

**WEEPING WATER SCHOOL
DISTRICT #13-0022-CASS COUNTY, NEBRASKA
BOARD OF EDUCATION MEETING
WEEPING WATER PUBLIC SCHOOLS BUSINESS ROOM**

NOTICE for this meeting was posted in the identified locations as per district policy.

1. AGENDA
 - 1.a. Call the meeting to order
 - 1.b. Roll Call
 - 1.c. Acknowledgement of Nebraska Open Meetings Act posted
 - 1.d. Excuse absent board members
 - 1.e. Approval of consent agenda
 - 1.e.a. Approval of previous meetings minutes
 - 1.e.b. Notification of meeting publication site, date, and time
 - 1.e.c. Financial Reports
 - 1.e.d. Payment of Bills
 - 1.e.e. Next regular meeting date - December 19, 2022
2. Communications
3. Visitors/Open Forum and staff and program presentations
4. Action Items
 - 4.a. Discuss, consider, and take all necessary action to accept the 2021/22 school audit
 - 4.b. Discuss, consider, and take all necessary action to approve the District's Safety and Emergency Operations Plan
 - 4.c. Discuss, consider, and take all necessary action to change the Saturday school provision in the student handbook
 - 4.d. Discuss, consider, and take all necessary action to add a provision in the staff handbook regarding the donation of leave
 - 4.e. Discuss, consider, and take all necessary action to give approval to policies to be reviewed
5. Reports
 - 5.a. Administration Reports
 - 5.b. Board Reports
6. Discuss, consider, and take all necessary action to go into executive session
7. Adjournment

** Members of the board of education may move to enter "closed" session or adjust the order of the agenda at any point during the regular meeting.



**Weeping Water Public School
Financial Report for Board
November 2022**

CASH ASSETS

CASH ASSET REPORT

DATE: 11/16/2022

FUND	ACCOUNT TYPE	INFORMATION	HOLDER	CURRENT BALANCE	BALANCE 2019
GENERAL FUND/KITCHEN FUND	CHECKING	300380832	Farmers & Merchants	\$ 744,266.35	\$ 619,320.44
	CLOSED ACCOUNT	300382812	Farmers & Merchants	\$ -	\$ 19,991.94
TOTAL GENERAL FUND				\$ 744,266.35	\$ 639,312.38
ACTIVITY FUND	CHANGE			\$ 1,140.00	\$ 1,140.00
ACTIVITY FUND	PETTY CASH			\$ 100.00	\$ 100.00
ACTIVITY FUND	CHECKING	300444190	Farmers & Merchants	\$ 112,686.81	\$ 117,958.61
ACTIVITY FUND	CLOSED ACCOUNT - COMBINED W/300444190	300689661	Farmers & Merchants	\$ -	\$ 3,069.78
TOTAL ACTIVITY FUND				\$ 113,926.81	\$ 122,268.39
BOND FUND	MONEY MARKET	95010505	First Nebraska Bank	\$ 1,172,422.23	\$ 444,784.92
TOTAL BOND FUND				\$ 1,172,422.23	\$ 444,784.92
QCPUF FUND	CHECKING-2009 & 2010 BAB	86483570	First Nebraska Bank	\$ 159,215.76	\$ 114,670.29
TOTAL QCPU FUND				\$ 159,215.76	\$ 114,670.29
BUILDING FUND	CHECKING	300381079	Farmers & Merchants	\$ 342,347.33	\$ 307,942.28
TOTAL BUILDING FUND				\$ 342,347.33	\$ 307,942.28
DEPRECIATION FUND	CHECKING	300446542	Farmers & Merchants	\$ 369,611.23	\$ 667,894.46
TOTAL DEPRECIATION FUND				\$ 369,611.23	\$ 667,894.46
EMPLOYEE BENEFIT FUND	CHECKING/RETIREMENT	300381061	Farmers & Merchants	\$ 34,980.47	\$ 67.36
EMPLOYEE BENEFIT FUND	CHECKING/SECTION 125-Account Closed & Combined with Retirement*	86234570	First Nebraska Bank	\$ -	\$ 32,543.92
TOTAL EMPLOYEE BENEFITS FUND				\$ 34,980.47	\$ 32,611.28
STUDENT FEES FUND	CHECKING	85834670	First Nebraska Bank	\$ 18,645.53	\$ 12,034.40
TOTAL STUDENT FEES FUND				\$ 18,645.53	\$ 12,034.40
TOTAL				\$ 2,955,415.71	\$ 2,341,518.40

*Closed Section 125 Bank Account since that is being administered by American Fidelity now and no longer being used.
This money was combined with Retirement account to house our Employee Benefit Fund under one bank account.

Weeping Water Public School

November 2022 Claims for Payment

Vendor	Amount	Notes
Amazon E-Commerce	\$1,243.22	
Amy Kroll	\$204.01	
Bristol Wenzl	\$165.36	
BSN Sports	\$49.04	
C&C Truck Repair, Inc.	\$150.00	
Capital Business Systems, Inc.	\$1,598.34	
Carole's Flowers & Vintage Finds	\$100.00	
Cassgram c/o Stephen C Warga	\$260.00	
City Of Weeping Water	\$706.69	
Community Memorial Hospital DBA Syracuse Area Health	\$2,603.00	
Conestoga Public Schools	\$50,111.36	Sixpence Reimbursable
Cornhusker International Trucks Inc.	\$7,872.47	
Diversified Drug Testing, LLC	\$265.00	
Duncan Enterprises Inc	\$702.00	
Educational Service Unit 3	\$180.00	
Egan Supply Company, Inc	\$2,362.53	
ESU Coordinating Council	\$8,326.22	
Fireplace, Inc.	\$1,799.00	
Francisca Padilla	\$80.00	
Futuramic's Clean Water Center	\$18.00	
Harris Forms	\$292.95	
Harris School Solutions	\$770.00	
Hiland Dairy	\$2,170.69	
Hoss's Lawn Care & Snow Removal	\$2,500.00	
J W Pepper & Son Inc	\$72.59	
Jill Shepherd	\$78.37	
Jodie Nash	\$68.42	
Kajeet	\$4,841.19	
KanEquip Inc.	\$61.16	
Keckler Oil Co Inc	\$238.15	
Kevin Reiman	\$391.75	
Kinetic Business by Windstream	\$526.48	
KSB School Law	\$100.00	
Lincoln Journal Star	\$574.00	
Linda Cox	\$205.00	
Madison National Life Ins Inc	\$1,133.56	
Matheson Tri-Gas Inc	\$591.08	
Meeske Auto Parts	\$116.49	
Meeske Hardware Inc	\$1,040.87	
Meyer Laboratory, Inc.	\$872.60	
Michelle Heath	\$439.93	
Mid-America Termite & Pest Control, Inc	\$86.96	
Miki Valenta	\$104.13	
My Central Supply	\$3,853.19	
NCS Pearson Inc.	\$533.18	
Nebraska Council of School Administrators, Inc.	\$425.00	
Nebraska Iowa Supply Co., Inc.	\$3,696.43	

Nebraska State Fire Marshal - Elevator Division	\$240.00
Omaha Public Power Department	\$7,354.63
One Source, Inc.	\$35.00
Plank Road Publishing Inc	\$69.95
Prime Secured	\$2,776.30
Pyramid School Products	\$208.77
Riverside Technologies, Inc	\$511.00
Savvas Learning Co. LLC	\$2,169.42
SLP Toolkit, LLC	\$215.00
Stericycle, Inc./Shred It	\$61.16
Stop 'N Shop Inc	\$135.57
Sysco	\$5,591.53
TK Elevator Corporation	\$410.22
Unite Private Networks, LLC	\$416.32
US BANK	\$3,317.03
US FOODS, INC.	\$5,238.00
Verizon Wireless LLC	\$274.36
WEX Bank	\$590.94
WoodRiver Energy, LLC	\$1,570.57
November 2022 Claims for Payment:	\$135,766.18
November 2022 Payroll	\$425,241.09
Total November 2022 (General Fund/Lunch Fund)	<u>\$561,007.27</u>

Plus Invoices to Pay by Building Fund:

A-1 Locksmith	\$555.00
CB Plumbing Services	\$1,061.95
Electronic Contracting Services	\$425.00
MMC Contractors	\$5,852.25
Total November 2022 (Building Fund)	<u>\$7,894.20</u>

Plus Invoice to Pay by QCPU Fund:

Otis Elevator Company	<u>\$1,982.13</u>
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Plus Invoice to Pay by Student Fees Fund:

Southeast Community College	<u>\$5,616.00</u> Dual Credit
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Total November 2022 All Funds \$576,499.60

FISCAL BUDGET USE PER MONTH

2022-2023 UPDATED: 11/16/22

MONTH END	FISCAL 21 % USED 21 Budget =	FISCAL 21 \$ USED	FISCAL 22 % USED 22 Budget =	FISCAL 22 \$ USED	FISCAL 23 % USED 23 Budget =	FISCAL 22 \$ USED
September	9.84%	\$ 549,119.46	8.24%	\$ 516,539.55	7.86%	\$ 493,251.53
October	8.66%	\$ 482,318.88	8.54%	\$ 535,488.92	8.94%	\$ 561,007.27
November	8.02%	\$ 447,296.05	8.21%	\$ 514,638.41	0.00%	\$ -
December	7.18%	\$ 401,048.09	8.98%	\$ 563,121.80	0.00%	\$ -
January	7.25%	\$ 404,367.83	8.76%	\$ 549,302.80	0.00%	\$ -
February	8.59%	\$ 479,065.59	8.66%	\$ 543,031.91	0.00%	\$ -
March	9.00%	\$ 502,362.41	9.01%	\$ 565,226.14	0.00%	\$ -
April	8.19%	\$ 456,974.29	8.45%	\$ 529,694.82	0.00%	\$ -
May	8.65%	\$ 482,601.97	9.18%	\$ 575,462.89	0.00%	\$ -
June	7.70%	\$ 429,852.67	8.65%	\$ 542,271.19	0.00%	\$ -
July	9.45%	\$ 527,205.00	8.41%	\$ 527,636.84	0.00%	\$ -
August	9.76%	\$ 544,620.05	8.67%	\$ 543,532.22	0.00%	\$ -
Cumulative	102.29%	\$5,706,832.29	103.73%	\$6,505,947.49	16.81%	\$1,054,258.80

	2021		2022		2023
TOTAL EXPENSE BUDGET	\$5,579,513.00	OPERATING BUDGET	\$ 5,746,903.00	OPERATING BUDGET	\$5,746,903.00
		W/ SIXPENCE	\$ 6,271,903.00	W/ SIXPENCE	\$6,271,903.00

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22

WEEPING WATER, NEBRASKA

FINANCIAL STATEMENTS

AUGUST 31, 2022



**DANA F. COLE
& COMPANY** LLP
CERTIFIED PUBLIC ACCOUNTANTS

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
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**DANA F. COLE
& COMPANY^{LLP}**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Weeping Water Public Schools District No. 22
Weeping Water, Nebraska

Report on the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska, as of and for the year ended August 31, 2022, 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, each major fund, and the aggregate remaining fund information of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska, as of August 31, 2022, and the respective changes in modified cash basis financial position, and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting as 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 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska, 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.

Emphasis of Matter - Basis of Accounting

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

statements in this circumstance. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 auditor's 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 Weeping Water Public Schools District No. 22, Weeping Water, Nebraska'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 Weeping Water Public Schools District No. 22, Weeping Water, Nebraska'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.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's basic financial statements. The supplementary information on pages 26 - 46 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information on pages 26 - 30 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. Such 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 supplementary information on pages 26 - 30 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Management is responsible for the other information included in the annual report. The other information comprises the supplementary information on pages 31 - 46 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 November 2, 2022, on our consideration of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska'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 Weeping Water Public Schools District No. 22, Weeping Water, Nebraska'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 Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's internal control over financial reporting and compliance.

Grand Island, Nebraska
November 2, 2022

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 STATEMENT OF ACTIVITIES AND NET POSITION - MODIFIED CASH BASIS
 FOR THE YEAR ENDED AUGUST 31, 2022

		Program Receipts		Net (Disbursements) Receipts and Changes in Net Position
	Disburse- ments	Charges for Services	Operating Grants and Contributions	Primary Government Total Governmental Activities
FUNCTIONS/PROGRAMS				
Governmental activities				
Regular instruction	2,135,091		88,013	(2,047,078)
Regular instruction - flex-spending				
Limited English proficiency programs	29,321			(29,321)
Poverty programs	274,519			(274,519)
Early childhood educational programs	85,834			(85,834)
Special education	431,047			(431,047)
Support services				
Pupils	526,147	179,360		(346,787)
Staff	183,200			(183,200)
Operation and maintenance of plant	463,773			(463,773)
Pupil transportation	147,825		2,439	(145,386)
General and administrative				
General administration	85,414			(85,414)
School administration	224,803			(224,803)
District legal services	9,543			(9,543)
Office of the principal	572,996			(572,996)
Business services	163,173			(163,173)
State categorical programs	497,257		450,729	(46,528)
Federal programs	454,396		442,259	(12,137)
Food services	261,383	13,872	227,258	(20,253)
Student fee expenses	8,061	11,727		3,666
Community services	15,989			(15,989)
Capital outlay	376,154			(376,154)
Employee benefits	682,096			(682,096)
Debt service				
Principal	792,556			(792,556)
Interest	199,642			(199,642)
Total governmental activities	<u>8,620,220</u>	<u>204,959</u>	<u>1,210,698</u>	<u>(7,204,563)</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 STATEMENT OF ACTIVITIES AND NET POSITION - MODIFIED CASH BASIS
 FOR THE YEAR ENDED AUGUST 31, 2022

			Net (Disbursements) Receipts and Changes in Net Position
	Program Receipts		Primary Government
	Disburse- ments	Charges for Services	Operating Grants and Contributions
FUNCTIONS/PROGRAMS (Continued)			Total Governmental Activities
General receipts			
Taxes			
Property taxes - general purposes			3,776,003
Property taxes - debt service			738,478
Property taxes - buildings			276,885
Carline tax			4,213
Motor vehicle taxes			57,762
Public Power District sales tax			48,353
Penalties and interest on taxes			10,995
Interest			1,759
County fines and licenses			22,940
State aid			405,498
Homestead exemption			79,626
Property tax credit and personal property tax credit			303,041
State apportionment			36,796
Other state			10,361
Other local receipts			766,209
Other			2,250
Total general receipts			6,541,169
Change in net position resulting from receipts and disbursements			(663,394)
NET POSITION, beginning of year (as restated)			3,929,605
NET POSITION, end of year			3,266,211

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 STATEMENT OF ACTIVITIES AND NET POSITION - MODIFIED CASH BASIS
 FOR THE YEAR ENDED AUGUST 31, 2022

				Net (Disbursements) Receipts and Changes in Net Position
		Program Receipts		Primary Government
	Disburse- ments	Charges for Services	Operating Grants and Contributions	Total Governmental Activities
ASSETS				
Cash				2,021,987
Cash at county treasurer				1,244,224
TOTAL ASSETS				3,266,211
 LIABILITIES				
 NET POSITION				
Restricted for:				
Debt service				1,282,488
Capital projects				378,539
Unrestricted				1,605,184
TOTAL NET POSITION				3,266,211

See accompanying notes to financial statements.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS AND
 STATEMENT OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2022

	Major Funds			Other Governmental Funds	Total Governmental Funds
	General Fund	Bond Fund	Special Building Fund		
RECEIPTS					
Local sources					
Taxes					
Property taxes	3,776,003	738,478	207,077	69,808	4,791,366
Carline tax	3,288	665	197	63	4,213
Motor vehicle taxes	57,762				57,762
Public Power District sales tax	37,745	7,631	2,258	719	48,353
Penalties and interest on taxes	8,674	1,892	245	184	10,995
Tuition and transportation charges					
Student activities				179,360	179,360
Interest		1,687		72	1,759
Other local receipts	755,940		10,269		766,209
County fines and license fees	22,940				22,940
State receipts	1,291,924	60,395	18,301	5,883	1,376,503
Federal receipts	442,259			227,258	669,517
Lunch sales				13,872	13,872
Extracurricular activity fees				125	125
Postsecondary education				11,602	11,602
Other sources	2,250				2,250
Total receipts	<u>6,398,785</u>	<u>810,748</u>	<u>238,347</u>	<u>508,946</u>	<u>7,956,826</u>
DISBURSEMENTS					
Regular instruction	2,135,091				2,135,091
Limited English proficiency programs	29,321				29,321
Poverty programs	274,519				274,519
Early childhood educational programs	85,834				85,834
Special education	431,047				431,047
Support services					
Pupils	285,858			240,289	526,147
Staff	183,200				183,200
Operation and maintenance of plant	463,747			26	463,773
Pupil transportation	147,825				147,825

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS AND
 STATEMENT OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2022

	Major Funds			Other Governmental Funds	Total Governmental Funds
	General Fund	Bond Fund	Special Building Fund		
DISBURSEMENTS (Continued)					
General and administrative					
General administration	85,414				85,414
Executive administration services	224,803				224,803
District legal services	9,543				9,543
Office of the principal	572,996				572,996
Fiscal services	163,173				163,173
Food program expenses				261,383	261,383
Student fee expenses				8,061	8,061
Community services	15,989				15,989
State categorical programs	497,257				497,257
Federal programs	454,396				454,396
Capital outlay	250,127		95,128	30,899	376,154
Employee benefits	682,096				682,096
Debt service					
Principal redemption		650,000	57,556	85,000	792,556
Interest and other charges		196,654	2,108	880	199,642
Total disbursements	<u>6,992,236</u>	<u>846,654</u>	<u>154,792</u>	<u>626,538</u>	<u>8,620,220</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(593,451)	(35,906)	83,555	(117,592)	(663,394)
FUND BALANCES, beginning of year (as restated)	<u>2,061,422</u>	<u>1,161,427</u>	<u>294,984</u>	<u>411,772</u>	<u>3,929,605</u>
FUND BALANCES, end of year	<u>1,467,971</u>	<u>1,125,521</u>	<u>378,539</u>	<u>294,180</u>	<u>3,266,211</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS AND
 STATEMENT OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED AUGUST 31, 2022

		Major Funds				
		General Fund	Bond Fund	Special Building Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
ASSETS						
Cash		496,647	927,957	321,393	275,990	2,021,987
Cash on deposit - county treasurer		971,324	197,564	57,146	18,190	1,244,224
		<u>1,467,971</u>	<u>1,125,521</u>	<u>378,539</u>	<u>294,180</u>	<u>3,266,211</u>
TOTAL ASSETS		<u>1,467,971</u>	<u>1,125,521</u>	<u>378,539</u>	<u>294,180</u>	<u>3,266,211</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES		<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>	<u>- 0 -</u>
FUND BALANCES						
Restricted for:						
Debt service			1,125,521		156,967	1,282,488
Capital outlay				378,539		378,539
Committed:						
Student activities					119,128	119,128
Assigned for:						
Capital outlay		397,425				397,425
Employee benefits		35,020				35,020
School Nutrition					18,085	18,085
Subsequent year's budget		626,142				626,142
Unassigned		409,384				409,384
Total fund balances		<u>1,467,971</u>	<u>1,125,521</u>	<u>378,539</u>	<u>294,180</u>	<u>3,266,211</u>
TOTAL FUND BALANCES		<u>1,467,971</u>	<u>1,125,521</u>	<u>378,539</u>	<u>294,180</u>	<u>3,266,211</u>

See accompanying notes to financial statements.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska (the District).

Reporting Entity

Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's Board of Education is the basic level of government, which has financial accountability and control over all activities related to public school education in the District. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since the District's board members are elected by the public and have decision-making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. In addition, there are no component units, as defined in GASB Statement 14, which are included in the District's reporting entity.

All significant activities and organizations on which the District exercises oversight responsibility have been included in the District's financial statements.

Basic Financial Statements - Government-Wide Statements

The District has utilized the provisions of GASB Statement 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Statement 34 established standards for external financial reporting for all state and local government entities, which includes government-wide financial statements, fund financial statements, and the classification of net position into the following components: restricted and unrestricted.

The statement of net position and statement of activities report information on the District as a whole. They include all funds of the District except for fiduciary funds. The effects of interfund activity have been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental receipts, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not report any business-type activities.

The statement of activities demonstrates the degree to which the direct disbursements of a given function or segment are offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function or segment. Program receipts include (1) charges to customers or applicants who purchase, use, or directly benefit

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basic Financial Statements - Government-Wide Statements (Continued)

from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as general receipts.

Basic Financial Statements - Fund Financial Statements

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements as applicable.

The financial transactions of the District are reported in individual funds in the fund financial statements. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, receipts, and disbursements.

Fund Types

The accounts of the District are organized on the basis of funds, which are grouped into the following fund types:

Governmental Fund Types

General Fund - The General Fund is the general operating fund of the District and accounts for all receipts and disbursements of the District not encompassed within other funds. It may finance all facets of services rendered by the District, inclusive of operation and maintenance. General Fund receipts are classified according to source while its disbursements are classified according to specific functions. All property tax receipts and other receipts that are not allocated by law, budgetary requirement, or contractual agreement to some other fund are accounted for in this fund. General operating disbursements and the new replacement capital outlay costs that are not paid through other funds are paid from the General Fund. General Fund disbursements are limited by the Tax Equity and Educational Opportunities Support Act.

Depreciation Fund - The Depreciation Fund is established by the District in order to facilitate the eventual purchase of a costly capital outlay by reserving such monies from the General Fund. To allocate monies from the General Fund, the District will show the movement of monies as a disbursement from the General Fund and the Depreciation Fund will show the receipt as a "transfer from the General Fund." The District may divide this fund into more than one account to allocate a portion of this fund for different valid purposes.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Types (Continued)

Governmental Fund Types (Continued)

The purpose of a depreciation fund is to spread replacement costs of capital outlay over a period of years to avoid a disproportionate tax effect in a single year to meet such an expense. This fund is restricted as part of the Allowable Reserve by the Tax Equity and Educational Opportunities Support Act. The Depreciation Fund is considered a component of the General Fund.

Employee Benefit Fund - The Employee Benefit Fund is established to specifically reserve General Fund money for the benefit of the District employees (unemployment compensation, early retirement, health insurance deductibles, etc.). The District accounts for the allocation of funds from the General Fund to this fund as a disbursement in the General Fund and in the Employee Benefit Fund the receipt as a "transfer from the General Fund." This fund may consist of more than one account for valid allocation purposes. The cash reserve of this fund is restricted as part of the Allowable Reserve by the Tax Equity and Educational Opportunities Support Act. The Employee Benefit Fund is considered a component of the General Fund.

School Nutrition Fund - The School Nutrition Fund is used to accommodate the financial activities of the Child Nutrition Programs. These include the School Lunch, School Breakfast, After School Snack, Special Milk, Child and Adult Care Food, and Summer Food Service Programs. The fund accounts for all receipts and disbursements of all Child Nutrition Programs. Receipts in this fund include the federal and state program cost reimbursements received by the District and General Fund support of the lunch program. All food purchases and other supplies are accounted for as disbursements of the School Nutrition Fund; accordingly, no inventories are maintained in this fund.

Bond Fund - The Bond Fund is used to record tax receipts and disbursements for the payment of bond principal and interest, and other related costs (i.e. investment interest, trustee fees, etc.). Receipts from a levy to retire bonds in the District are retained in a separate fund by the county treasurer, the financial institution serving as a fiscal agent, or the District. Funds are disbursed upon appropriate demand. All records of the transaction are maintained in this fund. Proceeds from bond issuance are deposited and recorded as a receipt in the Special Building Fund to be disbursed on the actual building project. The General Fund is used to make interest and bond retirement payments if the Bond Fund balance is not sufficient to meet these requirements.

Special Building Fund - The Special Building Fund is established for acquiring or improving sites and buildings, including the construction, alteration, or improvement of buildings. The primary sources of receipts for the Special Building Fund include the sale of bonds,

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Types (Continued)

Governmental Fund Types (Continued)

the sale of property, and tax receipts. Regardless of the source, all receipts for this purpose are accountable through this fund. General Fund disbursements for the purpose of this fund are not allowable. Special Building Fund accounting provides a more effective means of identifying those disbursements associated with construction activities and provides a complete and consolidated record of all costs of the building program at the conclusion of a project(s). If more than one Special Building Fund activity is active at the same time, separate accounts for each project may be established within the single Special Building Fund. The tax levy for this fund is restricted. The Board of Education may approve a budget with a levy limitation of \$0.140 per \$100 of valuation, or a tax levy not to exceed \$0.175 per one hundred dollars of valuation may be established for this fund by a vote of the people within the District for a term not to exceed ten years.

Qualified Capital Purpose Undertaking Fund - The Qualified Capital Purpose Undertaking Fund (QCPUF) is established for a specific abatement project to address an actual or potential environmental hazard, accessibility barrier, life safety code violation, life safety hazard, or mold which exists within one or more existing school buildings or the school grounds of existing school buildings controlled by the District. Such determination shall not include abatement projects related to the acquisition of new property, the construction of a new building, the expansion of an existing building, or the remodeling of an existing building for purposes other than the abatement of environmental hazards, accessibility barriers, life safety code violations, life safety hazards, or mold. The period of years for such levy shall not exceed ten years and the levy for such project when combined with all other levies pursuant to Sections 79-10, 110.02 and 79-10, 110 R.R.S. shall not exceed \$0.030 per \$100 of taxable valuation. General Fund disbursements for the purpose of these funds are not allowable.

For projects in place prior to April 19, 2016, the QCPUF maximum levy remains at \$0.052.

If taxable valuation is lower than the taxable valuation in the year when the District last issued QCPUF bonds and the \$0.030 maximum levy is insufficient to meet the combined annual principal and interest, the District can exceed the \$0.030 maximum levy for the difference to meet that year's principal and interest obligations

Student Fee Fund - The Student Fee Fund is established to collect fees from students for participation in extracurricular activities, postsecondary education costs, and summer school or night school. The money is disbursed for the purposes for which it was collected from the students.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Types (Continued)

Governmental Fund Types (Continued)

Activities Fund - The Activities Fund is used to account for the financial operations of quasi-independent student organizations, interschool athletics, and other self-supporting or partially self-supporting school activities not part of another fund. The Activities Fund shall not be used to record general operation receipts or disbursements, nor shall the Activities Fund be used as a clearing account for the General Fund. The District may divide this fund into more than one account to allocate a portion of this fund for different purposes.

Major Funds

The District reports the General, Bond, and Special Building Funds as major funds. The General Fund and its components are considered one fund for reporting purposes. All other funds are reported as nonmajor.

Basis of Accounting

The District prepares its financial statements on the modified cash basis, which is in conformity with the accounting practices prescribed or permitted by the State of Nebraska Department of Education.

The modified cash basis of accounting is a basis of accounting other than generally accepted accounting principles (GAAP) as established by GASB. The modified cash basis of accounting is based on the recording of cash and cash equivalents and changes therein, and only recognizes revenues, expenses, assets, and liabilities resulting from cash transactions, adjusted for modifications that have substantial support in generally accepted accounting principles.

Only cash (and cash equivalents) and items that involve the receipt or disbursement of cash (or equivalents) during the period are recognized, except for the following modifications:

Assets that normally convert to cash or cash equivalents (e.g., certificates of deposit) that arise from transactions and events involving cash or cash equivalents are recognized; and

Taxes and other revenues collected by the county treasurers are included in revenues of the District in the year collected by the counties and the District funds held by the county treasurers at year end are included as assets of the District. This is in accordance with the requirements of the State of Nebraska Department of Education.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

As a result of the use of this modified cash basis of accounting, certain transactions are not recorded in the financial statements. For example, accounts receivable and revenue for billed or provided services that have not been collected in cash are not accrued as revenue or receivables. Additionally, capital assets, such as property, equipment, and infrastructure, are not reported and long-term liabilities, such as debt and compensated absences, are not reported.

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

Capital Assets

Capital assets are not recorded as assets on the government-wide or fund financial statements, and depreciation is not recognized. Purchases of capital assets are recorded as disbursements by function in the financial statements.

Long-Term Obligations

Long-term debt is not reported as a liability in the government-wide or fund financial statements. Proceeds from long-term debt are reported as receipts and payments of principal are reported as disbursements in both the government-wide and fund financial statements.

Equity Classification

Government-Wide Statements

Equity is classified as net position and displayed in two components:

Restricted net position consists of net assets with constraints placed on the use either by external groups, such as creditors, grantors, contributors, or laws and regulations of other governments, or through constitutional provision or enabling legislation.

Unrestricted net position consists of net assets that do not meet the definition of restricted.

It is the District's policy to use restricted net assets first, prior to the use of unrestricted net assets, when a disbursement is paid for purposes in which both restricted and unrestricted net assets are available.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classification (Continued)

Fund Financial Statements

Governmental fund equity is classified as fund balance.

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable

This classification includes amounts that cannot be spent because they either (a) are not in spendable form or (b) are legally or contractually required to be maintained intact. The District currently has no amounts classified in this category.

Restricted

This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed

This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned

This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board delegating this responsibility to the District administrator through the budgetary process.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classification (Continued)

Fund Financial Statements (Continued)

Fund Balance Classification (Continued)

Unassigned

This classification includes the residual fund balance for the General Fund.

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Interfund Balances and Activities

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

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For purposes of the statement of activities and net position - modified cash basis, all interfund transfers between individual governmental funds have been eliminated.

Budget Process and Property Taxes

The District is required by state law to hold public hearings and adopt annual budgets for all funds on the modified cash basis of accounting. Total disbursements for each fund may not exceed the total budgeted disbursements. The General Fund is also subject to a total non-special education disbursement limit. Appropriations for disbursements lapse at year end. Any revisions to the adopted budget of total disbursements to any fund require a public hearing. State statutes of the Nebraska Budget Act provide the prescribed budget practices and procedures that governing bodies are required to follow. The amounts that may be budgeted for certain specific funds are subject to various disbursements and/or tax levy limitations.

The property tax requirement resulting from the budget process is utilized to establish the tax levy in accordance with state statutes, which tax levy attaches as an enforceable lien on property within the District as of January 1. Taxes are due as of that date. One-half of the real estate taxes due January 1, become delinquent after the following May 1, with the second one-half becoming delinquent after September 1.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

Vacation and sick leave are recorded when paid. Management believes the amounts attributable to accumulated annual leave will not have a material financial impact on the accompanying financial statements. There was no liability for accrued vacation at August 31, 2022, as all vacation earned during the year must be used by August 31 with no carryover.

Use of Estimates

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

New Accounting Pronouncements

GASB Statement 87, *Leases*, was implemented in the current year. Under the standard, a lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset as specified in the contract for a period of time in an exchange or exchange-like transaction. Since the District reports on the modified cash basis of accounting, there was no effect on the financial statements other than note disclosures.

Leases that transfer ownership (formerly disclosed as capital leases) are now disclosed in the footnote for long-term debt and other leases are disclosed in a separate footnote. Disclosure of terms and lease obligations are disclosed to maturity for leases with the exception of those leases meeting the criteria of short-term leases. Short term leases are those with maximum possible terms at inception of 12 months or less. No disclosures are required for these leases. The standard does not apply to intangible assets including subscription-based technology arrangements.

NOTE 2. CASH AND INVESTMENTS

For the following disclosures, deposits - including checking accounts, savings accounts, money market accounts, and certificates of deposit - are all classified as cash or cash and cash equivalents on the financial statements.

The District's cash and investments are reported as follows:

Governmental activities	<u>2,021,987</u>
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WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 2. CASH AND INVESTMENTS (Continued)

The carrying value (fair value) of the cash and investments consisted of the following:

Cash	1,240
Demand deposits (checking, savings)	2,020,747
Total cash and investments	<u>2,021,987</u>

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of August 31, 2022, all of the District's deposits with financial institutions were fully insured or collateralized by securities held in the District's name in the form of joint safekeeping receipts. State law requires all funds in depositories to be fully insured or collateralized, and the District's policy is to require depositories to provide pledged securities to cover deposits in excess of Federal Deposit Insurance Corporation (FDIC) limits.

Investments

Nebraska statutes allow the District to make any investment allowed by the State Investment Officer. This includes bank certificates of deposit.

As defined by GASB Statement 3, the District had no investments as of August 31, 2022.

Risks

The District attempts to mitigate the following types of deposit and investment risks through compliance with the state statutes referred to above. The three types of deposit and investment risks are the following:

1. Custodial Credit Risk - for deposits and investments, custodial credit risk is the risk that in the event of the failure of a bank or other counterparty, the District will not be able to recover the value of its deposits, investments, or collateral securities in the possession of a third party.
2. Credit Risk - for deposits and investments, credit risk is the risk that a bank or other counterparty defaults on its principal and/or interest payments owed to the District.
3. Interest Rate Risk - for deposits and investments, interest rate risk is the risk that the value of deposits and investments will decrease as a result of a rise in interest rates.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 NOTES TO FINANCIAL STATEMENTS

NOTE 3. LONG-TERM DEBT

Long-term debt at August 31, 2022, consisted of the following:

Loans Payable (Direct Borrowing)

Promissory Note, Farmers and Merchants Bank, in the amount of \$404,093.94 carrying interest of 1%, dated April 15, 2021, and due in semi-annual payments of \$29, 831.90, including interest, through October 26, 2027.	<u>316,830</u>
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Total loans payable (direct borrowing)	<u>316,830</u>
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The loan proceeds for the building loan were used for renovations to the school building. Payments are being made from the Special Building fund.

Bonds Payable

General Obligation Refunding Bonds, Series 2018, in the amount of \$9,285,000 carrying interest of 0.85% - 3.25%, dated July 12, 2017, and due serially in installments of \$170,000 - \$805,000 plus interest through December 15, 2031, then a final principal payment of \$450,000 on December 15, 2032, plus interest.	7,695,000
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Limited Tax Obligation Refunding Bonds, Series 2021, in the amount of \$305,000 carrying interest of 0.35% - 55.00%, dated April 15, 2021, and due serially in installments of \$70,000 - \$85,000, plus interest through December 15, 2024. Proceeds were used to pay off Limited Tax Obligation Refunding Bonds Series 2015A and 2015B.	<u>220,000</u>
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Total bonds payable	<u>7,915,000</u>
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The bond proceeds for the General Obligation Refunding Bonds, Series 2018, issue were used for the advance refunding of the General Obligation Bonds. Payments are being made through the Bond Fund.

The bond proceeds for the Limited Tax Obligation Refunding issue, Series 2021, were used to pay off the Limited Tax Obligation Refunding Bonds, Series 2015A and 2015B, which were used to pay off the Limited Tax Obligation Build America Bonds. Payments are being made through the QCPUF.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 3. LONG-TERM DEBT (Continued)

Changes in Long-Term Debt

The following is a summary of changes in the District's long-term debt for the year ended August 31, 2022:

	Balance September 1, 2021	Additions	Payments	Balance August 31, 2022	Amounts Due Within One Year
Loans payable	374,386		(57,556)	316,830	56,594
Bonds payable	8,650,000		(735,000)	7,915,000	735,000
Total	<u>9,024,386</u>		<u>(792,556)</u>	<u>8,231,830</u>	<u>791,594</u>

Annual Debt Service Requirements

The annual requirements to amortize all long-term debt outstanding as of August 31, 2022, including interest payments of \$1,146,303, are as follows:

Years Ending August 31,	2018 Series Bonds Payable Principal	2021 Series Bonds Payable Principal	2021 Promissory Note Payable Principal	Interest	Total
2023	660,000	75,000	56,594	186,262	977,856
2024	675,000	75,000	57,163	172,043	979,206
2025	685,000	70,000	57,751	157,519	970,270
2026	700,000		58,338	142,521	900,859
2027	715,000		58,930	126,888	900,818
2028 - 2032	3,810,000		28,054	353,757	4,191,811
2033	450,000			7,313	457,313
Total	<u>7,695,000</u>	<u>220,000</u>	<u>316,830</u>	<u>1,146,303</u>	<u>9,378,133</u>

The promissory note payable is direct placement borrowing.

NOTE 4. INTERFUND TRANSFERS AND COMMITMENTS OF FUND BALANCES (RESERVES)

The District did not make any interfund transfers in 2021 - 2022.

The District made no commitments of General Fund balance (reserves) to facilitate future capital outlay in 2021 - 2022.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 5. RETIREMENT PLAN

Plan Description

Weeping Water Public School District No. 22, Weeping Water, Nebraska, contributes to the Nebraska School Employees Retirement System, a cost-sharing multiple-employer defined benefit pension plan administered by the Nebraska Public Employees Retirement System (NPERS). NPERS provides retirement and disability benefits to plan members and beneficiaries. The School Employees Retirement Act establishes benefit provisions.

In 1945, the Nebraska Legislature enacted the law establishing a retirement plan for school employees of the State. During the NPERS fiscal year ended June 30, 2021, there were 266 participating school districts. These were the districts that had contributions during the fiscal year. All regular public school employees in Nebraska, other than those who have their own retirement plans (Class V school districts, Nebraska State Colleges, University of Nebraska, and Nebraska Community Colleges), are members of the plan.

Normal retirement is at age 65. For an employee who became a member before July 1, 2013, the monthly benefit is equal to the greater of the following: (1) the sum of a savings annuity, which is the actuarial equivalent of the member's accumulated contributions and a service annuity equal to \$3.50 per year of service; or (2) the average of the three 12-month periods of service as a school employee in which such compensation was the greatest, multiplied by total years of creditable service, multiplied by a formula factor of two percent, and an actuarial factor based on age.

For an employee who became a member on or after July 1, 2013, the monthly benefit is equal to the greater of the following: (1) the sum of a savings annuity, which is the actuarial equivalent of the member's accumulated contributions and a service annuity equal to \$3.50 per year of service; or (2) the average of the five 12-month periods of service as a school employee in which such compensation was the greatest, multiplied by total years of creditable service, multiplied by a formula factor of two percent, and an actuarial factor based on age.

Benefit calculations vary with early retirement. Employees' benefits are vested after five years of plan participation or when termination occurs at age 65 or later.

For school employees who became members prior to July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost-of-living adjustment, which is increased by the lesser of the percentage change in the Consumer Price Index for Urban Wage Earners and Clerical Workers or two and one-half percent. The current benefit paid to a retired member or beneficiary is adjusted so that the purchasing power of the benefit being paid is not less than 75 percent of the purchasing power of the initial benefit.

For school employees who became members on or after July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost-of-living adjustment, which

WEeping WATER PUBLIC SChOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 5. RETIREMENT PLAN (Continued)

Plan Description (Continued)

is increased by the lesser of the percentage change in the Consumer Price Index for Urban Wage Earners and Clerical Workers or one percent. There is no purchasing power floor for employees who fall under this tier.

Contributions

The State's contribution is based on an annual actuarial valuation. In addition, the State contributes an amount equal to two percent of the compensation of all members. This contribution is considered a nonemployer contribution since school employees are not employees of the State. The employee contribution was equal to 9.78 percent from July 1, 2020 to June 30, 2021, (and from July 1, 2021 through August 31, 2022). The school district (employer) contribution is 101 percent of the employee contribution. The District's contribution to the Plan for the year ended August 31, 2022, was \$332,325.

For the District's year ended August 31, 2022, the District's total payroll for all employees was \$3,435,514. Total covered payroll was \$3,364,365. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued Nebraska Public Employees Retirement Systems Plan financial report. NPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained via the internet at <http://www.auditors.nebraska.gov>.

NOTE 6. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To manage its workers' compensation and property and casualty risks, the District has joined All Lines Interlocal Cooperative Aggregate Pool (ALICAP), currently operating as a common risk management and insurance program for its members. The District pays an annual contribution to ALICAP for its pooled self-insurance coverage of property, general liability, automobile liability, and physical damage, school board errors and omissions, crime, public employee dishonesty, workers' compensation, and associated coverages. Settled claims have not significantly exceeded the coverage limits offered by ALICAP in any of the past three fiscal years.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 NOTES TO FINANCIAL STATEMENTS

NOTE 7. LEASE AGREEMENTS

On February 15, 2022, the District entered into a lease-purchase agreement with Capital Business Systems, Inc., Lincoln, Nebraska, for the use of two Canon Image Runner Advance DX 6860i copier/printer/scanners. Payments, plus sales tax, are \$753 per month for 60 months, with final payment due March 15, 2027.

Future minimum lease payments for the District are as follows:

Year Ended August 31,	
2023	9,036
2024	9,036
2025	9,036
2026	9,036
2027	4,518
Total	<u>40,662</u>

NOTE 8. FEDERAL AWARD PROGRAMS

The District received funds under various federal grant programs, and such assistance is to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of noncompliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material impact.

NOTE 9. RECENTLY ISSUED AND ADOPTED ACCOUNTING PRONOUNCEMENTS

GASB Statement 96, *Subscription-based Information Technology Arrangements*, was issued in May 2020, and is effective for fiscal years beginning after June 15, 2022. The standard provides guidance related to accounting and financial reporting for subscription-based information technology arrangements (SBITAs). The standard generally requires the recording of a right-to-use subscription asset (intangible asset) and a corresponding liability. There is an exception for short-term SBITAs defined as those with maximum possible terms of 12 months or less including options to extend, regardless of their probability of being exercised. Since the District is on the modified cash basis of accounting there will be no effect on the financial statements other than expanded disclosures regarding these agreements.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
NOTES TO FINANCIAL STATEMENTS

NOTE 10. SUBSEQUENT EVENT

In preparing the financial statements, the District has evaluated events and transactions for potential recognition or disclosure through November 2, 2022, the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 GENERAL FUND COMPONENTS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS
 YEAR ENDED AUGUST 31, 2022

		General Fund	Depreciation Fund	Employee Benefit Fund	Total
RECEIPTS					
Local sources					
Taxes					
Property taxes		3,776,003			3,776,003
Carline tax		3,288			3,288
Public Power District sales tax		37,745			37,745
Motor vehicle taxes		57,762			57,762
Penalties and interest on taxes		8,674			8,674
Other		74,181		681,759	755,940
Total local sources		<u>3,957,653</u>	<u> </u>	<u>681,759</u>	<u>4,639,412</u>
County sources					
Fines and licenses		22,940			22,940
State sources					
State aid		405,498			405,498
Special education programs		85,615			85,615
Special education transportation		2,439			2,439
Homestead exemption		62,156			62,156
Property tax credit		236,554			236,554
and public entities					
High ability learners		4,260			4,260
Flex funding: school age		2,398			
Pro-rate motor vehicle		9,739			9,739
State apportionment		36,796			36,796
Early childhood		446,469			446,469
Total state sources		<u>1,291,924</u>	<u> </u>	<u> </u>	<u>1,291,924</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 GENERAL FUND COMPONENTS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS
 YEAR ENDED AUGUST 31, 2022

	General Fund	Depreciation Fund	Employee Benefit Fund	Total
RECEIPTS (Continued)				
Federal sources				
Title I, Part A ESEA/ESSA	37,155			37,155
Title II, Part A ESEA/ESSA (teacher and principal)	6,641			6,641
IDEA preschool base (619)	2,535			2,535
IDEA enrollment/poverty	117,878			117,878
Carl Perkins	1,500			1,500
Other federal receipts	8,620			8,620
Title IV, Part A	10,000			10,000
ESSER Funds II	32,357			32,357
ESSER Fund II	158,026			158,026
Total federal sources	<u>442,259</u>	<u> </u>	<u> </u>	<u>442,259</u>
Nonrevenue receipts				
Other nonrevenue receipts	<u>2,250</u>	<u> </u>	<u> </u>	<u>2,250</u>
Total receipts	<u>5,717,026</u>	<u> </u>	<u>681,759</u>	<u>6,398,785</u>
DISBURSEMENTS				
Regular instruction	2,135,091			2,135,091
Regular instruction - flex spending				
Limited English proficiency programs	29,321			29,321

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 GENERAL FUND COMPONENTS
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS
 YEAR ENDED AUGUST 31, 2022

	General Fund	Depreciation Fund	Employee Benefit Fund	Total
DISBURSEMENTS (Continued)				
Poverty programs	274,519			274,519
Early childhood educational programs	85,834			85,834
Special education programs	431,047			431,047
Support services				
Pupils	285,858			285,858
Staff	183,200			183,200
Maintenance and operation of building and site	463,747			463,747
Regular pupil transportation	134,580			134,580
Special education pupil transportation	13,245			13,245
General and administrative				
Board of Education	85,414			85,414
Executive administration services	224,803			224,803
District legal services	9,543			9,543
Office of the principal	572,996			572,996
Fiscal services	163,173			163,173
Community services	15,989			15,989
State categorical programs	497,257			497,257
Federal programs	454,396			454,396
Capital outlay		250,127		250,127
Employee benefits			682,096	682,096
Total disbursements	<u>6,060,013</u>	<u>250,127</u>	<u>682,096</u>	<u>6,992,236</u>
RECEIPTS OVER DISBURSEMENTS	(342,987)	(250,127)	(337)	(593,451)
FUND BALANCE, beginning of year	<u>1,378,513</u>	<u>647,552</u>	<u>35,357</u>	<u>2,061,422</u>
FUND BALANCE, end of year	<u>1,035,526</u>	<u>397,425</u>	<u>35,020</u>	<u>1,467,971</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 NONMAJOR FUNDS - COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES -
 MODIFIED CASH BASIS AND SCHEDULE OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED AUGUST 31, 2022

	School Nutrition Fund	Qualified Capital Purpose Undertaking Fund	Student Fee Fund	Activities Fund	Total
RECEIPTS					
Local sources					
Taxes					
Property taxes		69,808			69,808
Carline tax		63			63
Public Power District sales tax		719			719
Penalties and interest on taxes		184			184
Student activities				179,360	179,360
Interest				72	72
State receipts		5,883			5,883
Federal receipts	227,258				227,258
Lunch sales	13,872				13,872
Extracurricular activity fees			125		125
Postsecondary education			<u>11,602</u>		<u>11,602</u>
Total receipts	<u>241,130</u>	<u>76,657</u>	<u>11,727</u>	<u>179,432</u>	<u>508,946</u>
DISBURSEMENTS					
Support services					
Pupils				240,289	240,289
Operation and maintenance of plant		26			26
Food program expenses	261,383				261,383
Student fee expenses			8,061		8,061
Capital outlay		30,899			30,899
Debt service					
Principal redemption		85,000			85,000
Interest and other charges		880			880
Total disbursements	<u>261,383</u>	<u>116,805</u>	<u>8,061</u>	<u>240,289</u>	<u>626,538</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	(20,253)	(40,148)	3,666	(60,857)	(117,592)

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 NONMAJOR FUNDS - COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES -
 MODIFIED CASH BASIS AND SCHEDULE OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS
 FOR THE YEAR ENDED AUGUST 31, 2022

	School Nutrition Fund	Qualified Capital Purpose Undertaking Fund	Student Fee Fund	Activities Fund	Total
NET CHANGE IN FUND BALANCES	(20,253)	(40,148)	3,666	(60,857)	(117,592)
FUND BALANCES, beginning of year	<u>38,338</u>	<u>197,115</u>	<u>14,980</u>	<u>161,339</u>	<u>411,772</u>
FUND BALANCES, end of year	<u>18,085</u>	<u>156,967</u>	<u>18,646</u>	<u>100,482</u>	<u>294,180</u>
ASSETS					
30	Cash	18,085	138,777	18,646	100,482
	Cash on deposit - county treasurer	<u> </u>	<u>18,190</u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>18,085</u>	<u>156,967</u>	<u>18,646</u>	<u>100,482</u>	<u>294,180</u>
FUND BALANCES					
	Restricted for:				
	Debt service	156,967			156,967
	Committed:				
	Student activities		18,646	100,482	119,128
	Assigned for:				
	School Nutrition	<u>18,085</u>	<u> </u>	<u> </u>	<u>18,085</u>
	Total fund balances	<u>18,085</u>	<u>156,967</u>	<u>18,646</u>	<u>100,482</u>
TOTAL FUND BALANCES	<u>18,085</u>	<u>156,967</u>	<u>18,646</u>	<u>100,482</u>	<u>294,180</u>

See accompanying notes to financial statements.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 GENERAL FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual	
FUND BALANCE, beginning of year	<u>1,407,919</u>	<u>1,378,513</u>	<u>1,571,964</u>	
RECEIPTS				
Local sources				
Taxes				
1100	Local district taxes	3,944,420	3,776,003	3,627,207
1115	Carline tax	3,101	3,288	4,352
1120	Public Power District sales tax	3,000	37,745	37,767
1125	Motor vehicle taxes	80,000	57,762	204,058
1140	Penalties and interest on taxes		8,674	7,480
1510	Interest	500		49
1990	Other local receipts	390,000	74,181	3,980
	Total local sources	<u>4,421,021</u>	<u>3,957,653</u>	<u>3,884,893</u>
County and ESU sources				
2110	Fines and licenses	<u>12,000</u>	<u>22,940</u>	<u>15,544</u>
State sources				
3110	State aid	405,489	405,498	383,148
3120	Special education programs	95,000	85,615	130,478
3125	Special education transportation	13,000	2,439	13,131
3130	Homestead exemption		62,156	57,513
3131	Property tax credit		236,554	217,573
3134	Personal property tax credit - railroad and public entities			3,647
3166	Flex funding: school age		2,398	
3180	Pro-rate motor vehicle	3,000	9,739	9,664
3400	State apportionment	38,000	36,796	37,093
3535	High ability learners	4,200	4,260	4,211
3540	Early childhood		446,469	
3570	Other state receipts	525,000		25,458
	Total state sources	<u>1,083,689</u>	<u>1,291,924</u>	<u>881,916</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 GENERAL FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

		Original and Final Budget	2022 Actual	2021 Actual
RECEIPTS (Continued)				
Federal sources				
4310	REAP		56,386	
4418	IDEA Part B, PEAK projects			6,630
4505	Title I, Part A: ESSA	59,043	37,155	41,487
4509	Title II, Part A: ESSA (teacher and principal)		6,641	7,556
4516	IDEA preschool (619) base		2,535	2,738
4519	IDEA enrollment/poverty	87,711	117,878	104,572
4520	IDEA Part B early intervening services		2,738	
4525	Carl Perkins	1,500	1,500	1,638
4530	Other federal receipts		8,620	28,122
4708	Medicaid in Public Schools (MIPS)	6,000	8,423	
4709	NEBMAC Medicaid			6,059
4969	Title IV, Part A		10,000	10,000
4996	ESSER I Funds			38,003
4997	ESSER II Funds		32,357	99,182
4998	ESSER II Funds	300,000	158,026	
	Total federal sources	454,254	442,259	345,987
Nonrevenue receipts				
5300	Insurance adjustments	3,500		3,622
5400	Sale of property	500		500
5690	Other nonrevenue receipts	4,500	2,250	9,754
	Total nonrevenue receipts	8,500	2,250	13,876
	Total receipts	5,979,464	5,717,026	5,142,216
TOTAL FUNDS AVAILABLE		7,387,383	7,095,539	6,714,180

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEeping WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 GENERAL FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
DISBURSEMENTS			
1100 Regular instruction	3,201,500	2,135,091	2,208,471
1125 Regular instruction - flex-spending			5,300
1150 Limited English proficiency programs		29,321	65,898
1160 Poverty programs		274,519	173,707
1190 Early childhood educational programs		85,834	74,223
1200 Special education programs	340,000	431,047	312,035
Support services			
2100 Pupils	252,000	285,858	204,074
2200 Staff	225,000	183,200	218,872
2600 Maintenance and operation of building and plant	600,000	463,747	594,491
2710 Regular pupil transportation	95,000	134,580	86,577
2712 Special education pupil transportation	27,000	13,245	17,585
General and administrative			
2310 Board of Education	19,000	85,414	20,153
2320 Executive administration services	225,000	224,803	195,352
2330 District legal services	10,000	9,543	7,097
2400 Office of the principal	400,000	572,996	513,277
2510 Fiscal services	180,000	163,173	236,619
2650 Vehicle acquisition and maintenance	100,000		
3300 Community service operations	35,000	15,989	
3500 State categorical programs	550,000	497,257	29,536
6000 Federal programs	300,000	454,396	327,350
8000 Transfers to other funds	40,000		45,050
Total disbursements	<u>6,599,500</u>	<u>6,060,013</u>	<u>5,335,667</u>
 FUND BALANCE, end of year	 <u>787,883</u>	 <u>1,035,526</u>	 <u>1,378,513</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 GENERAL FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
ANALYSIS OF FUND BALANCE			
Cash in bank			
Checking account		64,202	518,149
County treasurers			
Cass County		<u>971,324</u>	<u>805,810</u>
 TOTAL FUND BALANCE		 <u>1,035,526</u>	 <u>1,378,513</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 DEPRECIATION FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>651,041</u>	<u>647,552</u>	<u>651,042</u>
RECEIPTS			
Total receipts	_____	_____	_____
TOTAL FUNDS AVAILABLE	<u>651,041</u>	<u>647,552</u>	<u>651,042</u>
DISBURSEMENTS			
Reappropriated funds	651,041		
Equipment		63,222	3,490
Technology/hardware		88,006	
Bus acquisition		<u>98,899</u>	
Total disbursements	<u>651,041</u>	<u>250,127</u>	<u>3,490</u>
FUND BALANCE, end of year	_____	<u>397,425</u>	<u>647,552</u>
ANALYSIS OF FUND BALANCE			
Cash in bank			
Checking and savings account		<u>397,425</u>	<u>647,552</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 EMPLOYEE BENEFIT FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original Budget	Amended Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>34,891</u>	<u>34,891</u>	<u>35,357</u>	<u>34,892</u>
RECEIPTS				
Transfer from the General Fund	14,000	14,000		
Other	<u>550,000</u>	<u>550,000</u>	<u>681,759</u>	<u>603,186</u>
TOTAL FUNDS AVAILABLE	<u>598,891</u>	<u>34,891</u>	<u>717,116</u>	<u>638,078</u>
DISBURSEMENTS				
Section 125 - health flexible	14,000	14,000	17,905	14,362
Withholding and benefit to Nebraska	<u>550,000</u>	<u>650,000</u>	<u>664,191</u>	<u>588,359</u>
Total disbursements	<u>564,000</u>	<u>664,000</u>	<u>682,096</u>	<u>602,721</u>
FUND BALANCE, end of year	<u>34,891</u>	<u>(629,109)</u>	<u>35,020</u>	<u>35,357</u>
ANALYSIS OF FUND BALANCE				
Cash in bank				
Checking and savings accounts			<u>35,020</u>	<u>35,357</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 SCHOOL NUTRITION FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original Budget	Amended Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>44,974</u>	<u>44,974</u>	<u>38,338</u>	<u>46,078</u>
RECEIPTS				
Lunch sales	20,000	20,000	13,872	21,904
State reimbursements	1,000	1,000		1,071
Federal reimbursements	175,000	175,000	227,258	175,556
Other				
Total receipts	<u>196,000</u>	<u>196,000</u>	<u>241,130</u>	<u>198,531</u>
TOTAL FUNDS AVAILABLE	<u>240,974</u>	<u>240,974</u>	<u>279,468</u>	<u>244,609</u>
DISBURSEMENTS				
Food	91,000	151,000	129,165	94,975
Salaries	65,000	65,000	96,155	76,324
Employee benefits	14,000	14,000	17,909	17,205
Purchased services			2,697	2,802
Supplies	25,000	25,000	7,686	921
Capital outlay			7,611	13,889
Other expense	1,300	1,300	160	155
Total disbursements	<u>196,300</u>	<u>256,300</u>	<u>261,383</u>	<u>206,271</u>
FUND BALANCE, end of year	<u>44,674</u>	<u>(15,326)</u>	<u>18,085</u>	<u>38,338</u>
ANALYSIS OF FUND BALANCE				
Cash in bank				
Checking and savings accounts			<u>18,085</u>	<u>38,338</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 BOND FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original Budget	Amdended Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>1,174,785</u>	<u>1,174,785</u>	<u>1,161,427</u>	<u>1,152,326</u>
RECEIPTS				
Local property taxes	797,500	797,500	738,478	789,862
Carline tax	700	700	665	945
Public Power District sales tax			7,631	8,200
Penalties and interest on taxes			1,892	1,673
Homestead exemption			12,567	12,487
Property tax credit			47,828	47,239
Personal property tax credit - railroad and public entities				792
Interest			1,687	2,641
Total receipts	<u>798,200</u>	<u>798,200</u>	<u>810,748</u>	<u>863,839</u>
TOTAL FUNDS AVAILABLE	<u>1,972,985</u>	<u>1,972,985</u>	<u>1,972,175</u>	<u>2,016,165</u>
DISBURSEMENTS				
Debt service - principal	845,207	847,207	650,000	640,000
Debt service - interest			195,270	208,170
Bond issuance costs (paid by proceeds to agent)			1,148	1,374
Miscellaneous debt service costs			236	5,194
Total disbursements	<u>845,207</u>	<u>847,207</u>	<u>846,654</u>	<u>854,738</u>
FUND BALANCE, end of year	<u>1,127,778</u>	<u>1,125,778</u>	<u>1,125,521</u>	<u>1,161,427</u>
ANALYSIS OF FUND BALANCE				
Cash in bank				
Investments			927,957	978,378
County treasurers				
Cass County			<u>197,564</u>	<u>183,049</u>
TOTAL FUND BALANCE			<u>1,125,521</u>	<u>1,161,427</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 SPECIAL BUILDING FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>79,215</u>	<u>294,984</u>	<u>369,470</u>
RECEIPTS			
Local property taxes	236,000	207,077	66,820
Carline tax	55	197	78
Public Power District sales tax		2,258	675
Penalties and interest on taxes		245	196
Homestead exemption		3,719	1,028
Property tax credit		14,153	3,890
Personal property tax credit - railroad and public entities			65
Pro-rate motor vehicle		429	201
Interest	215		49
Long-term debt proceeds			404,094
Other local receipts		10,269	
Total receipts	<u>236,270</u>	<u>238,347</u>	<u>477,096</u>
TOTAL FUNDS AVAILABLE	<u>315,485</u>	<u>533,331</u>	<u>846,566</u>
DISBURSEMENTS			
Purchased services	36,000		
Capital outlay	219,485	5,278	453,110
Non-technology repairs		10,665	
Site acquisition and improvement		79,185	64,541
Debt service - principal	60,000	57,556	29,708
Debt service - interest		2,108	123
Bond issue service costs			4,100
Total disbursements	<u>315,485</u>	<u>154,792</u>	<u>551,582</u>
FUND BALANCE, end of year	<u><u> </u></u>	<u><u>378,539</u></u>	<u><u>294,984</u></u>
ANALYSIS OF FUND BALANCE			
Cash in bank			
Checking and savings accounts		321,393	279,910
County treasurers			
Cass County		<u>57,146</u>	<u>15,074</u>
TOTAL FUND BALANCE		<u><u>378,539</u></u>	<u><u>294,984</u></u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 QUALIFIED CAPITAL PURPOSE UNDERTAKING FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>194,139</u>	<u>197,115</u>	<u>188,058</u>
RECEIPTS			
Local property taxes	75,132	69,808	76,778
Carline tax	65	63	92
Public Power District sales tax		719	801
Penalties and interest on taxes		184	161
Homestead exemption		1,184	1,219
Property tax credit		4,506	4,613
Personal property tax credit - railroad and public entities			77
Pro-rate motor vehicle	85	193	203
Long-term debt proceeds			305,000
Other	<u>747</u>		<u>5,170</u>
Total receipts	<u>76,029</u>	<u>76,657</u>	<u>394,114</u>
TOTAL FUNDS AVAILABLE	<u>270,168</u>	<u>273,772</u>	<u>582,172</u>
DISBURSEMENTS			
Purchased services		26	6,297
Building and site improvements		30,899	
Debt service - principal	80,000	85,000	375,000
Debt service - interest		880	3,760
Total disbursements	<u>80,000</u>	<u>116,805</u>	<u>385,057</u>
FUND BALANCE, end of year	<u>190,168</u>	<u>156,967</u>	<u>197,115</u>

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 QUALIFIED CAPITAL PURPOSE UNDERTAKING FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
ANALYSIS OF FUND BALANCE			
Cash in bank			
Checking and savings accounts		138,777	179,241
County treasurers			
Cass County		<u>18,190</u>	<u>17,874</u>
 TOTAL FUND BALANCE		 <u>156,967</u>	 <u>197,115</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 STUDENT FEE FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>16,207</u>	<u>14,980</u>	<u>16,901</u>
RECEIPTS			
Extracurricular activity fees		125	141
Postsecondary education	<u>9,000</u>	<u>11,602</u>	<u>10,208</u>
Total receipts	<u>9,000</u>	<u>11,727</u>	<u>10,349</u>
TOTAL FUNDS AVAILABLE	<u>25,207</u>	<u>26,707</u>	<u>27,250</u>
DISBURSEMENTS			
Extracurricular activity fees		250	450
Driver's education fees			83
Postsecondary education	<u>9,000</u>	<u>7,811</u>	<u>11,737</u>
Total disbursements	<u>9,000</u>	<u>8,061</u>	<u>12,270</u>
FUND BALANCE, end of year	<u>16,207</u>	<u>18,646</u>	<u>14,980</u>
ANALYSIS OF FUND BALANCE			
Cash in bank			
Checking and savings accounts		<u>18,646</u>	<u>14,980</u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL
 ACTIVITIES FUND
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR 2021)

	Original and Final Budget	2022 Actual	2021 Actual
FUND BALANCE, beginning of year	<u>145,202</u>	<u>161,339</u>	<u>128,917</u>
RECEIPTS			
Activity receipts	155,000	179,360	177,898
Interest	60	72	52
General Fund support			45,050
Total receipts	<u>155,060</u>	<u>179,432</u>	<u>223,000</u>
TOTAL FUNDS AVAILABLE	<u>300,262</u>	<u>340,771</u>	<u>351,917</u>
DISBURSEMENTS	<u>250,000</u>	<u>240,289</u>	<u>190,578</u>
FUND BALANCE, end of year	<u><u>50,262</u></u>	<u><u>100,482</u></u>	<u><u>161,339</u></u>
ANALYSIS OF FUND BALANCE			
Cash		1,240	1,240
Cash in bank			
Checking and savings accounts		<u>99,242</u>	<u>160,099</u>
		<u><u>100,482</u></u>	<u><u>161,339</u></u>

See accompanying notes to budgetary schedules.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
NOTES TO BUDGETARY SCHEDULES

NOTE 1. SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
MODIFIED CASH BASIS - BUDGET AND ACTUAL

Basis of Accounting

The accompanying schedules of receipts, disbursements, and changes in fund balance - modified cash basis - budget and actual are presented on the modified cash basis of accounting. This basis is consistent with the basis of accounting used in preparing the basic financial statements. All undisbursed appropriations lapse at the end of the budget year.

Budget Law

The District is required by state law to hold public hearings and adopt annual budgets for all funds on the modified cash basis of accounting. Total disbursements for each fund may not exceed the total budgeted disbursements. The General Fund is also subject to a total non-special education disbursement limit. Appropriations for disbursements lapse at year end. Any revisions to the adopted budget of total disbursements to any fund require a public hearing.

The Employee Benefit Fund disbursements of \$682,096 exceeded its budgeted appropriations by \$18,096 during the 2021 - 2022 fiscal year.

The School Nutrition Fund disbursements of \$261,383 exceeded its budgeted appropriations by \$5,083 during the 2021 - 2022 fiscal year.

The Qualified Capital Purpose Undertaking Fund disbursements of \$116,805 exceeded its budgeted appropriations by \$36,805. during the 2021 - 2022 fiscal year.

Comparative Data

Comparative data for the prior year have been presented in the budgetary schedules in order to provide an understanding of the changes in the District's financial position and operation (modified cash basis).

Reconciliation

The Nebraska Department of Education requires separate budgets for those funds considered as General Fund components for budget purposes.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 NOTES TO BUDGETARY SCHEDULES

NOTE 1. SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -
 MODIFIED CASH BASIS - BUDGET AND ACTUAL (Continued)

Reconciliation (Continued)

A reconciliation of the General Fund financial reporting basis to the budgetary basis is as follows:

Net change in fund balance - financial reporting basis			
General Fund		(593,451)	
Receipts - budgetary basis			
General Fund		5,717,026	
Employee Benefit Fund		681,759	
Disbursements - budgetary basis			
General Fund		(6,060,013)	
Depreciation Fund		(250,127)	
Employee Benefit Fund		(682,096)	
Receipts under disbursements - budgetary basis		(593,451)	

NOTE 2. TRANSFERS

The District did not transfer any funds during the year.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
 WEEPING WATER, NEBRASKA
 ANALYSIS OF ACCOUNTS WITH CASS COUNTY TREASURER
 MODIFIED CASH BASIS
 (UNAUDITED)
 FOR THE YEAR ENDED AUGUST 31, 2022

	General Fund	Special Building Fund	Bond Fund	Qualified Capital Purpose Undertaking Fund
FUND BALANCES, beginning of year	<u>860,364</u>	<u>15,074</u>	<u>183,049</u>	<u>17,874</u>
RECEIPTS				
Taxes collected and interest	3,812,794	209,171	745,930	70,514
Carline tax	3,288	197	665	63
Public Power District sales tax	37,745	2,258	7,631	719
Motor vehicle taxes	57,762			
Penalties and interest on taxes	8,674	245	1,892	184
County fines and licenses	22,940			
Homestead exemption	62,156	3,719	12,567	1,184
Property tax credit	236,554	14,153	47,828	4,506
Personal property tax credit - railroad and public entities				
Pro-rate motor vehicle	9,739	429		193
Total receipts	<u>4,251,652</u>	<u>230,172</u>	<u>816,513</u>	<u>77,363</u>
TOTAL AVAILABLE RESOURCES	<u>5,112,016</u>	<u>245,246</u>	<u>999,562</u>	<u>95,237</u>
DISBURSEMENTS				
District treasurer	4,103,901	186,006	794,546	76,341
County treasurer commission	36,791	2,094	7,452	706
Total disbursements	<u>4,140,692</u>	<u>188,100</u>	<u>801,998</u>	<u>77,047</u>
FUND BALANCES, end of year	<u>971,324</u>	<u>57,146</u>	<u>197,564</u>	<u>18,190</u>



**DANA F. COLE
& COMPANY^{LLP}**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Education
Weeping Water Public Schools District No. 22
Weeping Water, Nebraska

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 financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska, as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's basic financial statements, and have issued our report thereon dated November 2, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's internal control. Accordingly, we do not express an opinion on the effectiveness of Weeping Water Public Schools District No. 22, Weeping Water, Nebraska'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 that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses, that we consider to be significant deficiencies as items 2022-001 and 2022-002.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Weeping Water Public Schools District No. 22, Weeping Water, Nebraska'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as item 2022-003.

Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. Weeping Water Public Schools District No. 22, Weeping Water, Nebraska's responses were not subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we express no opinion on the responses.

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.

Grand Island, Nebraska
November 2, 2022

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED AUGUST 31, 2022

2022-001 SEGREGATION OF DUTIES

Criteria

Internal controls should be in place to ensure proper segregation of duties.

Condition

Due to the size of the District, there is limited segregation of duties over accounting functions. The same individual routinely reconciles the bank statements, makes journal entries, and manages the general ledger functions. There is a lack of segregation of duties within the cash receipts and cash disbursements functions. Administrative personnel have access to cash receipts, preparing checks, recording the transactions, and making deposits.

Cause

The District has a limited number of personnel involved in the accounting functions.

Potential Effect

Inadequate segregation of duties could lead to the misappropriation of assets, unauthorized transactions, or improper reporting.

Recommendation

We recommend that the District continue to monitor and evaluate its internal controls with the use of limited personnel and to provide as much segregation of duties as determined to be feasible within its operations.

District's Response

The District, within the constraints of existing time and cost considerations, will continue to review the situation and make improvements as deemed appropriate.

2022-002 ESTABLISH INTERNAL CONTROL OVER FINANCIAL STATEMENT PREPARATION AND REVIEW

Criteria

As described in our engagement letter, management is responsible for establishing and maintaining internal controls, including monitoring, and for the fair presentation of financial statements, including the notes to the financial statements, in conformity with the modified cash basis of accounting.

WEEPING WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEEPING WATER, NEBRASKA
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED AUGUST 31, 2022

2022-002 ESTABLISH INTERNAL CONTROL OVER FINANCIAL STATEMENT PREPARATION AND REVIEW
(Continued)

Condition

Management is responsible for establishing and maintaining internal control and for the fair presentation of the financial statements, supplementary information, and disclosures in the financial statements in conformity with the modified cash basis of accounting. The District does not have a system of internal control that would provide management with reasonable assurance that the District's financial statements and related disclosures are complete and presented in accordance with the modified cash basis of accounting. As such, management requested us to compile the trial balance from the general ledger and prepare a draft of the financial statements, including the related note disclosures.

Cause

Management does not prepare the financial statements in accordance with the modified cash basis of accounting.

Potential Effect

Errors in the financial statements or disclosures could occur and not be detected by management.

Recommendation

Management should carefully review financial statements including disclosures and understand the relationship to the underlying data. All proposed adjustments should be understood and approved.

District's Response

The District relies on the auditor to propose the adjustments necessary to prepare the financial statements including the related disclosures and supplemental schedules. The District reviews such financial statements, disclosures, and schedules.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED AUGUST 31, 2022

2022-003 EMPLOYEE BENEFIT, SCHOOL NUTRITION, AND QCPU FUNDS OVERSPENT BUDGET

Criteria

The District is required by state law to hold public hearings and adopt annual budgets for all funds on the modified cash basis of accounting. Total disbursements for each fund may not exceed the total budgeted disbursements.

Condition and Context

The District's disbursements in the Employee Benefit Fund of \$682,096 exceeded the authorized budget amount of \$664,000. The District's disbursements in the School Nutrition Fund of \$261,383 exceeded the authorized budget amount of \$256,300. The District's disbursements in the Qualified Capital Purpose Undertaking Fund of \$116,805 exceeded the authorized budget amount of \$80,000.

Cause

The District disbursed more than the authorized budget.

Effect

The District is in violation of state law.

Recommendations

Management should amend the budget document before funds are disbursed in excess of the appropriated disbursements for any funds that might be in violation of state law.

District's Response

The District will compare and review the budgeted amounts and amend the budget document in future years, if required.

WEeping WATER PUBLIC SCHOOLS DISTRICT NO. 22
WEeping WATER, NEBRASKA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED AUGUST 31, 2022

2021-001 SEGREGATION OF DUTIES

The District had a limited number of personnel involved in the accounting function, thus limiting its internal control procedures. The District implements some mitigating controls in certain areas as determined necessary. We recommended that the District continue to monitor and evaluate its internal controls with the use of limited personnel to provide as much segregation of duties as feasible. This is a continuing finding, as noted in the schedule of findings and responses as item 2022-001, and is considered to be a significant deficiency for the year ended August 31, 2022.

2021-002 ESTABLISH INTERNAL CONTROL OVER FINANCIAL STATEMENT PREPARATION AND REVIEW

Management is responsible for establishing and maintaining internal control and for the fair presentation of the financial statements, supplementary information, and disclosures in the financial statements in conformity with the cash basis of accounting. The District does not have a system of internal control that would provide management with reasonable assurance that the District financial statements and related disclosures are complete and presented in accordance with the cash basis of accounting. As such, management requested us to compile the trial balance from the general ledger and prepare a draft of the financial statements, including the related note disclosures. We recommended that the District review and approve the proposed auditor adjusting entries and the adequacy of financial statement disclosures prepared by the auditors and apply analytic procedures to the draft financial statements, among other procedures as considered necessary by management. This is a continuing finding, as noted in the schedule of findings and responses as item 2022-002, and is considered to be a significant deficiency for the year ended August 31, 2022.

2021-003 INSUFFICIENT DEPOSIT SECURITY

The District is required by state law to assure that all of its deposits and investments held by financial institutions are adequately covered by FDIC insurance or other means, such as pledged securities by the financial institutions holding the deposits. At August 31, 2021, the District had deposits in one financial institution that were not covered by FDIC insurance or pledged securities of the financial institution. The District monitored bank balances and pledged collateral amounts more frequently and did not have a repeat finding for the fiscal year ending August 31, 2022. This is not a recurring finding.

2021-004 VARIOUS FUNDS OVERSPENT BUDGET

The District is required by state law to hold public hearings and adopt annual budgets for all funds on the modified cash basis of accounting. Total disbursements for each fund may not exceed the total budgeted disbursements. In the year ended August 31, 2021, four funds overspent their budget. In the year ended August 31, 2022, three funds overspent their budget. This is a continuing finding, as noted in the Schedule of Findings and Responses as item 2022-003, and is considered to be a compliance finding for the year ended August 31, 2022.



November 2, 2022

To the Board of Education
Weeping Water Public Schools District No. 22
P.O. Box 206
Weeping Water, NE 68463

Dear Members of the Board:

Our audit for the year ended August 31, 2022, included tests of compliance necessary to conform to current Auditing Standards Generally Accepted in the United States of America and *Government Auditing Standards*. The audit also included tests for compliance with the calculation of Average Daily Membership reported on the Annual Statistical Summary Report as specified in 92 NAC 2, requirements of the Nebraska Budget Act (commencing with Section 13-501 R.R.S.), and the Tax Equity and Educational Opportunities Support Act (commencing with Section 79-1001 R.R.S.).

Our audit included testing of membership and attendance documentation that we determined necessary to conduct our audit in accordance with GAS, GAAS, and NDE Rule 1 requirements. In addition, we considered the District's controls over such reporting to determine appropriate audit procedures. Providing an opinion on compliance with the requirements related to the above reporting or on internal controls over such reporting were not objectives of our audit and, accordingly, we do not express any such opinions.

As a result of the above tests of compliance over Weeping Water Public Schools District No. 22's student membership and attendance reporting we state the following:

1. We documented the District's policies and procedures for collecting student membership and attendance data.
2. We determined that the District was following its policies and procedures for collecting student census data.
3. We determined that attendance at the District is collected at least daily and calculated to the nearest hundredth of a day.
4. We determined that the District maintains a cumulative attendance and membership record for each student.
5. We determined that the cumulative attendance and membership records contain the date of enrollment, number of days or partial days in attendance and absent during each school year enrolled, and the date of withdrawal or graduation.

6. We selected a sample of students from the District's attendance records for the year ended August 31, 2022, and traced the students to students' enrollment files to verify that the sample of students were enrolled as students of the District for the dates claimed in the attendance records.
7. We traced the totals reported by the District on its annual Student Summary Attendance report to the District's census recordkeeping system for the fiscal year ended August 31, 2022.

Our audit also included testing a sample of General Fund disbursements for appropriate allocation to the school building level. All items tested were allocated on a reasonable basis.

This letter is intended solely for the information and use of the Board of Education, management, others within the District, and the Nebraska Department of Education and is not intended to be, and should not be, used by anyone other than these specified parties.

Yours truly,

Dana F. Cole & Company, LLP

DANA F. COLE & COMPANY, LLP

DONATION OF LEAVE

Weeping Water Public Schools recognizes that on RARE occasions employees may have a family emergency or a medical crisis that causes a severe impact to them resulting in a need for additional time off in excess of their available Leave-Of-Absence (LOA)/Accumulated Leave time. All requests to receive or donate leave days must be approved by the superintendent. All donations must be voluntary.

Family Health Related Emergency- Critical or catastrophic illness or injury of the employee or an immediate family member that poses a threat to life and/or requires inpatient or hospice health care. Immediate family member is defined as spouse, domestic partner, child, parent or other relationship in which the employee is the legal guardian or sole caretaker.

Recipient is a Classified Staff Member

General Rules:

- The employee needs to ask the principal to put out the request asking for leave to be donated OR the request can come from a fellow employee who is aware of the situation. The principal will OK it with the Superintendent.
- The Leave must follow the guidelines of the outlined in WWPS Policy, the Staff Handbook, and the employee's contract.
- A classified staff member can only donate to another classified staff member. A certified staff member can donate to both classified or certified staff member.
- If the donated number of days exceeds the need, the principal will meet with the superintendent to determine the best course of action for the excess days.

Parameters for the donation of leave:

- A staff member can only donate one day of leave per request.
- A staff member cannot deplete their own Leave-Of-Absence (LOA) days.

Parameters for the acceptance of leave:

- All of the employee's useable leave must be exhausted. An employee cannot hold onto a leave days and accept a donation.

Recipient is a Certified Staff Member

General Rules:

- The employee needs to ask the principal to put out the request asking for leave to be donated OR the request can come from a fellow employee who is aware of the situation. The principal will OK it with the Superintendent.
- The Leave must follow the guidelines regarding leave in the Negotiated Agreement, WWPS Policies, and the staff handbook.
- A classified staff member can only donate to another classified staff member. A certified staff member can donate to both classified or certified staff member.
- If the donated number of days exceeds the need, the WWEA president (if the employee is a WWEA member) and building principal will meet with the superintendent to determine the best course of action for the excess days.

Parameters for the donation of leave:

- A staff member can only donate one day of leave per request.
- The donated leave must be Leave-Of-Absence (LOA)leave. An employee cannot donate a days from their Accumulated Leave.
- A staff member cannot deplete their own Leave-Of-Absence (LOA days).

Parameters for the acceptance of leave:

- All of the employee's Leave-Of-Absence (LOA)leave and Accumulated Leave must be exhausted. An employee cannot hold onto a leave and accept a donation.