquid Series	AAAm	N/A	N/A	7,153,930
MOCAAT - Government Securities	AA+	4.299%-4.999%	7/20/2023 - 7/15/2024	21,491,462
Certificates of Deposit	N/A	0.55%-1.25%	11/30/2023 - 11/30/2026	740,000
				<u>\$ 30,611,329</u>

Investment Contracts with BOK Financial

Funds on deposit with BOK Financial are invested in investment contracts in which the District has a pro-rata share of the investment contract. The investment contracts are in accordance with Section 165.051 and Section 360 of the Missouri Revised Statutes through the Missouri School District Direct Deposit Program. The investment contracts are with credit providers whose unsecured long-term debt is rated at the time of such agreement in either of the two highest rating categories by a nationally recognized rating service. These investments are carried at historical cost.

Missouri Securities Investment Program (MOSIP)

District funds in MOSIP are invested in cash management funds in which the District has a pro-rata share. The funds are invested in accordance with Section 165.051 of the Missouri Revised Statutes, and are carried at historical cost. The cash management funds are rated AAAM by Standard and Poor's.

Missouri Capital Asset Advantage Treasury (MOCAAT)

District funds in MOCAAT are invested in both the Fund's liquid and term series. The District has a pro-rata share of the liquid series which follows the investment criteria for an AAAM S&P rated stable value Local Government Investment Pool and invests in such investments as U.S. Treasury and government agency securities, repurchase agreements, certificates of deposit, and commercial paper. The term series investments are held until maturity and are considered fixed income securities. The term series investments are held in U.S. Treasury Bonds and Notes, and are rated AA+ by S&P. Both types of funds are invested in accordance with Section 165.051 of the Missouri Revised Statutes.

Certificates of Deposit

Certificates of deposit with original maturities in excess of three months are classified as investments, but are considered deposits for custodial risk determination. State statutes require that the District's deposits be collateralized in the name

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of the District by either depository insurance or by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2023, all certificates of deposit are entirely insured or collateralized with securities.

Investment Risk

The District's investment policy addresses the following types of risk:

Custodial credit risk: For deposits, custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District's deposits are either FDIC insured or covered by pledged collateral. The District has an investment banking agreement with UMB Bank, N.A. Based upon this agreement, UMB deposits securities in an amount at least equal in market value of the aggregate amount on deposit less any amount insured by the FDIC.

At June 30, 2023, the bank balances of the District's deposits totaled \$4.8 million. Of this amount, \$250,000 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities. The deposits of \$1.2 million in the Missouri School District Direct Deposit Program (to provide funds for bond payments) are collateralized by the Bank as a group for all schools included in the program.

Interest rate risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District has a formal investment policy that minimizes the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and investing operating funds primarily in shorter term securities.

Credit risk: Credit risk is defined as the risk that an issuer or other counterparts to an investment in debt securities will not fulfill its obligation. The District's investment policy limits credit risk by requiring diversification and pre-qualification of financial institutions, brokers/dealers, intermediaries, and advisors with which the District will do business.

Concentration of credit risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a specific maturity, issuer or class of security. The District's investment policy includes minimum diversification standards by security type and issuer and maximum maturity provisions.

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 unless the voters have approved a waiver of the rollback provision. The District has voted a waiver of the rollback provision.

The assessed valuation of the tangible taxable property for the calendar year 2022 for purposes of local taxation was:

Real estate	\$ 813,261,996
Personal property	389,831,945
	<u>\$1,203,093,941</u>

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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 taxes estimated to be received in the subsequent calendar year unless the voters approved a waiver of the rollback provision. The District voters have not approved any waiver of the rollback provision.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2022 for purposes of local taxation was:

	Unadjusted	Adjusted
General Fund	\$ 4.3848	3.8151
Debt Service Fund	.5300	.5300
	\$ 4.9148	\$ 4.3451

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2023, aggregated approximately 101 percent of the current assessment computed on the basis of the levy as shown above.

5. General Obligation Bonds Payable

Bonds payable at June 30, 2023, consists of:

\$9,980,000 Series 2012A general obligation building bond issue dated September 11, 2012, due in varying annual installments through June 30, 2032; interest at 2.3% to 3.0%.	\$ 980,000
\$1,130,000 Series 2012B taxable general obligation qualified zone academy bond issue dated September 11, 2012, due in varying annual installments through March 1, 2027; interest at .760%.	1,130,000
\$21,890,000 Series 2013 general obligation building bond issue dated April 23, 2013, due in varying annual installments through March 1, 2031; interest at 2.07% to 4.0%.	9,500,000
\$2,720,000 Series 2013B taxable general obligation qualified zone academy bond issue dated December 19, 2013, due in varying annual installments through March 1, 2029; interest at 1.16%.	2,720,000
\$6,075,000 Series 2020 refunding general obligation building bond issue dated December 15, 2020, due in varying annual installments through March 1, 2034; interest at 2.00%.	6,075,000
	\$ 20,405,000

The following is a summary of bond transactions for the year ended June 30, 2023:

Bonds Payable, July 1, 2022	\$ 26,005,000
Bonds issued	-
Bonds retired	(5,600,000)
Bonds Payable, June 30, 2023	\$ 20,405,000

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Notes to the Financial Statements

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Debt service requirements are:

Year Ending June 30,	Principal	Interest	Total
2024	6,100,000	647,840	6,747,840
2025	2,600,000	403,840	3,003,840
2026	800,000	299,840	1,099,840
2027	1,130,000	267,840	1,397,840
2028	2,345,000	259,252	2,604,252
2029	1,355,000	137,218	1,492,218
2030	-	121,500	121,500
2031	300,000	121,500	421,500
2032	500,000	115,500	615,500
2033	2,680,000	105,500	2,785,500
2034	2,595,000	51,900	2,646,900
	\$ 20,405,000	\$ 2,531,730	\$ 22,936,730

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15 percent of the assessed valuation of the district. The legal debt margin (excluding state assessed railroad and utility) of the District at June 30, 2023, was:

Constitutional debt limit	\$ 180,464,091
General obligation bonds payable	(20,405,000)
Amount available in Debt Service Fund	7,785,043
Legal Debt Margin	\$ 167,844,134

6. Certificates of Participation

During the year ended June 30, 2021, the District issued \$2,350,000 in Series 2020 Certificates of Participation for the purpose of financing updates to the HVAC systems, convert lights to LED, and to complete other improvements around the District's existing facilities. The Certificates bear interest at 2.0% per annum with principal payments made annually each April, and interest payments made semi-annually each April and October. In the event of default, the Lessor may terminate the lease term and give the District notice to vacate the project.

During the year ended June 30, 2022, the District issued \$9,600,000 in Series 2021 Certificates of Participation for the purpose of financing updates to the HVAC systems, convert lights to LED, and to complete other improvements around the District's existing facilities. The Certificates bear interest at 2.5% per annum with principal payments made annually each April, and interest payments made semi-annually each April and October. In the event of default, the Lessor may terminate the lease term and give the District notice to vacate the project.

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Notes to the Financial Statements

June 30, 2023

Assuming noncancellation, the following is a schedule of future minimum Certificate payments:

Year Ending June 30,	Direct Placement		
	Principal	Interest	Total
2024	\$ 1,575,000	\$ 259,200	\$ 1,834,200
2025	1,610,000	222,200	1,832,200
2026	1,150,000	184,375	1,334,375
2027	1,185,000	155,625	1,340,625
2028	1,215,000	126,000	1,341,000
2029	1,250,000	95,625	1,345,625
2030	1,275,000	64,375	1,339,375
2031	1,300,000	32,500	1,332,500
	\$ 10,560,000	\$ 1,139,900	\$ 11,699,900

The following represents the changes in outstanding Certificates of Participation for the year ended June 30, 2023:

Certificates Obligation, July 1, 2022	\$ 11,030,000
Certificates issued	-
Certificates retired	(470,000)
Certificates Obligation, June 30, 2023	\$ 10,560,000

7. Financed Purchases

During the year ended June 30, 2023, the District entered into two agreements with Dell to finance the purchase of laptops. Payments are due annually and interest ranges from 4.25% to 5.25%.

The following is a schedule of future minimum payments under the agreements:

Year Ending June 30,	Principal	Interest	Total
2024	\$ 1,452,983	\$ 154,349	\$ 1,607,332
2025	1,528,186	79,146	1,607,332
	\$ 2,981,169	\$ 233,495	\$ 3,214,664

The following represents changes in the financed purchase obligations for the year ended June 30, 2023:

Financed Purchases, July 1, 2022	\$ -
Borrowed during year	4,588,501
Repaid during year	(1,607,332)
Financed Purchases, June 30, 2023	\$ 2,981,169

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8. Lease

During the year ended June 30, 2019, the District entered into an agreement to lease copy equipment. The lease agreement is non-cancellable with annual payments of \$460,000 through August 2024, with no explicit or implicit interest rate.

The following is a schedule of future minimum payments under the lease agreement:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 460,000	\$ -	\$ 460,000
2025	460,000	-	460,000
	<u>\$ 920,000</u>	<u>\$ -</u>	<u>\$ 920,000</u>

The following represents changes in lease obligations for the year ended June 30, 2023:

Lease obligations, June 30, 2022	\$ 1,380,000
Additional leases	-
Leases retired	(460,000)
Lease obligations, June 30, 2023	<u>\$ 920,000</u>

9. Retirement Plans

Public School Retirement System of Missouri and Public Education Employee Retirement System of Missouri

Summary of Significant Accounting Policies

The District participates in the Public School Retirement System and the Public Education Employee Retirement System (PSRS and PEERS, also referred to as the Systems). The financial statements of the District were prepared using the modified cash basis of accounting. Therefore, member and employer contributions are recognized when paid and the District's net pension liability, deferred outflows and inflows of resources related to pensions are not recorded in these financial statements.

Plan Description. PSRS is a mandatory cost-sharing multiple employer retirement system for all full-time certificated employees and certain part-time certificated employees of all public school districts in Missouri (except the school districts of St. Louis and Kansas City) and all public community colleges. PSRS also includes certificated employees of the Systems, Missouri State Teachers' Association, Missouri State High School Activities Association, and certain employees of the State of Missouri who elected to remain covered by PSRS under legislation enacted in 1986, 1987 and 1989. The majority of PSRS members are exempt from Social Security contributions. In some instances, positions may be determined not to be exempt from Social Security contributions. Any PSRS member who is required to contribute to Social Security comes under the requirements of Sections 169.070 (9) RSMo, known as the "two-thirds statute." PSRS members required to contribute to Social Security are required to contribute two-thirds of the approved PSRS contribution rate and their employer is required to match the contribution. The members' benefits are further calculated at two-thirds the normal benefit amount.

Saint Joseph School District

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June 30, 2023

Plan Description. PEERS is a mandatory cost-sharing multiple employer retirement system for all non-certificated public school district employees (except the school districts of St. Louis and Kansas City), employees of the Missouri Association of School Administrators, and community college employees (except the Community College of St. Louis). Employees of covered districts who work 20 or more hours per week on a regular basis and who are not contributing members of PSRS must contribute to PEERS. Employees of the Systems who do not hold Missouri educator certificates also contribute to PEERS. PEERS was established as a trust fund by an Act of the Missouri General Assembly effective October 13, 1965. Statutes governing the System are found in Sections 169.600 - 169.715 and Sections 169.560 - 169.595 RSMo. The statutes place responsibility for the operation of PEERS on the Board of Trustees of PSRS.

Benefits Provided. PSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 2.5% benefit factor. Actuarially age-reduced benefits are available for members with 5 to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Benefits Provided. PEERS is a defined benefit plan providing retirement, disability, and death benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for "Rule of 80" or "30-and-out" are entitled to an additional temporary benefit until reaching minimum Social Security age (currently age 62), which is calculated using a 0.8% benefit factor. Actuarially age-reduced retirement benefits are available with 5 to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Cost-of-Living Adjustments (COLA). The Board of Trustees has established a policy of providing a 0.00% COLA for years in which the CPI increases between 0.00% and 2.00%, a 2.00% COLA for years in which CPI increases between 2.00% and 5.00%, and a COLA of 5.00% if the CPI is greater than 5.00%. If the CPI decreases, no COLA is provided. For any PSRS member retiring on or after July 1, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustments commence on the fourth January after commencement of benefits and occur annually thereafter. The total of such increases may not exceed 80% of the original benefit for any member.

Contributions. PSRS members were required to contribute 14.5% of their annual covered salary during fiscal year 2023. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay.

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June 30, 2023

Contributions. PEERS members were required to contribute 6.86% of their annual covered salary during fiscal year 2023. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5% of pay.

The District's PSRS & PEERS contributions were \$8,412,901 and \$1,780,285, respectively, for the year ended June 30, 2023.

Summary Plan descriptions detailing the provisions of the plans as well as additional information regarding the District's net pension liability and deferred inflows and outflows of resources can be found on the Systems' website at www.psr-peers.org.

10. Claims & Adjustments

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulation, the District may be required to reimburse the grantor government. As of June 30, 2023, disbursements have not been audited by grantor governments, but the District believes that disallowed disbursements, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

11. Risk Management

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has transferred its risk by obtaining coverage from commercial insurance companies. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

12. Interfund Transfers

Transfers between funds of the District for the year ended June 30, 2023, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 13,391,528
Special Revenue Fund	8,655,593	-
Capital Projects Fund	4,735,935	-
	<u>\$ 13,391,528</u>	<u>\$ 13,391,528</u>

The District is required to make a transfer from the General Fund to the Special Revenue Fund to cover the excess of disbursements over receipts each year. The District makes allowed transfers from the General Fund to the Capital Projects Fund to cover disbursements and build balances as allowed by state law.

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

13. Post-Employment Benefits

In addition to the pension benefits described in Note 9, the District makes available post-retirement healthcare benefits to all employees who retire from the District. Participation by retirees in the District health plan is subject to terms and conditions set forth in the Board policy. The cost of the coverage is charged to the retiree at a blended rate for all employees. The District has not made a formal evaluation or projection on the future cost of the existing health care benefit plan in relation to retirees.

14. Self-Insurance Fund

The District has established a partially self-funded health benefit plan for District employees and their covered dependents to minimize the total cost of medical health insurance to the District. This program is for the benefit of all District employees covered under the Saint Joseph Schools Employee Health Care Plan. Medical claims exceeding an individual participant limit of \$200,000 are covered through a private insurance carrier. The program is administered by Benefit Management, Inc. which provides claims review, processing and payment of claims from the health insurance fund. The District established an Internal Service Fund to account for these activities.

15. Deferred Compensation Plan

The District offers its employees deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457(b). The plans, available to all District employees, permit participants to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The District funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in individual annuity contracts and custodial accounts for regulated investment company stocks offered by various investment companies.

16. Tax Abatements

As of June 30, 2023, the District did not provide tax abatements to any businesses. However, the District's taxes were reduced by agreements entered into by other governments through the following Real Property Tax Increment Allocation Redevelopment Act (Tax Incremental Financing), Enhanced Enterprise Zones, Urban Redevelopments Corporation or Chapter 353, and Chapter 100 Industrial Development Act.

Tax Incremental Financing (TIF) is an economic development tool which redirects local tax revenues towards the redevelopment of eligible properties that are otherwise economically unfeasible. Sections 99.800-99.865, RSMo, the Real Property Tax Increment Allocation Redevelopment Act, enables cities to finance certain redevelopment costs with the incremental tax revenue generated by the net increase in assessed valuation resulting from the redevelopment. Real estate taxes in the redevelopment area are frozen at the current level or base valuation. The increased assessed valuation resulting from the redevelopment is referred to as payments in lieu of taxes (PILOT). PILOTs for each TIF district are collected by the county collector and distributed to a TIF special allocation fund or other political subdivisions.

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The Enhanced Enterprise Zones Program is designed to attract new or expanding businesses to the area. Under Sections 135.950-135.970, RSMo., in order for a manufacturer, distributor, or certain service industries to qualify for various tax abatements for 10 to 25 years, the business must meet certain minimum criteria depending on the type of business facility. New or expanded business facilities must have two new employees and \$100,000 in new investment. Replacement business facilities must have two new employees and \$1,000,000 in new investment. Both types of business facilities must also offer health insurance to full time employees in Missouri, of which at least 50% is paid by the employer.

The Urban Redevelopment Corporation Law, or Chapter 353, is an economic development tool to encourage redevelopment of blighted areas. Under Sections 353.010-353.190, RSMo., the Urban Redevelopment Corporation has a tax abatement available for 25 years. During the first 10 years, the property is not subject to real property taxes except in the amount of real property taxes assessed on the land during the calendar year during with the Urban Redevelopment Corporation acquired title to the real property. For the remaining 15 years, the property may be assessed up to 50% of its true value. Payments in lieu of taxes (PILOTs) may be imposed on the Urban Redevelopment Corporation by the city in order to replace all or part of the real estate taxes abated. The PILOTs must be allocated based on a proportionate share to each taxing district.

The Chapter 100 Industrial Development Act allow cities or counties to purchase or construct certain types of projects with bond proceeds and lease the project to a company under Sections 100.010-100.200, RSMo. Eligible projects include the purchase, construction, extension and improvement of warehouses, distributions facilities, research and development facilities, office industries, agricultural processing industries, service facilities which provide interstate commerce, and industrial plants. Since the city or county owns the property and leases it to the company, an amount of the property taxes can be abated for a term agreed on by the city or county issuer and the company. Cities and counties are allowed to require the company to make payments in lieu of taxes (PILOTs) for a portion of the taxes it would have otherwise been required to pay.

Information relevant to disclosure of these programs for the year ended June 30, 2023, is as follows:

Tax Abatement Program	Amount of Abated Assessed Value	Amount of Taxes Abated
Tax Increment Financing		
Ad-valorem taxes	\$ 53,966,210	\$ 2,344,886
Enhanced Enterprise Zones		
Ad-valorem taxes	\$ 25,294,390	\$ 1,099,067
Chapter 353		
Ad-valorem taxes	\$ 5,283,140	\$ 229,558
Chapter 100		
Ad-valorem taxes	\$ 49,082,500	\$ 2,132,684

Saint Joseph School District

Notes to the Financial Statements

June 30, 2023

17. Commitments

The District has active construction projects at year end. At June 30, 2023, the District's remaining commitments with contractors are as follows:

	Remaining Commitment
Technical school additions	\$ 4,231,852
Phase III HVAC and electrical upgrades	6,722,897
High school phase IV electric and mechanical improvements	8,356,349
Security camera project	295,100
Phase I roofing project	571,300
Asphalt repair	837,100
	<u>\$ 21,014,598</u>

18. Subsequent Event

On August 28, 2023, the Board of Education authorized the prepayment of Series 2020A general obligation refunding bonds in the amount of \$4,800,000, to occur on March 1, 2025.

Supplementary Information

Saint Joseph School District

Schedule of Receipts by Source

Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Local					
Current taxes	\$ 45,031,086	\$ -	\$ 6,255,083	\$ -	\$ 51,286,169
Delinquent taxes	1,199,967	-	158,242	-	1,358,209
School district trust fund (Prop C)	-	15,027,970	-	-	15,027,970
Financial institution tax	-	215,491	-	-	215,491
M&M surtax	-	2,812,233	-	-	2,812,233
Reg day school tuition (K-12) from individuals	21,823	-	-	-	21,823
Earnings from temporary deposits	585,623	2,352	676,834	1,369,018	2,633,827
Sales to pupils - reimbursable school meals	724,196	-	-	-	724,196
Nonreimbursable meal sales - non-program food	8,712	-	-	-	8,712
Admissions - student activities	147,507	-	-	-	147,507
Bookstore sales	48,999	-	-	-	48,999
Student organization membership dues and fees	1,997	-	-	-	1,997
Revenue from enterprise activities	19,009	-	-	-	19,009
Other pupil activity income	1,037,104	-	-	-	1,037,104
Community services	8,679	-	-	-	8,679
Rentals	13,294	-	-	-	13,294
Gifts	125,099	-	-	250,000	375,099
Prior period adjustment	1,516,259	-	-	-	1,516,259
Miscellaneous local revenue	238,145	-	-	-	238,145
Total Local	50,727,499	18,058,046	7,090,159	1,619,018	77,494,722
County					
Fines, escheats, etc.	-	109,257	-	-	109,257
State assessed utilities	3,344,583	-	559,899	-	3,904,482
Total County	3,344,583	109,257	559,899	-	4,013,739
State					
Basic formula - state monies	-	39,308,332	-	-	39,308,332
Transportation	2,335,908	-	-	-	2,335,908
Early childhood special education	2,586,767	-	-	-	2,586,767
Basic formula - classroom trust fund	-	4,466,963	-	-	4,466,963
Educational screening program/PAT	372,757	-	-	-	372,757
Career education	502,120	-	-	-	502,120
Food service - state	25,456	-	-	-	25,456
Adult education & literacy (AEL)	373,497	-	-	-	373,497
Residential placement/excess cost	22,102	-	-	-	22,102
Readers for the blind	1,366	-	-	-	1,366
High need fund - special education	524,206	-	-	-	524,206
School safety grant	600,000	-	-	-	600,000
Other - state	11,657	-	-	262,017	273,674
Total State	7,355,836	43,775,295	-	262,017	51,393,148

The above presentation is in the form of the Annual Secretary of the Board Report

Saint Joseph School District

Schedule of Receipts by Source

Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Federal					
Medicaid	778,136	-	-	-	778,136
Reserve officer training corps (ROTC)	185,040	-	-	-	185,040
ARP - ESSER III	498,867	1,098,200	-	11,979,079	13,576,146
CRRSA - ESSER II	536,850	-	-	59,989	596,839
CRRSA - GEER II	9,816	-	-	-	9,816
Perkins basic grant, career education	417,842	-	-	-	417,842
Adult education & literacy (AEL)	303,276	-	-	-	303,276
IDEA Grants	12,015	-	-	-	12,015
ARP - IDEA 611 entitlement funds	608,925	-	-	-	608,925
IDEA entitlement funds, part B IDEA	2,366,655	-	-	-	2,366,655
Early childhood special education - federal	309,095	-	-	-	309,095
ARP - IDEA early childhood special education (ECSE)	42,673	-	-	-	42,673
National school lunch program	4,959,200	-	-	-	4,959,200
School breakfast program	1,579,986	-	-	-	1,579,986
After school snack program	7,000	-	-	-	7,000
Fresh fruits and vegetable program	21,698	-	-	-	21,698
Title I - ESEA	2,333,170	-	-	-	2,333,170
Title IV.A student support and academic enrichment	339,677	-	-	-	339,677
Title III - ESEA - English language acquisition	60,952	-	-	-	60,952
Title II, part A&B, ESEA - teacher and principal training	294,733	-	-	-	294,733
ARP - homeless children and youth I	581	-	-	-	581
ARP - homeless children and youth II	3,618	5,821	-	-	9,439
Other - federal	24,000	-	-	104,370	128,370
Total Federal	15,693,805	1,104,021	-	12,143,438	28,941,264
Other Sources					
Sale of other property	73,773	-	-	370,259	444,032
Capital lease proceeds	-	-	-	4,588,501	4,588,501
Tuition from other LEAs - regular term	59,080	-	-	-	59,080
Area voc fees from other LEAs	379,361	-	-	-	379,361
Contracted educational services	55,413	-	-	-	55,413
Total Other Sources	567,627	-	-	4,958,760	5,526,387
Total Receipts	\$ 77,689,350	\$ 63,046,619	\$ 7,650,058	\$ 18,983,233	\$ 167,369,260

The above presentation is in the form of the Annual Secretary of the Board Report

Saint Joseph School District

Schedule of Disbursements by Object

Year Ended June 30, 2023

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Totals
Salaries	\$ 21,577,749	\$ 54,127,793	\$ -	\$ -	\$ 75,705,542
Employee benefits	7,805,850	17,513,550	-	-	25,319,400
Purchased services	16,629,982	60,869	-	-	16,690,851
Supplies	12,964,365	-	-	-	12,964,365
Capital outlay	-	-	-	25,599,294	25,599,294
Other objects	-	-	6,362,573	2,346,918	8,709,491
Total Disbursements	\$ 58,977,946	\$ 71,702,212	\$ 6,362,573	\$ 27,946,212	\$ 164,988,943

The above presentation is in the form of the Annual Secretary of the Board Report

Saint Joseph School District

Schedule of Transportation Costs Eligible for State Aid

Year Ended June 30, 2023

	Contracted	District Owned	Contracted Disabled	Total
Purchased services	\$ 3,489,255	\$ -	\$ 1,005,384	\$ 4,494,639
Supplies	441,279	-	-	441,279
Depreciation	-	69,048	-	69,048
	<u>\$ 3,930,534</u>	<u>\$ 69,048</u>	<u>\$ 1,005,384</u>	<u>\$ 5,004,966</u>

The above presentation is in the form of the Annual Secretary of the Board Report

Other Information

Saint Joseph School District

Budgetary Comparison Schedule – General Fund

Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Receipts				
Local	\$ 48,027,369	\$ 48,556,592	\$ 50,727,499	\$ 2,170,907
County	3,357,738	3,357,738	3,344,583	(13,155)
State	6,925,196	6,925,196	7,355,836	430,640
Federal	15,027,600	15,027,600	15,693,805	666,205
Other	410,500	412,500	493,854	81,354
Total Receipts	<u>73,748,403</u>	<u>74,279,626</u>	<u>77,615,577</u>	<u>3,335,951</u>
Disbursements				
Instruction	9,739,541	8,390,165	10,457,085	(2,066,920)
Student services	5,901,520	5,792,281	6,203,737	(411,456)
Instructional staff support	2,788,546	2,695,250	2,711,370	(16,120)
Building administration	1,992,207	1,853,289	1,694,715	158,574
General administration	9,522,187	9,921,159	9,282,191	638,968
Operation of plant	14,844,003	14,416,383	14,911,299	(494,916)
Transportation	8,197,274	8,197,273	5,611,716	2,585,557
Food services	5,863,415	6,304,721	6,572,609	(267,888)
Adult continuing education	313,303	-	316,301	(316,301)
Community services	1,914,403	2,227,706	1,216,923	1,010,783
Total Disbursements	<u>61,076,399</u>	<u>59,798,227</u>	<u>58,977,946</u>	<u>820,281</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	12,672,004	14,481,399	18,637,631	4,156,232
Other Financing Sources (Uses)				
Sale of other property	2,000	-	73,773	73,773
Operating transfers (out)	(11,773,662)	(10,447,060)	(13,391,528)	(2,944,468)
Total Other Financing Sources (Uses)	<u>(11,771,662)</u>	<u>(10,447,060)</u>	<u>(13,317,755)</u>	<u>(2,870,695)</u>
<i>Net Change in Fund Balance</i>	900,342	4,034,339	5,319,876	1,285,537
Fund Balance, July 1, 2022	40,739,711	40,739,711	40,739,711	-
Fund Balance, June 30, 2023	<u>\$ 41,640,053</u>	<u>\$ 44,774,050</u>	<u>\$ 46,059,587</u>	<u>\$ 1,285,537</u>

See Notes to the Budgetary Comparison Schedules

Saint Joseph School District

Budgetary Comparison Schedule – Special Revenue Fund

Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Receipts				
Local	\$ 15,241,379	\$ 15,241,378	\$ 18,058,046	\$ 2,816,668
County	114,769	114,769	109,257	(5,512)
State	43,432,145	43,432,145	43,775,295	343,150
Federal	2,492,823	2,492,823	1,104,021	(1,388,802)
Total Receipts	<u>61,281,116</u>	<u>61,281,115</u>	<u>63,046,619</u>	<u>1,765,504</u>
Disbursements				
Instruction	57,464,651	56,248,048	55,612,445	635,603
Student services	5,387,926	5,387,926	5,038,867	349,059
Instructional staff support	1,560,485	1,560,485	1,995,264	(434,779)
Building administration	4,914,428	4,804,428	4,798,287	6,141
General administration	2,676,365	2,676,365	3,172,185	(495,820)
Operation of plant	-	-	2,573	(2,573)
Adult continuing education	629,640	-	324,056	(324,056)
Community services	421,283	1,050,923	758,535	292,388
Total Disbursements	<u>73,054,778</u>	<u>71,728,175</u>	<u>71,702,212</u>	<u>25,963</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	(11,773,662)	(10,447,060)	(8,655,593)	1,791,467
Other Financing Sources				
Operating transfers in	<u>11,773,662</u>	<u>10,447,060</u>	<u>8,655,593</u>	<u>(1,791,467)</u>
<i>Net Change in Fund Balance</i>	-	-	-	-
Fund Balance, July 1, 2022	-	-	-	-
Fund Balance, June 30, 2023	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Notes to the Budgetary Comparison Schedules

Saint Joseph School District

Budgetary Comparison Schedule – Debt Service Fund

Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Receipts				
Local	\$ 6,034,335	\$ 6,411,947	\$ 7,090,159	\$ 678,212
County	508,555	508,555	559,899	51,344
Total Receipts	<u>6,542,890</u>	<u>6,920,502</u>	<u>7,650,058</u>	<u>729,556</u>
Disbursements				
Debt service	<u>6,363,241</u>	<u>6,363,241</u>	<u>6,362,573</u>	<u>668</u>
Total Disbursements	<u>6,363,241</u>	<u>6,363,241</u>	<u>6,362,573</u>	<u>668</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	179,649	557,261	1,287,485	730,224
Fund Balance, July 1, 2022	<u>6,497,558</u>	<u>6,497,558</u>	<u>6,497,558</u>	-
Fund Balance, June 30, 2023	<u><u>\$ 6,677,207</u></u>	<u><u>\$ 7,054,819</u></u>	<u><u>\$ 7,785,043</u></u>	<u><u>\$ 730,224</u></u>

See Notes to the Budgetary Comparison Schedules

Saint Joseph School District

Budgetary Comparison Schedule – Capital Projects Fund

Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Receipts				
Local	\$ 10,000	\$ 10,000	\$ 1,619,018	\$ 1,609,018
State	-	-	262,017	262,017
Federal	18,242,601	18,242,601	12,143,438	(6,099,163)
Other	-	500,000	-	(500,000)
Total Receipts	<u>18,252,601</u>	<u>18,752,601</u>	<u>14,024,473</u>	<u>(4,728,128)</u>
Disbursements				
Instruction	732,375	816,922	5,871,879	(5,054,957)
Instructional staff support	5,000	5,000	-	5,000
Building administration	25,000	25,000	-	25,000
General administration	3,863,275	3,944,992	2,813,077	1,131,915
Operation of plant	780,000	1,047,771	1,372,945	(325,174)
Food services	117,000	117,000	97,352	19,648
Community services	-	-	59,990	(59,990)
Facilities acquisition and construction	20,054,488	21,033,554	15,384,051	5,649,503
Debt service	2,542,308	2,542,308	2,346,918	195,390
Total Disbursements	<u>28,119,446</u>	<u>29,532,547</u>	<u>27,946,212</u>	<u>1,586,335</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	(9,866,845)	(10,779,946)	(13,921,739)	(3,141,793)
Other Financing Sources				
Sale of other property	500,000	-	370,259	370,259
Financed purchase proceeds	-	-	4,588,501	4,588,501
Operating transfers in	-	-	4,735,935	4,735,935
Total Other Financing Sources	<u>500,000</u>	<u>-</u>	<u>9,694,695</u>	<u>9,694,695</u>
<i>Net Change in Fund Balance</i>	(9,366,845)	(10,779,946)	(4,227,044)	6,552,902
Fund Balance, July 1, 2022	10,714,366	10,714,366	10,714,366	-
Fund Balance, June 30, 2023	<u>\$ 1,347,521</u>	<u>\$ (65,580)</u>	<u>\$ 6,487,322</u>	<u>\$ 6,552,902</u>

See Notes to the Budgetary Comparison Schedules

Saint Joseph School District

Notes to the Budgetary Comparison Schedules

Year Ended June 30, 2023

Budgets and Budgetary Accounting

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

1. In accordance with Chapter 67, RSMo, the District adopts a budget for each fund.
2. Prior to July, the Director of Finance, 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 budget includes estimated receipts and proposed disbursements for all District funds. Budgeted disbursements cannot exceed beginning available monies plus estimated receipts for the year.
3. 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.
4. Prior to July 1, the budget is legally enacted by a vote of the Board of Education.
5. Subsequent to its 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. Budgeted amounts are as originally adopted, or as amended by the Board of Education. Individual amendments were not material to the original appropriations, which were amended.
6. Budgets for District funds are prepared and adopted on the modified cash basis (budget basis).

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*

Board of Education
Saint Joseph School District
Saint Joseph, Missouri

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 modified cash basis financial statements of the governmental activities and each major fund of the Saint Joseph School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Saint Joseph School District's basic financial statements, and have issued our report thereon dated December 11, 2023.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 11, 2023



Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Board of Education
Saint Joseph School District
Saint Joseph, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Saint Joseph School District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Saint Joseph School District's major federal programs for the year ended June 30, 2023. The Saint Joseph School District's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Saint Joseph School District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

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Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 11, 2023

Saint Joseph School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

Federal Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Passed-through to Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
Missouri Department of Elementary and Secondary Education				
Child Nutrition Cluster				
School Breakfast Program	10.553	20221N119943	\$ -	\$ 583,002
		20232N119943	-	996,985
			-	1,579,987
National School Lunch Program	10.555	20221N119943	-	1,520,277
		20232N119943	-	3,162,970
		20221N890343	-	200,229
		20232N890343	-	82,723
Non-cash - Commodities		011-082	-	591,332
			-	5,557,531
Fresh Fruit and Vegetable Program	10.582	2023L160343	-	21,698
Total Child Nutrition Cluster			-	7,159,216
Total U.S. Department of Agriculture			-	7,159,216
U.S. Department of Defense				
Direct				
ROTC Language and Culture Training Grants	12.000	N/A	-	185,040
Total U.S. Department of Defense			-	185,040
U.S. Department of Education				
Missouri Department of Elementary and Secondary Education				
Adult Education - Basic Grants to States	84.002A	V002A210026	-	124,185
		V002A220026	-	238,433
			-	362,618
Title I Grants to Local Educational Agencies	84.010A	S010A210025	-	3,231,447
Migrant Education State Grant Program	84.011A	S011A210025	-	939
Career and Technical Education - Basic Grants to States	84.048A	V048A210025	-	390,850
English Language Acquisition State Grants	84.365A	S365A210025	-	123,231
Supporting Effective Instruction State Grants	84.367A	S367A210024	-	534,915
		S424A210026	-	100,000
			-	634,915
Student Support and Academic Enrichment Program	84.424A	S424A210026	-	218,974

See Notes to the Schedule of Expenditures of Federal Awards

Saint Joseph School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

<u>Federal Grantor/Pass Through Grantor/Program Title</u>	<u>Assistance Listing Number</u>	<u>Pass-through Grantor's Number</u>	<u>Passed-through to Subrecipients</u>	<u>Federal Expenditures</u>
COVID-19 Education Stabilization Fund	84.425C	S425C210016	-	49,623
	84.425D	S425D210021	-	561,056
	84.425U	S425U210021	-	13,828,009
	84.425W	S425W210026	-	49,132
			-	<u>14,487,820</u>
Special Education Cluster				
Special Education Grants to States	84.027A	H027A210040	-	2,650,739
COVID-19 Special Education Grants to States	84.027X	H027X210040	-	609,825
Special Education Preschool Grants	84.173A	H173A210103	-	67,237
COVID-19 Special Education Preschool Grants	84.173X	H173X210103	-	42,673
Total Special Educations Cluster			-	<u>3,370,474</u>
Total U.S. Department of Education			-	<u>22,821,268</u>
U.S. Department of Health and Human Services				
Missouri Department of Elementary and Secondary Education				
Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	93.079	18NU87	-	300
Every Student Succeeds Act/Preschool Development Grants	93.434	90TP0066	-	3,700
Missouri Department of Health and Senior Services				
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	NU50CK000546	-	104,370
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	NU90TP922156	-	20,000
Total U.S. Department of Health and Human Services			-	<u>128,370</u>
Total Expenditures of Federal Awards			<u>\$ -</u>	<u>\$ 30,293,894</u>

N/A – Not applicable

See Notes to the Schedule of Expenditures of Federal Awards

Saint Joseph School District

Notes to the Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the District for the year ended June 30, 2023, and is presented on the modified cash basis of accounting as described below. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position or cash flows of the District.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified cash basis of accounting which is described in Note 1 to the District's financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Cost Rate

The District elected not to use the 10-percent *de minimis* indirect cost rate allowed under the Uniform Guidance.

4. Noncash Assistance

Commodities received and expended are valued by the Food Service Section of the Department of Elementary and Secondary Education.

Saint Joseph School District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

Section I: Summary of Auditors' Results

Financial Statements	
Type of report the auditor issued on whether the financial statements audited were prepared in accordance with the modified cash basis of accounting:	Unmodified
Internal Control over Financial Reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Noncompliance material to financial statements noted?	No
Federal Awards	
Internal control over major federal programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Type of auditors' report issued on compliance for major federal program:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	No
Identification of major federal program:	
Assistance Listing Number	Name of Federal Program or Cluster
10.553, 10.555, 10.582	Child Nutrition Cluster
84.010A	Title I Grants to Local Educational Agencies
84.425C, 84.425D, 84.425U, 84.425W	COVID 19 – Education Stabilization Fund
Dollar threshold used to distinguish between type A and type B programs:	\$908,817
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Saint Joseph School District

Summary Schedule of Prior Audit Findings

Year Ended June 30, 2023

There were no prior year findings

Supplementary State Information

KPM

CPAS & ADVISORS

Independent Accountants' Report

Board of Education
Saint Joseph School District
Saint Joseph, Missouri

We have examined Saint Joseph School District's compliance with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure of the District's attendance records of average daily attendance, standard day length, resident membership on the last Wednesday of September, 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 other statutory requirements as listed in the Schedule of Selected Statistics during the year ended June 30, 2023. Management of Saint Joseph School District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on Saint Joseph School 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 those standards require that we plan and perform the examination to obtain reasonable assurance about whether Saint Joseph School District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Saint Joseph School District complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that our examination provides a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements relating to the examination engagement.

Our examination engagement does not provide a legal determination on Saint Joseph School District's compliance with the specified requirements.

In our opinion, Saint Joseph School District complied in all material respects, with the aforementioned requirements for the year ended June 30, 2023.

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.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 11, 2023

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1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
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Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

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

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

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
1050	9	12	-	6.80	165.00	1,120.00
1075	9	12	-	6.80	165.00	1,120.00
1080	9	12	-	6.80	165.00	1,119.00
3000	6	8	-	6.80	165.00	1,120.00
3010	7	8	-	6.80	165.00	1,120.00
3020	6	8	-	6.80	165.00	1,120.00
3050	7	8	-	6.80	165.00	1,120.00
4040	K	6	-	6.75	165.00	1,111.75
4060	K	6	-	6.75	165.00	1,111.75
4070	K	6	-	6.75	165.00	1,111.75
4080	K	6	-	6.75	165.00	1,111.75
4100	K	6	-	6.75	165.00	1,111.75
4140	K	6	-	6.75	165.00	1,111.75
4180	K	5	-	6.75	165.00	1,111.75
4220	K	5	-	6.75	165.00	1,111.75
4260	K	5	-	6.75	165.00	1,111.75
4280	K	6	-	6.75	165.00	1,111.75
4390	K	6	-	6.75	165.00	1,111.75
4400	K	6	-	6.75	165.00	1,111.75
4420	K	6	-	6.75	165.00	1,111.75
4460	K	6	-	6.75	165.00	1,111.75

Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

2. Attendance Hours

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
1050	9-12	644,964.87	587.85	-	-	18,960.00	664,512.72
1075	9-12	1,655,759.97	12,216.40	-	-	54,127.50	1,722,103.87
1080	9-12	675,993.93	1,397.48	-	-	17,932.50	695,323.91
3000	6-8	392,363.76	489.22	-	-	11,389.64	404,242.62
3010	7-8	495,452.07	6.80	-	-	14,609.33	510,068.20
3020	6-8	475,310.48	930.17	-	-	13,787.07	490,027.72
3050	7-8	473,545.11	-	-	-	16,943.09	490,488.20
4040	K-6	296,417.54	1,866.15	40.00	-	21,400.67	319,724.36
4060	K-6	379,245.30	58.58	-	-	19,076.55	398,380.43
4070	K-6	550,019.62	489.41	286.50	-	31,235.19	582,030.72
4080	K-6	523,057.19	420.40	116.00	-	41,618.62	565,212.21
4100	K-6	285,832.69	-	28.00	-	13,801.21	299,661.90
4140	K-6	361,969.25	-	-	-	19,491.23	381,460.48
4180	K-6	441,476.60	40.50	-	-	29,763.62	471,280.72
4220	K-6	378,873.25	866.37	-	-	16,089.38	395,829.00
4260	K-6	494,820.14	457.87	-	-	26,692.93	521,970.94
4280	K-6	320,449.47	-	-	-	23,187.64	343,637.11
4390	K-6	389,929.07	-	-	-	20,883.15	410,812.22
4400	K-6	277,966.41	-	316.25	-	11,120.62	289,403.28
4420	K-6	306,577.33	-	-	-	15,120.94	321,698.27
4460	K-6	369,279.16	128.16	53.50	-	23,996.48	393,457.30
Grand Total	K- 12	10,189,303.21	19,955.36	840.25	-	461,227.36	10,671,326.18

Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

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
	K	763.00	2.00	-	765.00
	1	813.00	1.75	-	814.75
	2	752.00	0.50	-	752.50
	3	792.00	3.25	-	795.25
	4	749.00	2.50	-	751.50
	5	778.00	0.25	-	778.25
	6	823.00	1.50	-	824.50
	7	781.00	1.00	-	782.00
	8	803.00	-	-	803.00
	9	845.00	0.50	-	845.50
	10	803.00	1.50	-	804.50
	11	797.00	6.50	-	803.50
	12	637.00	6.00	-	643.00
Grand Total	K – 12	10,136.00	27.25	-	10,163.25

Notes:	

Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

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	Free Lunch	Reduced Lunch	DESEG In Free	DESEG In Reduced	Total
1050	204.00	36.00	-	-	240.00
1075	551.75	81.50	-	-	633.25
1080	696.50	-	-	-	696.50
3000	395.00	-	-	-	395.00
3010	163.00	37.00	-	-	200.00
3020	478.00	-	-	-	478.00
3050	470.00	-	-	-	470.00
4040	295.00	-	-	-	295.00
4060	125.00	30.00	-	-	155.00
4070	565.50	-	-	-	565.50
4080	127.50	30.00	-	-	157.50
4100	108.00	28.00	-	-	136.00
4140	360.00	-	-	-	360.00
4180	437.00	-	-	-	437.00
4220	363.50	-	-	-	363.50
4260	495.00	-	-	-	495.00
4280	312.00	-	-	-	312.00
4390	377.00	-	-	-	377.00
4400	126.00	23.00	-	-	149.00
4420	300.00	-	-	-	300.00
4460	156.00	25.00	-	-	181.00
Grand Total	7,105.75	290.50	-	-	7,396.25

Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

5. Finance

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

Section	Question	Answer
5.1	The district/charter school 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/charter school maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, 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	True
	Career Exploration Program – Off Campus	True
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	True
	Dual enrollment	True
	Homebound instruction	True
	Missouri Options	True
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	True
	Sheltered Workshop participation	True
	Students participating in the school flex program	True
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	True
	Work Experience for Students with Disabilities	True
5.3	The district/charter school 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/charter school 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 school treasurer or as required by Section 160.405, RSMo, a bond was purchased for the charter schools chief financial officer or an insurance policy issued by an insurance company that proves coverage in the event of employee theft in the total amount of:	\$50,000

Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

5.6	The district's/charter school's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.	True
5.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. (Not applicable to charter schools)	True
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% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approve 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. (Not applicable to charter schools)	N/A
5.10	The district/charter school 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. (Not applicable to charter schools.)	True
5.12	The amount spent for approved professional development committee plan activities was:	\$403,583
5.13	The district/charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	True

Notes:	

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

Finding:	None
Management Letter Comment:	N/A

Saint Joseph School District

Schedule of Selected Statistics

Year Ended June 30, 2023

6. Transportation (Section 163.161, RSMo)

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

Section	Question	Answer
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/charter school's pupil 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	4,167.0
	Ineligible ADT	1,74130
6.4	The district's/charter school'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/charter-operated and contracted mileage for the year was:	908,269
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	
	Eligible Miles (including food/instructional delivery miles 2019-20)	606,140
	Ineligible Miles (Non-Route/Disapproved)	302,129
6.7	Number of days the district/charter school operated the school transportation system during the regular school year:	165

Notes:	

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

Finding:	None
Management Letter Comment:	N/A