Gainesville R-V School District

Basic Financial Statements
Year Ended June 30, 2024

KPM
CPAS & ADVISORS

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Independent Auditors' Report

Board of Education
Gainesville R-V School District
Gainesville, 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 Gainesville R-V 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 Gainesville R-V School District, as of June 30, 2024, and the respective changes in the modified cash basis financial position thereof for the year then ended in accordance with the modified cash 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 Gainesville R-V School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis of Accounting

As described in Note 1 of the financial statements, the financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibilities of Management for the Financial Statements

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

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 auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2024, on our consideration of Gainesville R-V School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Gainesville R-V School District's internal control over financial reporting and compliance.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 5, 2024

Government-Wide Financial Statements

Gainesville R-V School District

Statement of Net Position – Modified Cash Basis

June 30, 2024

	Governmental Activities
Assets	
Cash and cash equivalents	$ 1,849,660
Investments	4,186,916
Total Assets	$ 6,036,576
Net Position	
Restricted for	
Student activities	$ 219,095
Food service	52,182
Unrestricted	5,765,299
Total Net Position	$ 6,036,576

See accompanying Notes to the Financial Statements

Gainesville R-V School District

Statement of Activities – Modified Cash Basis

Year Ended June 30, 2024

	Cash Disbursements	Program Cash Receipts: Charges for Services	Program Cash Receipts: Operating Grants and Contributions	Program Cash Receipts: Capital Grants and Contributions	Net (Disbursements) Receipts and Changes in Net Position
Governmental Activities					
Instruction	$ (3,995,162)	$ 348,269	$ 919,333	$ -	$ (2,727,560)
Student services	(496,694)	-	68,013	-	(428,681)
Instructional staff support	(234,524)	-	41,472	-	(193,052)
Building administration	(286,135)	-	26,706	-	(259,429)
General administration	(580,507)	-	207,084	-	(373,423)
Operation of plant	(810,549)	-	149,909	-	(660,640)
Transportation	(707,188)	4,024	318,146	-	(385,018)
Food service	(563,839)	48,836	482,863	-	(32,140)
Community services	(184,672)	-	71,910	-	(112,762)
Facilities acquisition and construction	(1,425,100)	-	-	279,701	(1,145,399)
Debt service	(275,738)	-	-	-	(275,738)
Net Program (Disbursements) Receipts	$ (9,560,108)	$ 401,129	$ 2,285,436	$ 279,701	(6,593,842)
General Receipts					
Ad valorem tax receipts					1,752,264
Prop C sales tax receipts					1,034,095
Other tax receipts					47,322
County receipts					113,675
State receipts					2,945,614
Interest receipts					192,931
Other receipts					60,554
Total General Receipts					6,146,455
Change in Net Position					(447,387)
Net Position—Beginning of year					6,483,963
Net Position—End of year					$ 6,036,576

See accompanying Notes to the Financial Statements

Fund Financial Statements

Gainesville R-V School District

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

June 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
Assets				
Cash and cash equivalents	$ 760,162	$ -	$ 1,089,498	$ 1,849,660
Investments	3,089,422	-	1,097,494	4,186,916
Total Assets	$ 3,849,584	$ -	$ 2,186,992	$ 6,036,576
Fund Balances				
Restricted for				
Student activities	$ 219,095	$ -	$ -	$ 219,095
Food service	52,182	-	-	52,182
Assigned for capital outlay	-	-	2,186,992	2,186,992
Unassigned	3,578,307	-	-	3,578,307
Total Fund Balances	$ 3,849,584	$ -	$ 2,186,992	$ 6,036,576

See accompanying Notes to the Financial Statements

Gainesville R-V 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	Capital Projects Fund	Total Governmental Funds
Receipts				
Local	$ 2,530,687	$ 587,747	$ 270,677	$ 3,389,111
County	77,869	35,806	-	113,675
State	720,127	2,612,769	213,835	3,546,731
Federal	1,196,778	487,541	279,701	1,964,020
Other	24,850	67,631	-	92,481
Total Receipts	4,550,311	3,791,494	764,213	9,106,018
Disbursements				
Instruction	1,110,229	2,881,344	3,589	3,995,162
Student services	289,364	207,330	-	496,694
Instructional staff support	165,142	69,382	-	234,524
Building administration	3,420	282,715	-	286,135
General administration	351,824	228,683	-	580,507
Operation of plant	790,549	-	20,000	810,549
Transportation	526,645	6,962	173,581	707,188
Food service	563,839	-	-	563,839
Community services	69,594	115,078	-	184,672
Facilities acquisition and construction	-	-	1,425,100	1,425,100
Debt service	-	-	275,738	275,738
Total Disbursements	3,870,606	3,791,494	1,898,008	9,560,108
Excess (Deficit) Receipts Over Disbursements	679,705	-	(1,133,795)	(454,090)
Other Financing Sources (Uses)				
Sale of school buses	-	-	929	929
Net insurance recovery	-	-	5,774	5,774
Operating transfers in (out)	(416,395)	-	416,395	-
Total Other Financing Sources (Uses)	(416,395)	-	423,098	6,703
Net Change in Fund Balances	263,310	-	(710,697)	(447,387)
Fund Balance, July 1, 2023	3,586,274	-	2,897,689	6,483,963
Fund Balance, June 30, 2024	$ 3,849,584	$ -	$ 2,186,992	$ 6,036,576

See accompanying Notes to the Financial Statements

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. 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.

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.

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 balance, receipts, and disbursements when they result from cash transactions. The modification to cash basis relates to the presentation of investments. This basis is a special purpose reporting framework 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 receipts (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (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 purchased.

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, Cash Equivalents, and Investments

Cash and cash equivalents of the individual funds are combined to form a pool of cash, cash equivalents, and investments. Investments consist primarily of money market accounts, certificates of deposits, and treasury notes, carried at cost.

Inventories

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

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.

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 were entirely insured or collateralized with securities.

3. Investments

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

Investment Type	Maturity	Amount
Missouri Capital Asset Advantage Treasury (MOCAAT) - Liquid Series	N/A	$ 2,194,988
Missouri Capital Asset Advantage Treasury (MOCAAT) - CDARS Placement	8/8/2024	1,000,000
Missouri Capital Asset Advantage Treasury (MOCAAT) - U.S. Treasury Notes	8/15/2026	991,928
		$ 4,186,916

Missouri Capital Asset Advantage Treasury (MOCAAT)

District funds in MOCAAT are invested in both the Fund's liquid series. The District has a pro-rata share of the

liquid series which follows the investment criteria for an AAAm S&P rated stable value Local Government Pool and invests in such as investments as U.S. Treasury and government agency securities, repurchase agreements, certificates of deposit, and commercial paper. The liquid series has a current rating of AAAm by S&P. The funds are invested in accordance with section 165.051 of the Missouri Revised Statutes.

The District does not have a policy on interest rate risk.

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	$ 45,531,980
Personal property	18,156,370
Total Assessed Valuation	$ 63,688,350

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

	Unadjusted	Adjusted
General Fund	$ 2.7500	$ 2.7500
	$ 2.7500	$ 2.7500

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2024, aggregated approximately 100 percent of the current assessment computed on the basis of the levy as shown above.

5. Legal Debt Margin

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15 percent of 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	$ 9,553,253
General obligation bonds payable	-
Legal Debt Margin	$ 9,553,253

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.

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 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 a 0.8% benefit factor. Actuarially age-reduced retirement benefits are available with 5 to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Cost-of-Living Adjustments (COLA). The Board of Trustees has established a policy of providing COLAs to both PSRS and PEERS members as follows: if the June to June change in the Consumer Price Index for 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 is granted. If the June to June change in the CPI-U is greater than or equal to 2%, but less than 5%, a 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, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustment 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 $453,160 and $87,904, 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.psrs-peers.org.

7. Financed Purchases

On September 1, 2020, the District entered into a direct borrowing agreement with Santander for $265,450, including interest of $8,329, for the purchase of three school buses. In the event of default, Santander may take possession of the equipment.

On July 1, 2022, the District entered into a direct borrowing agreement with Stockmens Bank for $242,894, including interest of $23,876, for the purchase of three school buses. In the event of default, Stockmens Bank may take possession of the equipment.

Although the agreements provide for cancellation of the financed purchases at the District's option, the District does not foresee exercising its option to cancel.

The following is a schedule of future minimum payments under the agreements (assuming noncancellation):

Year Ending June 30,	Principal	Interest	Total
2025	$ 69,806	$ 7,209	$ 77,015
2026	43,754	4,825	48,579
2027	45,306	3,273	48,579
2028	46,915	1,664	48,579
	$ 205,781	$ 16,971	$ 222,752

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

Financed Purchases Payable, July 1, 2023	$ 273,340
Additional obligations	-
Net retirements	(67,559)
Financed Purchases Payable, June 30, 2024	$ 205,781

8. Other Long-Term Debt

On July 1, 2020, the District entered into a Rural Economic Development loan agreement with White River Valley Electric Cooperative, Inc. The agreement provided $385,000 in funds for site improvements and has monthly payments in the amount of $3,543 with interest at 2.0% through July 1, 2030. In the event of default, White River shall have the right to declare all or any portion of the indebtedness to be immediately due and payable. The District was required to grant a security interest in an irrevocable standby letter of credit in the amount of $385,000, of which, no draws have been made, to cover the event of default.

On May 26, 2021, the District entered into a Rural Economic Development loan agreement with White River Valley Electric Cooperative, Inc. The agreement provided $1,000,000 in funds for the construction of the FEMA Tornado Safe Room. The District drew funds of $373,258 for the project in prior years and the final amount of $626,742 in the current year. The agreement calls for monthly payments of $8,403 with no interest through October 1, 2031. In the event of default, White River shall have the right to declare all or any portion of the indebtedness to be immediately due and payable. The District is required to grant a security interest in a $764,705 standby certificates of deposit held by Community Foundation of the Ozarks for the benefit of the District in the event of default. The District has an agreement with Community Foundation of the Ozarks to repay any funds, if such event occurs. The District has reserves available to cover the pledged CD.

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

Year Ending June 30,	Principal	Interest	Total
2025	$ 138,830	$ 4,519	$ 143,349
2026	139,598	3,752	143,350
2027	140,380	2,970	143,350
2028	141,178	2,172	143,350
2029	141,993	1,358	143,351
2030	142,823	527	143,350
2031	104,378	6	104,384
2032	33,616	-	33,616
	$ 982,796	$ 15,304	$ 998,100

The following represents the changes in the loans payable for the year ended June 30, 2024:

Loans Payable, July 1, 2023	$ 1,120,876
Additional obligations	-
Net retirements	(138,080)
Loans Payable, June 30, 2024	$ 982,796

9. Certificates of Participation

On May 12, 2023, the District issued certificates of participation in the amount of $1,018,500, with interest at 4.67%. The proceeds are for constructing, improving, furnishing and equipping school facilities of the District, including constructing a baseball/softball complex. In the event of a default, the Seller may declare all future payments and other amounts due and payable and/or take possession of the facilities.

The following is a schedule of the future minimum payments (assuming noncancellation):

Year Ending June 30,	Principal	Interest	Total
2025	$ 85,452	$ 42,519	$ 127,971
2026	89,488	38,483	127,971
2027	93,716	34,255	127,971
2028	98,144	29,827	127,971
2029	102,780	25,191	127,971
2030	107,636	20,335	127,971
2031	112,722	15,249	127,971
2032	118,048	9,923	127,971
2033	123,624	4,347	127,971
	$ 931,610	$ 220,129	$ 1,151,739

The following represents the changes in certificates of participation payable for the year ended June 30, 2023:

Certificates of Participation Payable, July 1, 2023	$ 1,018,500
Additional obligations	-
Net retirements	(86,890)
Certificates of Participation Payable, June 30, 2024	$ 931,610

10. Compensated Absences Payable

Compensated absences payable consists of accumulated personal leave by District personnel. Depending on employee eligibility, their total annual personal leave days vary from 10 to 13 days. Personal leave days may be used for personal leave or sick leave. Employees may accumulate up to a maximum of 70 days. Depending on the date of notification of separation of employment, personnel are compensated for a maximum of 45 or 70 days at the rate of either $20 or $40 per day, respectively. Total maximum compensated absences payable at June 30, 2024, was $89,940.

11. 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.

12. 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.

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. Interfund Transfers

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

	Transfers In	Transfers Out
General Fund	$ -	$ 416,395
Capital Projects Fund	416,395	-
	$ 416,395	$ 416,395

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.

15. Commitments

At June 30, 2023, the District was committed to Atlas Asphalt in the amount of $342,000 for work associated with repaving District parking lots.

Supplementary Information

Gainesville R-V School District

Schedule of Receipts by Source

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total
Local				
Current taxes	$ 1,719,246	$ -	$ -	$ 1,719,246
Delinquent taxes	33,018	-	-	33,018
School district trust fund (prop C)	446,348	587,747	-	1,034,095
Financial institution tax	-	-	10,836	10,836
M&M surtax	-	-	35,090	35,090
In lieu of tax	1,396	-	-	1,396
Transportation fees from patrons	4,024	-	-	4,024
Earnings from temporary deposits	1,000	-	191,931	192,931
Sales to pupils - reimbursable school meals	48,836	-	-	48,836
Admissions - student activities	255,788	-	-	255,788
Gifts	-	-	32,820	32,820
Prior period adjustment	215	-	-	215
Miscellaneous local revenue	20,816	-	-	20,816
Total Local	2,530,687	587,747	270,677	3,389,111
County				
Fines, escheats, etc.	-	35,806	-	35,806
State assessed utilities	52,656	-	-	52,656
Fed prop (include fed forest, flood, & mineral)	25,213	-	-	25,213
Total County	77,869	35,806	-	113,675
State				
Basic formula - state monies	367,236	2,305,333	-	2,672,569
Transportation	318,146	-	-	318,146
Early childhood special education	11,421	-	-	11,421
Basic formula - classroom trust fund	-	85,936	213,835	299,771
Career education	11,235	-	-	11,235
Food service - state	2,305	-	-	2,305
Missouri quality pre-k (MOQPK) - LEA	4,284	67,626	-	71,910
Teacher baseline grant	-	153,874	-	153,874
Other - state	5,500	-	-	5,500
Total State	720,127	2,612,769	213,835	3,546,731

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

Gainesville R-V School District

Schedule of Receipts by Source

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total
Federal				
Medicaid	67,713	-	-	67,713
ARP - ESSER III	351,428	76,458	279,701	707,587
CRRSA - ESSER II	485	-	-	485
Perkins basic grant, career education	22,278	-	-	22,278
IDEA entitlement funds, part B IDEA	47,732	132,460	-	180,192
Early childhood special education - federal	7,879	-	-	7,879
National school lunch program	277,097	-	-	277,097
School breakfast program	169,850	-	-	169,850
After school snack program	9,674	-	-	9,674
Title I - ESEA	135,207	214,427	-	349,634
Title IV.A student support and academic enrichment	53,555	19,387	-	72,942
Title II, part A&B, ESEA - teacher and principal training	-	44,509	-	44,509
Dept of health food service program	23,937	-	-	23,937
Title V, part B rural education initiative	29,943	-	-	29,943
Other - federal	-	300	-	300
Total Federal	1,196,778	487,541	279,701	1,964,020
Other Sources				
Net insurance recovery	-	-	5,774	5,774
Sale of school buses	-	-	929	929
Tuition from other LEAs - regular term	24,850	67,631	-	92,481
Total Other Sources	24,850	67,631	6,703	99,184
Total Receipts	$ 4,550,311	$ 3,791,494	$ 770,916	$ 9,112,721

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

Gainesville R-V School District

Schedule of Disbursements by Object

Year Ended June 30, 2024

	General Fund	Special Revenue Fund	Capital Projects Fund	Total
Salaries	$ 1,462,504	$ 2,937,358	$ -	$ 4,399,862
Employee benefits	488,872	854,136	-	1,343,008
Purchased services	574,318	-	-	574,318
Supplies	1,344,912	-	-	1,344,912
Capital outlay	-	-	1,622,270	1,622,270
Other objects	-	-	275,738	275,738
Total Disbursements	$ 3,870,606	$ 3,791,494	$ 1,898,008	$ 9,560,108

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

Gainesville R-V School District

Schedule of Transportation Costs Eligible for State Aid

Year Ended June 30, 2024

	District Operated	District Operated Disabled	Total
Certificated salaries	$ 6,000	$ -	$ 6,000
Non-certified salaries	277,503	5,770	283,273
Employee benefits	98,658	837	99,495
Purchased services	33,845	-	33,845
Supplies	110,558	436	110,994
Capital outlay	13,014	-	13,014
Depreciation, net of adjustment	94,956	-	94,956
	$ 634,534	$ 7,043	$ 641,577
School buses financed/purchased			
Principal	$ 67,559		
Interest	$ 4,416		
School buses purchased	$ 69,846		

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

Other Information

Gainesville R-V School District

Budgetary Comparison Schedule – General Fund

Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Local	$ 2,311,824	$ 2,530,687	$ 2,530,687	$ -
County	70,000	77,869	77,869	-
State	405,635	720,127	720,127	-
Federal	1,017,266	1,196,778	1,196,778	-
Other	25,000	24,850	24,850	-
Total Receipts	3,829,725	4,550,311	4,550,311	-
Disbursements				
Instruction	884,701	1,110,229	1,110,229	-
Student services	273,842	289,364	289,364	-
Instructional staff support	129,926	165,142	165,142	-
Building administration	5,000	3,420	3,420	-
General administration	291,291	351,824	351,824	-
Operation of plant	617,300	790,549	790,549	-
Transportation	525,745	526,645	526,645	-
Food service	552,990	563,839	563,839	-
Community services	65,344	69,594	69,594	-
Total Disbursements	3,346,139	3,870,606	3,870,606	-
Excess (Deficit) of Receipts Over Disbursements	483,586	679,705	679,705	-
Other Financing (Uses)				
Operating transfers (out)	-	(416,395)	(416,395)	-
Net Change in Fund Balance	483,586	263,310	263,310	-
Fund Balance, July 1, 2023	3,586,274	3,586,274	3,586,274	-
Fund Balance, June 30, 2024	$ 4,069,860	$ 3,849,584	$ 3,849,584	$ -

See accompanying Notes to the Budgetary Comparison Schedules

Gainesville R-V School District

Budgetary Comparison Schedule – Special Revenue Fund

Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Local	$ 446,348	$ 587,747	$ 587,747	$ -
County	20,000	35,806	35,806	-
State	2,952,523	2,612,769	2,612,769	-
Federal	450,000	487,541	487,541	-
Other	-	67,631	67,631	-
Total Receipts	3,868,871	3,791,494	3,791,494	-
Disbursements				
Instruction	2,626,283	2,881,344	2,881,344	-
Student services	194,187	207,330	207,330	-
Instructional staff support	64,893	69,382	69,382	-
Building administration	288,328	282,715	282,715	-
General administration	217,089	228,683	228,683	-
Transportation	6,957	6,962	6,962	-
Community services	106,658	115,078	115,078	-
Total Disbursements	3,504,395	3,791,494	3,791,494	-
Excess (Deficit) of Receipts Over Disbursements	364,476	-	-	-
Fund Balance, July 1, 2023	-	-	-	-
Fund Balance, June 30, 2024	$ 364,476	$ -	$ -	$ -

See accompanying Notes to the Budgetary Comparison Schedules

Gainesville R-V School District

Budgetary Comparison Schedule – Capital Projects Fund

Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Receipts				
Local	$ 30,200	$ 270,677	$ 270,677	$ -
State	-	213,835	213,835	-
Federal	279,701	279,701	279,701	-
Total Receipts	309,901	764,213	764,213	-
Disbursements				
Instruction	-	3,589	3,589	-
Instructional staff support	5,000	-	-	-
Transportation	104,000	173,581	173,581	-
Food service	2,500	-	-	-
Facilities acquisition and construction	614,701	1,425,100	1,425,100	-
Debt service	121,700	275,738	275,738	-
Total Disbursements	847,901	1,898,008	1,898,008	-
Excess (Deficit) of Receipts Over Disbursements	(538,000)	(1,133,795)	(1,133,795)	-
Other Financing Sources				
Net insurance recovery	-	5,774	5,774	-
Sale of school buses	-	929	929	-
Operating transfers in	-	416,395	416,395	-
Total Other Financing Sources	-	423,098	423,098	-
Net Change in Fund Balance	(538,000)	(710,697)	(710,697)	-
Fund Balance, July 1, 2023	2,897,689	2,897,689	2,897,689	-
Fund Balance, June 30, 2024	$ 2,359,689	$ 2,186,992	$ 2,186,992	$ -

See accompanying Notes to the Budgetary Comparison Schedules

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).

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
Gainesville R-V School District
Gainesville, Missouri

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the modified cash basis financial statements of the governmental activities and each major fund of the Gainesville R-V School District, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Gainesville R-V School District's basic financial statements, and have issued our report thereon, dated December 5, 2024.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2024-001, that we consider to be a material weakness.

Report on Compliance and Other Matters

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

Gainesville R-V School District's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the finding identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 5, 2024

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

Board of Education
Gainesville R-V School District
Gainesville, Missouri

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Gainesville R-V School District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Gainesville R-V School District's major federal programs for the year ended June 30, 2024. The Gainesville R-V 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 Gainesville R-V 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 the Gainesville R-V School District, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
December 5, 2024

Gainesville R-V 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/ Other Identifying 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	$ -	$ 42,477
		20242N109943	-	127,373
			-	169,850
National School Lunch Program - Cash	10.555	20232N119943	-	47,591
		20242N109943	-	210,485
		20221N890343	-	2,017
		20232N890343	-	26,678
National School Lunch Program - Commodities		077-102	-	47,027
			-	333,798
Missouri Department of Health and Senior Services				
Child Nutrition Cluster				
Summer Food Service Program	10.559	233MO305N1199	-	25,147
Total Child Nutrition Cluster			-	528,795
Total U.S. Department of Agriculture			-	528,795
U.S. Department of Education				
Missouri Department of Elementary and Secondary Education				
Title I Grants to Local Educational Agencies	84.010A	S010A220025	-	125,595
		S010A230025	-	224,039
		S424A220026	-	10,869
		S424A230026	-	19,387
			-	379,890
Student Support and Academic Enrichment Program	84.424F	S424F220026	-	42,781
Career and Technical Education - Basic Grants to States	84.048A	V048A230025	-	22,278
Supporting Effective Instruction State Grant	84.367A	S367A220024	-	20,462
		S367A230024	-	24,047
			-	44,509
COVID-19 Education Stabilization Fund	84.425U	S425U210021	-	708,072
			-	708,072

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

Gainesville R-V 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/ Other Identifying Number	Passed-through to Subrecipients	Federal Expenditures
Special Education Cluster (IDEA)				
Special Education - Grants to States (IDEA, Part B)	84.027A	H027A220040	-	89,191
		H027A230040	-	122,689
			-	211,880
Special Education - Preschool Grants (IDEA Preschool)	84.173A	H173A230103	-	2,617
Total Special Education Cluster (IDEA)			-	214,497
Rural Education	84.358B	S358B230025	-	29,943
Total U.S. Department of Education			-	1,441,970
U.S. Department of Health and Human Services				
Missouri Department of Elementary and Secondary Education				
Every Student Succeeds Act/Preschool Development Grants	93.434	90TP0066	-	300
Total U.S. Department of the Health and Human Services			-	300
Total Expenditures of Federal Awards			$ -	$ 1,971,065

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

1. Basis of Presentation

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

2. Summary of Significant Accounting Policies

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

3. Indirect Cost Rate

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

4. Noncash Assistance

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

Gainesville R-V School District

Schedule of Findings and Questioned Costs

Year Ended 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?	Yes
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 programs:	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(s)	**Name of Federal Program or Cluster**
10.553, 10.555 & 10.559	Child Nutrition Cluster
84.425U	COVID-19 Education Stabilization Fund
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

Material Weakness

2024-001 Segregation of duties

Condition: Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction. The District currently has one full time bookkeeper and a payables clerk to handle the accounting needs of the District. There are some mitigating controls in place but it is not possible to have segregation in all areas.

Criteria: Duties should be segregated so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

Effect: Risk is present that errors or irregularities in amounts that would be material to the basic financial statements may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Recommendation: We realize because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

Response: The limited number of available personnel prohibits segregation of incompatible duties and the District does not have the resources to hire additional accounting personnel. The District does have some mitigating controls in place to offset some of the risks of the lack of segregation of duties.

This is a repeat finding of 2023-001

Section III: Federal Award Findings and Questioned Costs

None

Gainesville R-V School District

Summary Schedule of Prior Audit Findings

Year Ended June 30, 2024

Financial Statement Finding

Material Weakness

2023-001 Segregation of Duties

Auditors' Recommendation: We realize that because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

Status: Uncorrected

JABET WADE, *President*
ROBBY WALRATH, *Vice President*
ALLISA WEST, *Secretary*
HEATHER BUSHNER, *Member*

MASON ESLINGER, *Member*
COREY HILLHOUSE, *Member*
DAKOTA NASH, *Member*
MARTI WARDEN, *Member*

Gainesville R-V School District

422 BULLDOG DRIVE
GAINESVILLE, MO 65655-7459

JUSTIN GILMORE
SUPERINTENDENT
417-679-4260
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RICHARD WYLIE
JR HIGH/HIGH SCHOOL PRINCIPAL
417-679-4200
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TREVOR HICKS
ASSISTANT JH/HS PRINCIPAL
417-679-4200
Fax 417-679-4290

BEN HOPPER
ELEMENTARY PRINCIPAL
417-679-4416
Fax 417-679-2077

December 5, 2024

U.S. Department of Education

The Gainesville R-V School District respectfully submits the following corrective action plan for the year ended June 30, 2024. Contact information for the individual responsible for the corrective action:

Mr. Justin Gilmore, Superintendent
Gainesville R-V School District
422 Bulldog Dr.
Gainesville, Missouri 65655

Independent Public Accounting Firm: KPM CPAs, PC, 1445 E. Republic Road, Springfield, MO 65804

Audit Period: Year ended June 30, 2024

The findings from the June 30, 2024, Schedule of Findings and Questioned Costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

Findings—Financial Statement Audit

Material Weakness

2024-001 *Segregation of Duties*

Recommendation: We realize because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

Action Taken: The limited number of available personnel prohibits segregation of incompatible duties and the District does not have the resources to hire additional accounting personnel.

Completion Date: Not applicable

Sincerely,

Mr. Justin Gilmore, Superintendent
Gainesville R-V School District

"Quality Learning Today for Tomorrow"

Supplementary State Information

KPM
CPAS & ADVISORS

Independent Accountants' Report

Board of Education
Gainesville R-V School District
Gainesville, Missouri

We have examined Gainesville R-V 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 Gainesville R-V School District is responsible for the District's compliance with the specified requirements. Our responsibility is to express an opinion on Gainesville R-V 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 Gainesville R-V School District complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether Gainesville R-V 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 Gainesville R-V School District's compliance with the specified requirements.

In our opinion, Gainesville R-V 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
December 5, 2024

Gainesville R-V 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	PK	-	7.35	142.00	1,041.12
4020	K	6	-	7.35	142.00	1,041.12
1050	7	12	-	7.35	142.00	1,041.12

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	13,099.88	-	43.07	-	-	13,142.95
4020	K-6	304,459.85	-	11,406.70	-	16,124.00	331,990.55
1050	7-12	280,202.02	-	4,269.66	-	13,898.25	298,369.93
Grand Total	**PK- 12**	**597,761.75**	**-**	**15,719.43**	**-**	**30,022.25**	**643,503.43**

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	15.00	-	-	15.00
4020	K-6	311.00	-	-	311.00
1050	7-12	290.00	-	-	290.00
Grand Total	**PK-12**	**616.00**	**-**	**-**	**616.00**

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
4020	182.00	51.00	-	-	233.00
1050	155.00	44.00	-	-	199.00
Grand Total	**337.00**	**95.00**	**-**	**-**	**432.00**

5. Finance

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

Section	Question	Answer
5.1	The district/charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	True
5.2	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation and reporting by category of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	
	Academic Programs Off-Campus	True
	Career Exploration Program – Off Campus	N/A
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	True
	Dual enrollment	True
	Homebound instruction	True
	Missouri Options	N/A
	Prekindergarten eligible to be claimed for state aid	True
	Remediation	True
	Sheltered Workshop participation	N/A
	Students participating in the school flex program	N/A
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	True
	Work Experience for Students with Disabilities	N/A
5.3	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	True

5.4	The district/charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	True
5.5	As required by Section 162.401, RSMo, a bond was purchased for the district's school treasurer or as required by Section 160.405, RSMo, a bond was purchased for the charter schools chief financial officer or an insurance policy issued by an insurance company that proves coverage in the event of employee theft in the total amount of:	$50,000
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)	N/A
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.	True
5.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. (Not applicable to charter schools.)	True
5.12	The amount spent for approved professional development committee plan activities was:	$42,070
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

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

Finding:	None
Management Letter Comment:	N/A

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	415.0
	Ineligible ADT	6.5
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:	188,551
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	139,839
	Ineligible Miles (Non-Route/Disapproved)	48,712
6.7	Number of days the district/charter school operated the school transportation system during the regular school year:	142

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

Finding:	None
Management Letter Comment:	N/A

KPM
CPAS & ADVISORS

Board of Education
Gainesville R-V School District
Gainesville, Missouri

In planning and performing our audit of the modified cash basis financial statements of the governmental activities and each major fund of the Gainesville R-V 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 identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

In addition to the material weakness 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 became aware of additional matters to bring to your attention. The following paragraphs summarize our comments and recommendations regarding those 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 cybersecurity 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 evaluate its cybersecurity risks and take the necessary steps 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.

2. **New Accounting Pronouncements**

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.

We will review the status of these comments during our next audit engagement. We will be pleased to discuss them in further detail, at your convenience, to perform any additional study of these matters or to assist you in implementing the recommendations.

We appreciate this opportunity to serve as Gainesville R-V 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
December 5, 2024

KPM
CPAS & ADVISORS

Board of Education
Gainesville R-V School District
Gainesville, Missouri

We have audited the modified cash basis financial statements of the governmental activities and each major fund of the Gainesville R-V 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 Gainesville R-V 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 financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

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

Corrected and Uncorrected Misstatements

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

Disagreements with Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 5, 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 accompany 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 information and use of the Board of Education and management of the Gainesville R-V 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
December 5, 2024