

Ozark R-VI School District

Basic Financial Statements
Year Ended June 30, 2024

KPM
CPAS & ADVISORS

Table of Contents

Independent Auditors' Report	3
Basic Financial Statements	
Statement of Net Position – Modified Cash Basis	7
Statement of Activities – Modified Cash Basis.....	8
Statement of Assets and Fund Balances – Governmental Funds – Modified Cash Basis.....	10
Statement of Receipts, Disbursements and Changes in Fund Balances – Governmental Funds – Modified Cash Basis.....	11
Notes to the Financial Statements.....	12
Supplementary Information	
Schedule of Receipts by Source	25
Schedule of Disbursements by Object	27
Schedule of Transportation Costs Eligible for State Aid	28
Other Information	
Budgetary Comparison Schedule – General Fund	30
Budgetary Comparison Schedule – Special Revenue Fund.....	31
Budgetary Comparison Schedule – Debt Service Fund.....	32
Budgetary Comparison Schedule – Capital Projects Fund.....	33
Notes to the Budgetary Comparison Schedules	34
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 <i>Government Auditing Standards</i>	36
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.....	38
Schedule of Expenditures of Federal Awards	41
Notes to the Schedule of Expenditures of Federal Awards	43
Schedule of Findings and Questioned Costs	44
Summary Schedule of Prior Audit Findings.....	45
Supplementary State Information	
Independent Accountants' Report.....	47
Schedule of Selected Statistics.....	48



Independent Auditors' Report

Board of Education
Ozark R-VI School District
Ozark, 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 Ozark R-VI School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 Ozark R-VI School District, as of June 30, 2024, and the respective changes in financial modified cash basis financial position thereof for the year then ended in accordance with the basis of accounting described 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 Ozark R-VI 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; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements 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.

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

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 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 auditor’s 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 November 20, 2024, on our consideration of Ozark R-VI 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 Ozark R-VI School District’s internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 20, 2024

Government-Wide Financial Statements

Ozark R-VI School District

Statement of Net Position – Modified Cash Basis

June 30, 2024

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 27,632,699
Investments	12,044,003
Total Assets	<u>\$ 39,676,702</u>
Net Position	
Restricted for	
Debt service	\$ 5,722,933
Unspent debt proceeds	8,857,801
Student activities	682,630
Unrestricted	24,413,338
Total Net Position	<u>\$ 39,676,702</u>

See accompanying Notes to the Financial Statements.

Ozark R-VI School District

Statement of Activities – Modified Cash Basis

Year Ended June 30, 2024

	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	\$ (38,629,695)	\$ 1,203,868	\$ 6,257,027	\$ 123,333	\$ (31,045,467)
Student services	(6,866,454)	-	681,026	-	(6,185,428)
Instructional staff support	(3,377,959)	-	804,853	-	(2,573,106)
Building administration	(2,566,960)	-	-	269,279	(2,297,681)
General administration	(7,128,022)	-	118,076	-	(7,009,946)
Operation of plant	(6,691,008)	-	-	-	(6,691,008)
Transportation	(3,459,349)	-	1,790,061	-	(1,669,288)
Food service	(3,288,304)	1,111,463	1,629,766	-	(547,075)
Community services	(1,618,295)	857,970	83,158	-	(677,167)
Facilities acquisition and construction	(37,679,473)	-	-	-	(37,679,473)
Debt service	(18,064,578)	-	-	-	(18,064,578)
Net Program (Disbursements) Receipts	\$ (129,370,097)	\$ 3,173,301	\$ 11,363,967	\$ 392,612	(114,440,217)
General Receipts					
Ad valorem tax receipts					27,824,645
Prop C sales tax receipts					8,381,640
Other tax receipts					247,278
County receipts					631,079
State receipts					27,693,926
Interest receipts					3,226,857
Other receipts					454,329
Total General Receipts					68,459,754
Special Items					
Net insurance recovery					504,246
Sale of other property					1,923,068
COP proceeds					23,200,000
Premium on bonds and COPs					1,241,698
Refunding bonds					9,110,000
Total Special Items					35,979,012
<i>Change in Net Position</i>					(10,001,451)
Net Position - Beginning of year					49,678,153
Net Position - End of year					\$ 39,676,702

See accompanying Notes to the Financial Statements.

Fund Financial Statements

Ozark R-VI School District

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

June 30, 2024

	<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	\$ 17,353,792	\$ -	\$ 3,389,258	\$ 6,889,649	\$ 27,632,699
Investments	1,250,000	-	2,333,675	8,460,328	12,044,003
Total Assets	<u>\$ 18,603,792</u>	<u>\$ -</u>	<u>\$ 5,722,933</u>	<u>\$ 15,349,977</u>	<u>\$ 39,676,702</u>
Fund Balances					
Restricted for					
Debt service	\$ -	\$ -	\$ 5,722,933	\$ -	\$ 5,722,933
Unspent debt proceeds	-	-	-	8,857,801	8,857,801
Student activities	682,630	-	-	-	682,630
Assigned for capital outlay	-	-	-	6,492,176	6,492,176
Unassigned	17,921,162	-	-	-	17,921,162
Total Fund Balances	<u>\$ 18,603,792</u>	<u>\$ -</u>	<u>\$ 5,722,933</u>	<u>\$ 15,349,977</u>	<u>\$ 39,676,702</u>

See accompanying Notes to the Financial Statements.

Ozark R-VI School District

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

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Receipts					
Local	\$ 25,906,270	\$ 8,753,387	\$ 7,000,722	\$ 1,618,465	\$ 43,278,844
County	430,549	94,236	106,294	-	631,079
State	2,031,737	30,371,548	-	375,475	32,778,760
Federal	3,318,295	3,336,313	-	17,137	6,671,745
Other	25,358	-	-	-	25,358
Total Receipts	31,712,209	42,555,484	7,107,016	2,011,077	83,385,786
Disbursements					
Instruction	6,088,332	32,309,740	-	231,623	38,629,695
Student services	3,143,405	3,723,049	-	-	6,866,454
Instructional staff support	1,423,318	1,954,641	-	-	3,377,959
Building administration	507,331	2,059,629	-	-	2,566,960
General administration	3,674,651	2,612,875	-	840,496	7,128,022
Operation of plant	5,701,394	-	-	989,614	6,691,008
Transportation	3,127,683	-	-	331,666	3,459,349
Food services	3,288,304	-	-	-	3,288,304
Community services	1,266,849	351,446	-	-	1,618,295
Facilities acquisition and construction	-	-	-	37,679,473	37,679,473
Debt service	-	-	16,926,734	1,137,844	18,064,578
Total Disbursements	28,221,267	43,011,380	16,926,734	41,210,716	129,370,097
<i>Excess (Deficit) of Receipts over Disbursements</i>	3,490,942	(455,896)	(9,819,718)	(39,199,639)	(45,984,311)
Other Financing Sources (Uses)					
Premium on bonds and COPs	-	-	892,309	349,389	1,241,698
Refunding bonds	-	-	9,110,000	-	9,110,000
Net insurance recovery	504,246	-	-	-	504,246
Sale of school buses	-	-	-	3,848	3,848
Sale of other property	968	-	-	1,922,100	1,923,068
COPs proceeds	-	-	-	23,200,000	23,200,000
Operating transfers in	-	455,896	-	2,707,339	3,163,235
Operating transfers (out)	(3,163,235)	-	-	-	(3,163,235)
Total Other Financing Sources (Uses)	(2,658,021)	455,896	10,002,309	28,182,676	35,982,860
<i>Net Change in Fund Balances</i>	832,921	-	182,591	(11,016,963)	(10,001,451)
Fund Balance, July 1, 2023	17,770,871	-	5,540,342	26,366,940	49,678,153
Fund Balance, June 30, 2024	\$ 18,603,792	\$ -	\$ 5,722,933	\$ 15,349,977	\$ 39,676,702

See accompanying Notes to the Financial Statements.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

1. Summary of Significant Accounting Policies

The District's accounting policies conform to 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-member board. The District is not financially accountable for any other organization, nor is it a component unit of any other primary governmental entity.

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 except fiduciary funds. 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 District has only governmental funds. 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 basic 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 non-certified 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.

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.

Debt Service Fund: Accounts for receipts restricted, committed, or assigned for the retirement of principal and interest on the District's long-term debt.

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.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

Basis of Accounting

The government-wide Statement of Net Position and Statement of Activities and the fund financial statements are presented using the modified cash basis of accounting. This basis recognizes assets, net position/fund equity, receipts, and disbursements when they result from cash transactions. The modification to the cash basis of accounting relates to the presentation of investments. 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.

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. All government-wide financials would be presented on the accrual basis of accounting.

Capital Outlay

General fixed assets are recorded as disbursements in the Capital Projects Fund at the time the goods received are paid for.

Compensated Absences

Vacation time, personal business days, and sick leave are considered as disbursements in the year paid. Such amounts unused that are vested in the employee are payable upon termination at varying rates depending on length of service.

Long-Term Debt

Long-term debt arising from cash transactions of the governmental funds is not reported in the government-wide financial statements or 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.

Teachers' Salaries

The salary payment schedule of the District for the 2023-2024 school year requires the payment of salaries for a twelve-month period. Consequently, the July and August 2024, payroll checks are included in the financial statements as disbursements in the month of June. This practice has been consistently followed in previous years.

Pooled Cash and Cash Equivalents

Cash and cash equivalents of the individual funds are combined to form a pool of cash and cash equivalents with the exception of the Debt Service Fund, which is kept in separate bank accounts. Cash equivalents of the pooled accounts consist primarily of money market accounts, carried at cost, which approximates market.

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.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

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.”

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 government’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

Amounts reported as program receipts include 1) charges to students or others for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. All other governmental receipts are reported as general receipts. All taxes are classified as general receipts even if restricted for a specific purpose.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

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, 2024, all bank balances on deposit are entirely insured or collateralized with securities.

3. Investments

The District has the following investments at June 30, 2024:

<u>Investment Type</u>	<u>Maturity</u>	<u>Amount</u>
Pro-rata shares of investment contracts with BOK Financial	N/A	\$ 2,333,675
Missouri Capital Asset Advantage Treasury - Liquid Series	N/A	8,460,328
Certificates of Deposit	7/11/2024-8/8/2024	1,250,000
		<u>\$ 12,044,003</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. Fair market value approximates cost.

Missouri Capital Asset Advantage Treasury (MOCAAT)

District funds in MOCAAT are invested in the Fund's liquid series accounts. The District has a pro-rata share of the liquid series which has a current rating of AAAM by S&P Investments in MOCAAT are accordance with section 165.051 of the Revised Missouri Statutes.

Certificates of Deposit

Certificates of deposit with 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 of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2024, all certificates of deposit are entirely insured or collateralized with securities.

The District does not have a formal policy for interest rate risk.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

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 full waiver of the rollback provision.

The assessed valuation of the tangible taxable property for the calendar year 2023 for purposes of local taxation was:

Real estate	\$ 541,013,850
Personal property	137,605,695
Total Assessed Valuation	<u><u>\$ 678,619,545</u></u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2023 for purposes of local taxation was:

	<u>Unadjusted</u>	<u>Adjusted</u>
General Fund	\$ 3.1838	\$ 3.1838
Debt Service Fund	.9562	.9562
Total Levy	<u><u>\$ 4.1400</u></u>	<u><u>\$ 4.1400</u></u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2024, aggregated approximately 99 percent of the current assessment computed on the basis of the levy as shown above.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

5. General Obligation Bonds Payable

General obligation bonds payable at June 30, 2024, consist of:

\$9,715,000 general obligation crossover refunding bonds, Series 2013, due in varying annual installments through March 1, 2026; interest at 2.13% to 3.00%.	\$ 4,695,000
\$4,520,000 general obligation refunding bonds, series 2017, due in varying annual installments through March 1, 2031; interest at 3.00% to 4.00%.	1,295,000
\$8,800,000 general obligation school building bonds, series 2020, due in varying annual installments through March 1, 2040; interest at 3.00%.	8,800,000
\$5,050,000 general obligation crossover refunding bonds, series 2021, due in varying annual installments through March 1, 2031; interest at 5.00%	1,900,000
\$17,700,000 general obligation school building bonds, series 2021B due in varying annual installments through March 1, 2041; interest at 3.00% to 4.00%	17,700,000
\$19,000,000 general obligation school building bonds, series 2022 due in varying annual installments through March 1, 2042; interest at 5.00% to 6.00%	19,000,000
\$20,200,000 general obligation refunding bonds, series 2023 due in varying annual installments through March 1, 2035; interest at 5.00%	19,960,000
\$9,110,000 general obligation refunding bonds, series 2023B due in varying annual installments through March 1, 2036; interest at 5.00%	9,110,000
	<u>\$ 82,460,000</u>

The following is a summary of bond transactions for the year ended June 30, 2024:

Bonds Payable, July 1, 2023	\$ 86,270,000
Bonds issued	9,110,000
Bonds retired	(12,920,000)
Bonds Payable, June 30, 2024	<u><u>\$ 82,460,000</u></u>

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

Debt service requirements are:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 3,080,000	\$ 3,796,549	\$ 6,876,549
2025	2,850,000	3,658,616	6,508,616
2026	2,775,000	3,605,350	6,380,350
2027	2,785,000	3,470,600	6,255,600
2028	3,505,000	3,335,350	6,840,350
2029	3,725,000	3,165,700	6,890,700
2030	3,595,000	2,982,150	6,577,150
2031	3,915,000	2,804,250	6,719,250
2032	3,695,000	2,583,500	6,278,500
2033	4,710,000	2,398,750	7,108,750
2034	5,225,000	2,163,250	7,388,250
2035	4,600,000	1,807,000	6,407,000
2036	5,000,000	1,696,000	6,696,000
2037	5,400,000	1,486,000	6,886,000
2038	6,000,000	1,260,000	7,260,000
2039	6,400,000	1,025,000	7,425,000
2040	7,200,000	792,000	7,992,000
2041	8,000,000	480,000	8,480,000
	<u>\$ 82,460,000</u>	<u>\$ 42,510,065</u>	<u>\$ 124,970,065</u>

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, 2024, was:

Constitutional debt limit	\$ 101,792,932
General obligation bonds payable	(82,460,000)
Amount available in Debt Service Fund	<u>5,722,933</u>
Legal Debt Margin	<u><u>\$ 25,055,865</u></u>

6. 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.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

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.

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 the 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. Due to the passage of Senate Bill 75 (HCS/SS/SB 75), effective August 28, 2023, members who retire with 32 or more years of service will have their benefit calculated using a 2.55% benefit factor. Actuarially age-reduced benefits are available for members with five 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 an 0.8% benefit calculator. Actuarially age-reduced retirement benefits are available with five 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.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

Cost-of-Living Adjustments (COLA). The Board of Trustees has established a policy of providing COLAs to both PSRS and PEERS members as follows. If the June to June change in the Consumer Price Index of All Urban Consumers (CPI-U) is less than 2% for one or more consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2%, at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceding the January 1 at which the 2% cost-of-living increase of 2% will be granted. If the June to June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted. If the CPI decreases, no COLA is provided. For any PSRS member retiring on or after July 1, 2021, 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 2024. 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.

Contributions. PEERS members were required to contribute 6.86% of their annual covered salary during fiscal year 2024. 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 contributions to PSRS and PEERS were \$5,176,528 and \$957,889, respectively, for the year ended June 30, 2024.

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.

7. Other Debt Obligations

During the year ended June 30, 2015, in exchange for monies for the purpose of (a) refunding the Series 2007 Certificates of Participation (b) paying the cost of acquisition, construction, improving, furnishing and equipping certain school facilities including in particular energy improvements and roof repairs to existing school facilities of the District (c) funding a debt service reserve fund with respect to the Series 2015 Refunding Certificates and (d) paying the costs of issuing the Certificates, the District granted a property lien to the Missouri School Boards Association (MSBA), which will be released upon fulfillment by the District of the financed purchase agreement. In the event of default, the Lendor has the right to possession of the Facilities for the remainder of the Site agreement term and may sublease or sell its interest in the Site financed purchase.

On October 6, 2021, the District entered into an agreement for the issuance of the 2021 Certificates of Participation to refund the 2019 certificates of participation and complete capital improvements. The certificates were issued in the amount of \$8,565,000 with interest rates varying between 2.5 and 3.0% with principal payments due April 1 and interest payments due April 1 and October 1 of each year. In the event of a default, the Trustee has the right to possession of the Facilities and has the right to sublease the Facilities. In addition, the Trustee shall, upon the written request of the Registered Owners of not less than 25% in aggregate principal amount outstanding, pursue and exercise any available remedy at law or in equity. As of June 30, 2024, the District held \$685,113 in remaining project funds in a trust account with UMB Bank.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

On October 2, 2023, the District entered into an agreement for the issuance of 2023 Certificates of Participation to acquire and install solar panels and energy efficiency equipment. The certificates were issued in the amount of \$14,985,000 with interest rates of 4.38% to 5.00% with principal payments due April 1 and interest payments due April 1 and October 1. In the event of a default, the Trustee has the right to possession of the Facilities and has the right to sublease the Facilities. In addition, the Trustee shall, upon the written request of the Registered Owners of not less than 25% in aggregate principal amount outstanding, pursue and exercise any available remedy at law or in equity. As of June 30, 2024, the District held \$573,675 in remaining project funds in a trust account with UMB Bank.

On January 12, 2024, the District entered into an agreement for the issuance of the 2024 Certificates of Participation to acquire 1650 W Jackson St Building for District's Technology and Maintenance services. The certificates were issued in the amount of \$8,215,000 with interest rates of 4.00% to 5.00% with principal payments due April 1 and interest payments due April 1 and October 1 of each year. In the event of a default, the Trustee has the right to possession of the Facilities and has the right to sublease the Facilities. In addition, the Trustee shall, upon the written request of the Registered Owners of not less than 25% in aggregate principal amount outstanding, pursue and exercise any available remedy at law or in equity.

Although the agreements provides for cancellation at the renewal dates, the District does not foresee exercising its option to cancel. The following is a schedule of the future minimum payments (assuming noncancellation):

<u>Year Ending June 30,</u>	<u>Direct Borrowing MSBA Financed</u>	<u>2021 COP</u>	<u>2023 COP</u>	<u>2024 COP</u>	<u>Total</u>
2025	\$ 424,900	\$ 479,925	\$ 731,194	\$ 542,971	\$ 2,178,990
2027	424,200	477,275	3,906,194	543,906	5,351,575
2027	413,100	479,475	572,443	544,406	2,009,424
2028	-	476,375	847,444	544,406	1,868,225
2029	-	478,125	863,693	543,906	1,885,724
2030-2034	-	2,391,825	4,608,969	2,722,781	9,723,575
2035-2039	-	2,388,875	5,172,763	2,719,431	10,281,069
2040-2044	-	2,391,175	5,787,500	2,718,282	10,896,957
2045-2049	-	954,625	1,239,000	2,715,314	4,908,939
Total Minimum Payments	1,262,200	10,517,675	23,729,200	13,595,403	49,104,478
Less Amount Representing Interest	(72,200)	(2,792,675)	(8,744,200)	(5,380,403)	(16,989,478)
Principal Balance	<u>\$ 1,190,000</u>	<u>\$ 7,725,000</u>	<u>\$ 14,985,000</u>	<u>\$ 8,215,000</u>	<u>\$ 32,115,000</u>

The following represents the changes in the other debt obligations for the year ended June 30, 2024:

Other Debt Obligations, July 1, 2023	\$ 9,530,000
Additions	23,200,000
Retirements	(615,000)
Other Debt Obligations, June 30, 2024	<u><u>\$ 32,115,000</u></u>

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

8. 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, 2024, 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.

9. 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.

10. Interfund Transfers

Transfers between funds of the District for the year ended June 30, 2024, were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 3,163,235
Special Revenue Fund	455,896	-
Capital Projects Fund	2,707,339	-
	<u>\$ 3,163,235</u>	<u>\$ 3,163,235</u>

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. The District is allowed to make a transfer from the General Fund to the Special Revenue Fund to cover the excess of disbursements over receipts each year.

11. Compensated Absences Payable

Compensated absences payable at June 30, 2024, consists of accumulated sick leave by employees. Twelve month employees accrue twelve sick days per year, and ten month employees accrue ten days per year cumulative to ninety days. Upon resignation or termination, employees with over ninety days accumulated leave are paid at a rate of 25%-50% of the daily substitute pay rate, depending on the date of resignation. Additionally, in June every year certified employees who have accumulated leave in excess of 90 days are paid for the excess unused days at a rate of 25% of the daily substitute rate. Total compensated absences payable at June 30, 2024, is \$578,451.

Ozark R-VI School District

Notes to the Financial Statements

June 30, 2024

12. Commitments

At June 30, 2024, the District was committed to the following capital contracts:

<u>Company</u>	<u>Project</u>	<u>Amount Remaining</u>
Branco Enterprise Inc	HS Activities Building	\$ 2,298,089
Branco Enterprise Inc	High School Storm Shelter Multipurpose Space	\$ 1,226,341
Branco Enterprise Inc	MS Storm Shelter and New Entry	\$ 1,344,041
Branco Enterprise Inc	Tiger Paw Storm Shelter, Cafeteria, and Kitchen	\$ 507,256
Ridgeline Roofing/Solar LLC	South Elementary Roofing Project	\$ 1,371,045

13. Post-Employment Benefits

In addition to the pension benefits described in Note 6, 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 subjected 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. Current Year Bond Refunding

On December 6, 2023, the District issued \$9,110,000 in general obligation refunding bonds with interest at 5.00%. The District issued the bonds to refund the remaining outstanding Series 2016 general obligation bonds.

As a result of the refunding, the District decreased its total debt service requirements by \$1,004,951, which resulted in an economic gain (difference between present value of debt service payment old and new) of \$761,632.

Supplementary Information

Ozark R-VI School District

Schedule of Receipts by Source

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Local					
Current taxes	\$ 19,936,844	\$ -	\$ 5,987,691	\$ -	\$ 25,924,535
Delinquent taxes	1,461,249	-	438,861	-	1,900,110
School district trust fund (Prop C)	-	8,381,640	-	-	8,381,640
Financial institution tax	4,403	-	-	-	4,403
M & M surtax	-	242,875	-	-	242,875
Summer school tuition (K-12) from individuals	5,195	-	-	-	5,195
Earnings from temporary investments	1,153,103	68,457	574,170	1,431,127	3,226,857
Premium on bonds sold	-	-	892,309	349,389	1,241,698
Sales to pupils - reimbursable school meals	824,647	-	-	-	824,647
Sales to adults for adult meals - non-program food	16,998	-	-	-	16,998
Nonreimbursable meal sales - non-program food	269,818	-	-	-	269,818
Admissions - student activities	1,048,660	-	-	-	1,048,660
Revenue from enterprise activities	1,200	-	-	-	1,200
Other pupil activity income	124,655	-	-	-	124,655
Community services	856,770	-	-	-	856,770
Rentals	35,788	-	-	72,960	108,748
Gifts	3,796	-	-	-	3,796
Prior period adjustment	18,028	-	-	-	18,028
Net receipts from clearing accounts	18,386	-	-	-	18,386
Miscellaneous local revenue	126,730	60,415	-	114,378	301,523
Total Local	25,906,270	8,753,387	7,893,031	1,967,854	44,520,542
County					
Fines, escheats, etc.	-	94,236	-	-	94,236
State assessed utilities	429,077	-	105,897	-	534,974
Fed Prop (Include Fed Forest, Flood & Mineral)	1,320	-	397	-	1,717
Other - county	152	-	-	-	152
Total County	430,549	94,236	106,294	-	631,079
State					
Basic formula -state monies	59,385	24,981,024	-	-	25,040,409
Transportation	1,790,061	-	-	-	1,790,061
Early childhood special education	-	2,459,707	-	-	2,459,707
Basic formula - classroom trust fund	-	2,653,516	-	-	2,653,516
Educational screening program	79,279	-	-	-	79,279
Career education	43,326	400	-	115,796	159,522
Food service - state	14,530	-	-	-	14,530
Residential placement/excess cost	-	29,113	-	-	29,113
School safety grant	40,321	-	-	259,679	300,000
High need fund - special education	-	242,506	-	-	242,506
Other - state	4,835	5,282	-	-	10,117
Total State	2,031,737	30,371,548	-	375,475	32,778,760

The above presentation agrees to the Annual Secretary of the Board Report.

Ozark R-VI School District

Schedule of Receipts by Source

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Federal					
Medicaid	-	218,573	-	-	218,573
Reserve officer training corps (ROTC)	-	109,718	-	-	109,718
ARP - ESSER III	246,753	1,913,701	-	-	2,160,454
CRRSA - GEER II	-	27,777	-	-	27,777
Perkins basic grant, career education	81,503	-	-	7,537	89,040
IDEA grants	17,408	-	-	-	17,408
IDEA entitlement funds, part B IDEA	1,067,596	-	-	-	1,067,596
Early childhood special education - federal	-	73,191	-	-	73,191
ARP-IDEA early childhood special education (ECSE)	-	5,590	-	-	5,590
National school lunch program	1,194,371	-	-	-	1,194,371
School breakfast program	264,504	-	-	-	264,504
Title I - ESEA	150,001	783,884	-	-	933,885
Title IV.A Student support and academic enrichment	64,205	-	-	9,600	73,805
Title III, ESEA - English language acquisition	12,043	60,326	-	-	72,369
Title II, Part A&B, ESEA - teacher and principal training	58,453	99,590	-	-	158,043
Dept of health food service program	156,361	-	-	-	156,361
Other - federal	5,097	43,963	-	-	49,060
Total Federal	3,318,295	3,336,313	-	17,137	6,671,745
Other Sources					
Net insurance recovery	504,246	-	-	-	504,246
Sale of school buses	-	-	-	3,848	3,848
Sale of other property	968	-	-	1,922,100	1,923,068
Capital lease proceeds	-	-	-	23,200,000	23,200,000
Refunding bonds	-	-	9,110,000	-	9,110,000
Contracted educational services	25,358	-	-	-	25,358
Total Other Sources	530,572	-	9,110,000	25,125,948	34,766,520
Total Receipts	\$ 32,217,423	\$ 42,555,484	\$ 17,109,325	\$ 27,486,414	\$ 119,368,646

The above presentation agrees to the Annual Secretary of the Board Report.

Ozark R-VI School District

Schedule of Disbursements by Object

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Totals
Salaries	\$ 13,114,906	\$ 32,045,265	\$ -	\$ -	\$ 45,160,171
Employee Benefits	4,427,522	9,396,755	-	-	13,824,277
Purchased Services	3,494,959	1,569,360	-	-	5,064,319
Supplies	7,183,880	-	-	-	7,183,880
Capital Outlay	-	-	-	40,072,872	40,072,872
Other Objects	-	-	16,926,734	1,137,844	18,064,578
Total Disbursements	\$ 28,221,267	\$ 43,011,380	\$ 16,926,734	\$ 41,210,716	\$ 129,370,097

The above presentation agrees to the Annual Secretary of the Board Report.

Ozark R-VI School District

Schedule of Transportation Costs Eligible for State Aid

Year Ended June 30, 2024

	District Operated	Disabled District Operated	Total
Non-certified salaries	\$ 1,568,803	\$ 270,717	\$ 1,839,520
Employee benefits	426,368	39,151	465,519
Purchased services	92,127	-	92,127
Supplies	548,369	3,915	552,284
Capital outlay	4,067	-	4,067
Depreciation, net of adjustment	192,217	-	192,217
	<u>\$ 2,831,951</u>	<u>\$ 313,783</u>	<u>\$ 3,145,734</u>
School buses purchased			<u>\$ 327,600</u>

The above presentation agrees to the Annual Secretary of the Board Report.

Other Information

Ozark R-VI School District

Budgetary Comparison Schedule – General Fund

Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive
				(Negative)
Receipts				
Local	\$ 22,266,565	\$ 24,499,270	\$ 25,906,270	\$ 1,407,000
County	440,000	442,764	430,549	(12,215)
State	1,956,554	1,942,847	2,031,737	88,890
Federal	3,154,579	3,232,180	3,318,295	86,115
Other	-	20,500	25,358	4,858
Total Receipts	<u>27,817,698</u>	<u>30,137,561</u>	<u>31,712,209</u>	<u>1,574,648</u>
Disbursements				
Instruction	5,514,377	5,391,404	6,088,332	(696,928)
Student services	3,222,846	3,168,016	3,143,405	24,611
Instructional staff support	1,564,183	1,622,318	1,423,318	199,000
Building administration	519,769	519,769	507,331	12,438
General administration	4,036,571	3,644,289	3,674,651	(30,362)
Operation of plant	6,537,285	6,542,786	5,701,394	841,392
Transportation	3,392,786	3,392,786	3,127,683	265,103
Food services	3,332,087	3,773,267	3,288,304	484,963
Community services	1,061,653	1,069,779	1,266,849	(197,070)
Total Disbursements	<u>29,181,557</u>	<u>29,124,414</u>	<u>28,221,267</u>	<u>903,147</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	(1,363,859)	1,013,147	3,490,942	2,477,795
Other Financing Sources (Uses)				
Net insurance recovery	-	488,226	504,246	16,020
Sale of other property	20,000	20,000	968	(19,032)
Operating transfers (out)	(3,707,843)	(3,056,507)	(3,163,235)	(106,728)
Total Other Financing Sources (Uses)	<u>(3,687,843)</u>	<u>(2,548,281)</u>	<u>(2,658,021)</u>	<u>(125,760)</u>
<i>Net Change in Fund Balance</i>	(5,051,702)	(1,535,134)	832,921	2,368,055
Fund Balance, July 1, 2023	<u>17,770,871</u>	<u>17,770,871</u>	<u>17,770,871</u>	<u>-</u>
Fund Balance, June 30, 2024	<u><u>\$ 12,719,169</u></u>	<u><u>\$ 16,235,737</u></u>	<u><u>\$ 18,603,792</u></u>	<u><u>\$ 2,368,055</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

Ozark R-VI School District

Budgetary Comparison Schedule – Special Revenue Fund

Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Receipts				
Local	\$ 7,332,000	\$ 8,695,176	\$ 8,753,387	\$ 58,211
County	80,000	94,975	94,236	(739)
State	30,297,436	30,232,622	30,371,548	138,926
Federal	2,236,064	4,368,819	3,336,313	(1,032,506)
Other	-	20,357	-	(20,357)
Total Receipts	<u>39,945,500</u>	<u>43,411,949</u>	<u>42,555,484</u>	<u>(856,465)</u>
Disbursements				
Instruction	32,267,004	32,361,309	32,309,740	51,569
Student services	3,738,469	3,738,583	3,723,049	15,534
Instructional staff support	2,145,817	2,153,984	1,954,641	199,343
Building administration	1,959,706	1,958,951	2,059,629	(100,678)
General administration	3,173,574	3,173,556	2,612,875	560,681
Community services	368,773	374,734	351,446	23,288
Total Disbursements	<u>43,653,343</u>	<u>43,761,117</u>	<u>43,011,380</u>	<u>749,737</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	(3,707,843)	(349,168)	(455,896)	(106,728)
Other Financing Sources				
Operating transfers in	<u>3,707,843</u>	<u>349,168</u>	<u>455,896</u>	<u>106,728</u>
Total Other Financing Sources	<u>3,707,843</u>	<u>349,168</u>	<u>455,896</u>	<u>106,728</u>
<i>Net Change in Fund Balance</i>	-	-	-	-
Fund Balance, July 1, 2023	-	-	-	-
Fund Balance, June 30, 2024	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Budgetary Comparison Schedules.

Ozark R-VI School District

Budgetary Comparison Schedule – Debt Service Fund

Year Ended June 30, 2024

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Receipts				
Local	\$ 6,057,000	\$ 6,674,059	\$ 7,000,722	\$ 326,663
County	110,000	110,000	106,294	(3,706)
Total Receipts	<u>6,167,000</u>	<u>6,784,059</u>	<u>7,107,016</u>	<u>322,957</u>
Disbursements				
Debt service	<u>7,039,956</u>	<u>16,948,967</u>	<u>16,926,734</u>	<u>22,233</u>
Total Disbursements	<u>7,039,956</u>	<u>16,948,967</u>	<u>16,926,734</u>	<u>22,233</u>
<i>Excess (Deficit) of Receipts over Disbursements</i>	(872,956)	(10,164,908)	(9,819,718)	300,724
Other Financing Sources				
Premium on bonds sold	-	892,309	892,309	-
Refunding bonds	-	<u>9,110,000</u>	<u>9,110,000</u>	-
Total Other Financing Sources	<u>-</u>	<u>10,002,309</u>	<u>10,002,309</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(872,956)	(162,599)	182,591	300,724
Fund Balance, July 1, 2023	<u>5,540,342</u>	<u>5,540,342</u>	<u>5,540,342</u>	-
Fund Balance, June 30, 2024	<u><u>\$ 4,667,386</u></u>	<u><u>\$ 5,377,743</u></u>	<u><u>\$ 5,722,933</u></u>	<u><u>\$ 345,190</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

Ozark R-VI School District

Budgetary Comparison Schedule – Capital Projects Fund

Year Ended June 30, 2024

	Budgeted Amounts		Actual	Positive (Negative)
	Original	Final		
Receipts				
Local	\$ 497,494	\$ 1,623,066	\$ 1,618,465	\$ (4,601)
State	61,768	375,475	375,475	-
Federal	10,000	18,127	17,137	(990)
Total Receipts	569,262	2,016,668	2,011,077	(5,591)
Disbursements				
Instruction	226,750	242,672	231,623	11,049
General administration	546,028	847,987	840,496	7,491
Operation of plant	929,600	984,600	989,614	(5,014)
Transportation	335,000	335,000	331,666	3,334
Facilities acquisition and construction	18,801,020	39,087,759	37,679,473	1,408,286
Debt service	937,975	1,094,240	1,137,844	(43,604)
Total Disbursements	21,776,373	42,592,258	41,210,716	1,363,002
<i>Excess (Deficit) of Receipts over Disbursements</i>	(21,207,111)	(40,575,590)	(39,199,639)	1,375,951
Other Financing Sources				
Premium on debt sold	-	349,389	349,389	-
Sale of school buses	-	-	3,848	3,848
Sale of other property	-	1,922,100	1,922,100	-
Capital lease proceeds	500,000	23,200,000	23,200,000	-
Operating transfers in	-	2,707,339	2,707,339	-
Total Other Financing Sources	500,000	28,178,828	28,182,676	3,848
<i>Net Change in Fund Balance</i>	(20,707,111)	(12,396,762)	(11,016,963)	1,379,799
Fund Balance, July 1, 2023	26,366,940	26,366,940	26,366,940	-
Fund Balance, June 30, 2024	\$ 5,659,829	\$ 13,970,178	\$ 15,349,977	\$ 1,379,799

See accompanying Notes to the Budgetary Comparison Schedules.

Ozark R-VI School District

Notes to the Budgetary Comparison Schedules

Year Ended June 30, 2024

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 superintendent, who serves as the Budget Officer, submits to the Board of Education a proposed budget for the fiscal year beginning on the following July 1. The 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), recognizing receipts when collected and disbursements when paid.

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
Ozark R-VI School District
Ozark, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities and each major fund of Ozark R-VI School District as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Ozark R-VI School District's basic financial statements, and have issued our report thereon dated November 20, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Ozark R-VI School District's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances, for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 a material weakness. 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 Ozark R-VI 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
November 20, 2024



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

Board of Education
Ozark R-VI School District
Ozark, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ozark R-VI 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 Ozark R-VI School District's major federal programs for the year ended June 30, 2024. Ozark R-VI 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 Ozark R-VI 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, 2024.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Ozark R-VI 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 the 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.

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

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 Ozark R-VI 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 Ozark R-VI 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 Ozark R-VI 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 Ozark R-VI 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
November 20, 2024

Ozark R-VI School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

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	20232N119943	\$ -	\$ 64,828
		20242N109943	-	199,676
			-	264,504
National School Lunch Program				
Cash	10.555	20232N119943	-	166,884
		20242N109943	-	802,716
		20221N890343	-	18,711
		20232N890343	-	206,060
Commodities		022-093	-	239,620
			-	1,433,991
Missouri Department of Health and Senior Services				
Child Nutrition Cluster				
Summer Food Service Program for Children	10.559	233MO305N1199	-	45,527
Total Child Nutrition Cluster			-	1,744,022
Child and Adult Care Food Program	10.558	243MO305N2020	-	70,478
Total U.S. Department of Agriculture			-	1,814,500
U.S. Department of Education				
Missouri Department of Elementary and Secondary Education				
Title I Grants to Local Educational Agencies				
	84.010A	S010A220025	-	332,193
		S010A230025	-	602,139
			-	934,332
Supporting Effective Instruction State Grants				
	84.367A	S367A220024	-	104,167
		S367A230024	-	53,877
		S424A220026	-	53,976
			-	212,020
Student Support and Academic Enrichment				
	84.424A	S424A220026	-	683
		S424A230026	-	19,146
			-	19,829
English Language Acquisition State Grants				
	84.365A	S365A210025	-	72,368
Career and Technical Education				
	84.048A	V048A230025	-	89,040
Special Education Cluster (IDEA)				
Special Education - Grants to States (IDEA, Part B)	84.027A	H027A220040	-	271,781
		H027A230040	-	969,615
			-	1,241,396
Special Education - Preschool Grants (IDEA Preschool)	84.173A	H173A230103	-	24,760
COVID 19 - Special Education - Preschool Grants (IDEA Preschool)	84.173X	H173X210103	-	5,590
			-	30,350
Total Special Education Cluster (IDEA)			-	1,271,746
COVID-19 - Education Stabilization Fund				
	84.425U	S425U210021	-	1,507,494
	84.425C	S425C210016	-	27,777
			-	1,535,271
Total U.S. Department of Education			-	4,134,606

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

Ozark R-VI School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

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 Defense				
Direct				
Junior Reserve Officers' Training Corp Unit	12.000	N/A	-	109,718
Total U.S. Department of Defense			-	109,718
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 School- Based Surveillance	93.079	18NU87	-	500
Every Student Succeeds Act/Preschool Development Grants	93.434	90TP0066	-	4,950
International Institute of St. Louis				
Refugee and Entrant Assistance State/Replacement Designee Administered Programs	93.566	2202MORSS	-	43,610
Total U.S. Department of Health and Human Services			-	49,060
Total Expenditures of Federal Awards			\$ -	<u>\$ 6,107,884</u>

N/A - Not applicable

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

Ozark R-VI School District

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2024

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, 2024, 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 through the Food Distribution Program were valued by the Food Service Section of the Department of Elementary and Secondary Education.

Ozark R-VI School District

Schedule of Findings and Questioned Costs

June 30, 2024

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 programs:	
Assistance Listing Number	Name of Federal Program or Cluster
84.425C & 84.425U	Covid-19 Education Stabilization Fund
10.553, 10.555 & 10.559	Child Nutrition Cluster
Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

Section II: Financial Statement Findings

None

Section III: Federal Award Findings and Questioned Costs

None

Ozark R-VI School District

Summary Schedule of Prior Audit Findings

June 30, 2024

There were no prior year audit findings.

Supplementary State Information



Independent Accountants' Report

Board of Education
Ozark R-VI School District
Ozark, Missouri

We have examined Ozark R-VI 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, 2024. Management of Ozark R-VI School District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on the Ozark R-VI School District's compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the AICPA, and those standards require that we plan and perform the examination to obtain reasonable assurance about whether Ozark R-VI School District complied, in all material respects, with the specified requirements referenced above. An Examination involves performing procedures to obtain evidence about whether Ozark R-VI 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 Ozark R-VI School District's compliance with the specified requirements.

Our examination disclosed the District did not meet compliance with Missouri laws and regulations as the District did not publish the prior year's audit report within 30 days of receipt.

In our opinion, except for the item described in the preceding paragraph, Ozark R-VI School District, complied in all material respects, with the aforementioned requirements for the year ended June 30, 2024.

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
November 20, 2024

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

Ozark R-VI School District

Schedule of Selected Statistics

Year Ended June 30, 2024

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
7500	PK	K	-	6.75	164.00	1,103.75
	K	5	-	6.75	164.00	1,103.75
4060	6	7	-	6.75	164.00	1,103.75
2050	8	9	-	6.75	164.00	1,103.75
1050	10	12	-	6.75	164.00	1,103.75

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
7500	PK-K	52,810.21	-	-	-	-	52,810.21
4040	K-4	542,997.08	5,057.92	21.50	-	38,822.97	586,899.47
4070	K-4	629,475.19	465.73	142.50	-	42,363.58	672,447.00
4080	K-4	564,773.75	8,395.40	1.50	-	-	573,170.65
4085	K-4	538,171.60	6,451.65	71.25	-	-	544,694.50
4060	5-6	929,016.80	2,155.64	1,906.50	-	17,456.03	950,534.97
2050	7-8	1,005,970.23	1,493.97	1,353.50	-	12,468.53	1,021,286.23
1050	9-12	1,744,610.74	18,756.29	2,301.50	14.00	30,165.10	1,795,847.63
Grand Total	PK- 12	6,007,825.60	42,776.60	5,798.25	14.00	141,276.21	6,197,690.66

Ozark R-VI School District

Schedule of Selected Statistics

Year Ended June 30, 2024

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
7500	PK-K	48.00	-	-	48.00
4040	K-4	513.00	3.58	-	516.58
4070	K-4	594.00	-	-	594.00
4080	K-4	527.00	4.81	-	531.81
4085	K-4	508.00	3.09	-	511.09
4060	5-6	895.00	1.50	-	896.50
2050	7-8	978.00	1.12	-	979.12
1050	9-12	1,764.00	15.26	-	1,779.26
Grand Total	PK- 12	5,827.00	29.36	-	5,856.36

Notes:	

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
4040	164.78	53.00	-	-	217.78
4070	169.00	59.00	-	-	228.00
4080	143.30	37.00	-	-	180.30
4085	136.14	31.49	-	-	167.63
4060	224.00	78.50	-	-	302.50
2050	236.50	89.00	-	-	325.50
1050	338.00	94.87	-	-	432.87
7500	2.00	2.00	-	-	4.00
Grand Total	1,413.72	444.86	-	-	1,858.58

Ozark R-VI School District

Schedule of Selected Statistics

Year Ended June 30, 2024

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:	True
	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	True
	Remediation	True
	Sheltered Workshop participation	N/A
	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 160.045 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
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

Ozark R-VI School District

Schedule of Selected Statistics

Year Ended June 30, 2024

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. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.	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.	False
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:	\$277,375
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:	5.10 Publication of financial information
Management Letter Comment:	#3

Ozark R-VI School District

Schedule of Selected Statistics

Year Ended June 30, 2024

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	3,661
	Ineligible ADT	78
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:	753,651
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	635,821
	Ineligible Miles (Non-Route/Disapproved)	117,830
6.7	Number of days the district/charter school operated the school transportation system during the regular school year:	164

Notes:	

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

Finding:	N/A
Management Letter Comment:	N/A



Board of Education
Ozark R-VI School District
Ozark, Missouri

In planning and performing our audit of the modified cash basis financial statements of the governmental activities and each major fund of the Ozark R-VI School District, for the year ended June 30, 2024, we considered the District's internal control to determine our auditing procedures for the purpose of expressing an opinion on the basic financial statements and not to provide assurance on the internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed in the 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*, we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses.

In addition to the 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*, we became aware of additional matters to bring to your attention. The following paragraphs summarize our comments and recommendations regarding these matters.

1. Cybersecurity

Cybersecurity threats are increasing and government entities of all sizes are at risk for a breach of their information systems. With this increase in risk, entities should be continually evaluating risk and taking steps necessary to ensure the security of information systems. Steps include identifying critical information systems, training employees to properly identify threats received in emails or by other means, and adopting internal communication methods other than email.

It is important that entities develop a recovery plan outlining procedures that personnel should follow once a cyber security breach is discovered. Additionally, entities should be aware of any insurance in place to help protect them from liabilities that can occur as the result of a breach.

We Recommend:

The District continue to evaluate its cybersecurity risks and take the necessary steps identified to reduce the risk of cybersecurity threats to their information systems. This evaluation should be performed frequently as technology and information systems are continually changing.

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

2. New Accounting Standards

The Governmental Accounting Standards Board (GASB) has issued several new accounting standards that may affect the District in future years.

GASB Statement No. 101 – Compensated Absences – updates the definition of what compensated absences consist of and amends certain previously required disclosures. The District will need to review this new standard to determine which types of leave and earnings meet the definition of a compensated absence and implement necessary software or calculation sheets for accurate reporting. The District should review and amend, if necessary, its policy for the calculation of compensated absences. This statement is effective for the fiscal year ending June 30, 2025.

GASB Statement No. 102 – Certain Risk Disclosures – requires governments to disclose information about certain risks they face due to concentrations and constraints in their revenues and expenditures/expenses. This statement is effective for the District’s fiscal year ending June 30, 2025.

GASB Statement No. 103 – Financial Reporting Model Improvements – changes and improves key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. Improvements and notable changes are made to the unusual or infrequent items, presentation of proprietary fund statements, presentation of major component units, and budgetary comparison information. This statement is effective for fiscal year ending June 30, 2026.

We Recommend:

Management review the above accounting standards prior to their effective date to determine best practices needed for successful implementation.

3. Publication of Financial Statements

During the year, the District did not comply with Section 165.121, RSMo, which requires publishing a summary of financial information within thirty days of receipt of the audit report.

We Recommend:

The District comply with Section 165.121, RSMo, by publishing a summary of financial information within thirty days of receipt of the audit report.

We appreciate this opportunity to serve as Ozark R-VI School District’s independent auditor and the courtesies and assistance extended to us by the District’s employees.

Respectfully submitted,

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 20, 2024



Board of Education
Ozark R-VI School District
Ozark, Missouri

We have audited the modified cash basis financial statements of the governmental activities and each major fund of the Ozark R-VI School District for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We communicated such information in our letter to you dated February 14, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Ozark R-VI School District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2023-2024. We noted no transactions entered into by the District for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events.

The disclosures in the financial statements are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

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

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. We noted no misstatements regarding assets or net position.

Disagreements with Management

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

www.kpmcpa.com

1445 E. Republic Road, Springfield, MO 65804 | 417-882-4300 | fax 417-882-4343
500 W. Main Street, Suite 200 Branson, MO 65616 | 417-334-2987 | fax 417-336-3403

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 20, 2024.

Management Consultations with Other Independent Accountants

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

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We were engaged to report on 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, which accompany the financial statements. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the modified cash basis of accounting, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on the budgetary comparison schedules which accompanies the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of the Board of Education and management of the Ozark R-VI School District and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 20, 2024