

Isanti Community School
Board of Education Regular Meeting
Tuesday, March 21, 2023

{{Name: Agenda Item}}

- I. **Call to Order and Pledge of Allegiance**

- II. **Nebraska Open Meetings Law**

- III. **Roll Call**

- IV. **Public Comment & Recognition of Guests**

- V. **Approve the minutes of the February 24, 2023 Work Session/Policies and February 15, 2023 Regular Board Meeting**

- VI. **Treasurer Report**
 - VI.A. Audit Report

- VII. **Approve Outstanding Payables**

- VIII. **Discussion Items**
 - VIII.A. Senior Trip & Graduation Budget

 - VIII.B. Vape Detectors - Technology Director/Mrs. Romkema

 - VIII.C. School Web Page - Technology Director/Mrs. Romkema

- IX. **Action Items**
 - IX.A. Resignations: Tory Stevens and Abbie Pfanstiel

IX.B. Retiring Employee - Donna Nielsen

IX.C. Renewal Agreements for the upcoming year 2023-24

IX.D. Calendar 2023-24

X. Reports

X.A. Superintendent and Progress Plan Update

X.B. Elementary Principal and Secondary Principal

X.C. Committee Reports

XI. ***Closed Session:** If, during the course of the meeting discussion of any item on the agenda should be held in closed meeting, the board will conduct a closed meeting in accordance with the Nebraska Open Meetings Law.

XII. Adjourn

Friday, February 24, 2023 @ 5:30 PM Central

Isanti Community School

Stacy Johnson: Present

Waylon LaPlante: Present

Anita LaPointe: Absent

Susan Pike: Present

LindaRae Starlin: Present

Dewayne Wabasha: Absent

Present: 4, Absent: 2.

Dewayne Wabasha: Present

Present: 5, Absent: 1.

DeWayne arrived

I. CALL THE MEETING TO ORDER - ROLL CALL

Absent: Anita LaPointe, Dewayne Wabasha, **Present:** Stacy Johnson, Waylon LaPlante, Susan Pike, LindaRae Starlin. Present: 4, Absent: 2.

II. REVIEW BOARD POLICIES

Present: Dewayne Wabasha. Present: 5, Absent: 1. DeWayne arrived

III. ACTION ITEMS

IV. ADJOURN

It was moved by Susan Pike and seconded by Waylon LaPlante to at 8:16 p.m.

Roll call vote: Passed

Anita LaPointe: Absent, Dewayne Wabasha: Absent, Stacy Johnson: Yea, Waylon LaPlante: Yea, Susan Pike: Yea, LindaRae Starlin: Yea

Yea: 4, Nay: 0, Absent: 2

Isanti Community School

Stacy Johnson: Present

Waylon LaPlante: Present

Anita LaPointe: Present

Susan Pike: Present

LindaRae Starlin: Present

Dewayne Wabasha: Present

Present: 6.

I. Call to Order and Pledge of Allegiance

Present: Stacy Johnson, Waylon LaPlante, Anita LaPointe, Susan Pike, LindaRae Starlin, Dewayne Wabasha. Present: 6.

II. Nebraska Open Meetings Law

III. Roll Call

IV. Public Comment & Recognition of Guests

V. Approve the minutes of the January 11, 2023 Regular Board Meeting and corrected minutes for December 19, 2022

It was moved by Waylon LaPlante and seconded by Susan Pike to to approve minutes of the January 11, 2023 Regular Board Meeting and corrected minutes for December 19, 2022.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

VI. Treasurer Report & Audit Report

Teacherages need an application process with references.
Mr. Mroczek read John's report regarding the audit and will be at next month's meeting.

VII. Approve Outstanding Payables

It was moved by Dewayne Wabasha and seconded by Waylon LaPlante to approve outstanding payables.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

VIII. Discussion Items

VIII.A. Tribal Council Presentation

Chairman Denney and Council requested a meeting with all staff on Feb 17, 2023 at 2:00.

VIII.B. Purchasing - Vehicle Rotation

It was moved by LindaRae Starlin and seconded by Anita LaPointe to start the process of setting up a rotation for purchasing of new vehicles.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

VIII.C. Truancy Report - Natalie RedOwl

Natalie presented the data for truancy and attendance and answered questions.

VIII.D. Vape Detectors

Emily, the Technology Director, will be at the next meeting to further explain the process.

Board Policy needs to be developed and put in place.

VIII.E. 2023-24 School Calendar

Cindy Nagel and the TNTP Consultants will be finalizing the calendar and will bring it to the next board meeting for discussion and approval.

The cultural trip that was planned for May will now take place in the 2023-2024 school year.

VIII.F. Hiring of Security Officers

Security will be in the school from 12:30-3:30 to assist students and staff.

The Superintendent will inform parents/guardians in the community of the Security Officers' duties once the policy is created and put in place.

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It was moved by Waylon LaPlante and seconded by Susan Pike to go ahead with this.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

VIII.G. Letter of Intent - Certified Staff

A letter of Intent will be given out by the Administration to Certified Staff with Contracts to follow.

VIII.H. Selling wrestling mats

It was moved by LindaRae Starlin and seconded by Susan Pike to sell to Niobrara for \$8700.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

VIII.I. Dean Jacobs 2023-24

A proposal was given by Dean Jacobs and Mr. Mroczek will follow up.

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IX. Action Items

IX.A. Close School Lunch Checking Account at Farmers and Merchants State Bank

It was moved by Waylon LaPlante and seconded by Susan Pike to close school lunch checking account at Farmers and Merchants State Bank.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

IX.B. Miranda Fuhrer - updated Contract for 2022-23

It was moved by LindaRae Starlin and seconded by Susan Pike to approve the addition to Miranda Fuhrer's contract.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

IX.C. Resignation - Ken Newcomb

It was moved by Susan Pike and seconded by LindaRae Starlin to accept resignation of Ken Newcomb's as presented.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

IX.D. Principal's Administrative Contract, Special Education Administrator Contract and Pay Scale

It was moved by LindaRae Starlin and seconded by Susan Pike to approve the contract for Cindy Nagel for Elementary Principal for the 2023-2024 school year with the rate according to the pay scale for year 8.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

It was moved by Waylon LaPlante and seconded by LindaRae Starlin to to go into executive session to discuss administration contracts at 6:52 p.m.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

It was moved by Waylon LaPlante and seconded by Susan Pike to come out of executive session at 7:03 p.m.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

IX.E. Superintendent's Contract

It was moved by Susan Pike and seconded by LindaRae Starlin to offer the Superintendent contract to David Mroczek for the 2023-2024 school year.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

IX.F. KSB Contract or other Lawyer Contract

It was moved by Susan Pike and seconded by LindaRae Starlin to use KSB Law Firm as primary attorney and Charlie Bressman Law Firm as secondary.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

IX.G. Replacement of RTU in Multi-purpose - Rasmussen

It was moved by Susan Pike and seconded by Anita LaPointe to to replace the unit in the multipurpose room according to Rasmussen's proposal.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

X. Reports

X.A. Caitlin Sharp TNTP - Shirley Vargas NDE

Mr. Mroczek gave presentation to the board.

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X.B. Superintendent and Progress Plan Update

X.B.1. Board Retreat February 24-25

Board Retreat will be held at Embassy Suites in Lincoln, NE on February 24th and 25, 2023. This will be a work session on Board Policies.

X.C. Elementary Principal and Secondary Principal

Mrs. Nagel gave presentation.

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X.D. Committee Reports

XI. ***Closed Session:** If, during the course of the meeting discussion of any item on the agenda should be held in closed meeting, the board will conduct a closed meeting in accordance with the Nebraska Open Meetings Law.

It was moved by Waylon LaPlante and seconded by LindaRae Starlin to come out of executive session at 7:03p.m.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea, Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

XI.A. Teacher Negotiations

It was moved by Susan Pike and seconded by Waylon LaPlante to to approve the Master Contract 2023-2024 school year.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea,
Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

XII. Adjourn

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It was moved by Waylon LaPlante and seconded by Dewayne
Wabasha to adjourn at 7:33 p.m.

Roll call vote: Passed

Stacy Johnson: Yea, Waylon LaPlante: Yea, Anita LaPointe: Yea,
Susan Pike: Yea, LindaRae Starlin: Yea, Dewayne Wabasha: Yea
Yea: 6, Nay: 0

Santee Community Schools

Rollup Report Expenditures Feb 23 for March Bd Mtg.

| Function | Current Budget | Actuals (YTD) | Available | % of Budget |
|---|----------------|----------------|----------------|-------------|
| 01100 - Regular Instruction | \$2,689,350.00 | (\$272,642.51) | \$2,961,992.51 | -10.14 |
| 01125 - Regular Instructional Programs School Age (Flex-Spending) | \$0.00 | \$170.00 | (\$170.00) | |
| 01160 - Poverty Programs | \$538,500.00 | \$291,695.13 | \$246,804.87 | 54.17 |
| 01190 - Early Childhood Educational Programs | \$421,650.00 | \$192,844.21 | \$228,805.79 | 45.74 |
| 01200 - Special Education Instructional Programs - School Age | \$1,007,950.00 | \$617,820.44 | \$390,129.56 | 61.29 |
| 02120 - Guidance Services | \$84,000.00 | \$38,497.78 | \$45,502.22 | 45.83 |
| 02130 - Health Services | \$70,900.00 | \$23,149.22 | \$47,750.78 | 32.65 |
| 02141 - | \$88,000.00 | \$55,742.79 | \$32,257.21 | 63.34 |
| 02151 - | \$50,000.00 | \$54,281.17 | (\$4,281.17) | 108.56 |
| 02161 - | \$15,000.00 | \$7,680.00 | \$7,320.00 | 51.20 |
| 02171 - | \$0.00 | \$229.25 | (\$229.25) | |
| 02181 - | \$0.00 | (\$5.00) | \$5.00 | |
| 02190 - Support Services?Student - Other | \$66,900.00 | \$56,996.40 | \$9,903.60 | 85.20 |
| 02213 - Instructional Staff Training | \$4,000.00 | \$2,000.00 | \$2,000.00 | 50.00 |
| 02220 - Library/Media Svcs | \$68,250.00 | \$70,445.58 | (\$2,195.58) | 103.22 |
| 02230 - Instruction-Related Technology | \$87,400.00 | \$158,196.10 | (\$70,796.10) | 181.00 |
| 02310 - Board of Education | \$211,500.00 | \$108,405.35 | \$103,094.65 | 51.26 |
| 02320 - Executive Administration | \$226,950.00 | \$106,881.69 | \$120,068.31 | 47.09 |
| 02330 - District Legal Services | \$0.00 | \$12,892.38 | (\$12,892.38) | |
| 02410 - Office of the Principal | \$524,600.00 | \$194,451.99 | \$330,148.01 | 37.07 |
| 02510 - Fiscal Services | \$389,750.00 | \$198,324.60 | \$191,425.40 | 50.89 |
| 02515 - Building and Sites | \$2,500.00 | \$1,474.61 | \$1,025.39 | 58.98 |
| 02530 - Printing, Publishing, and Duplicating Services | \$10,000.00 | \$2,891.09 | \$7,108.91 | 28.91 |
| 02610 - Operation of Buildings | \$447,500.00 | \$384,945.58 | \$62,554.42 | 86.02 |
| 02620 - Maintenance of Buildings | \$20,000.00 | \$18,652.57 | \$1,347.43 | 93.26 |
| 02640 - Care and Upkeep of Equipment | \$1,000.00 | \$413.87 | \$586.13 | 41.39 |
| 02650 - Vehicle Operation, Maintenance (Other Than Student Transportation Vehicles) | \$10,000.00 | \$30,582.76 | (\$20,582.76) | 305.83 |
| 02710 - Vehicle Operation - Regular Education | \$66,600.00 | \$39,908.08 | \$26,691.92 | 59.92 |
| 02900 - Other Support Services | \$3,500.00 | \$3,622.25 | (\$122.25) | 103.49 |
| 03100 - Food Services Operations | \$0.00 | \$14,912.41 | (\$14,912.41) | |
| 03541 - Early Childhood Endowment Grants | \$162,500.00 | \$88,140.72 | \$74,359.28 | 54.24 |
| 04700 - Building Improvements | \$0.00 | \$409.92 | (\$409.92) | |

| | | | | |
|---|-----------------------|-----------------------|-----------------------|---------------|
| 06200 - Fed Svcs - Title I, Part A ESSA2 | \$166,100.00 | \$102,127.61 | \$63,972.39 | 61.49 |
| 06212 - Fed Svcs -Title 1, Part A: Support for Improvement | \$0.00 | \$0.00 | \$0.00 | |
| 06408 - | \$72,274.00 | \$11,718.51 | \$60,555.49 | 16.21 |
| 06968 - Fed Svcs - Title IV, Part B ESSA2 | \$50,000.00 | \$25,375.78 | \$24,624.22 | 50.75 |
| 06998 - ARP Act ESSER III | \$0.00 | \$61,623.17 | (\$61,623.17) | |
| 08000 - Transfers (Outgoing) | \$470,000.00 | \$840,000.00 | (\$370,000.00) | 178.72 |
| Subtotal of Element: [Fund] 01 - General Fund | \$8,026,674.00 | \$3,544,855.50 | \$4,481,818.50 | 44.16% |
| | | | | |
| 02515 - Building and Sites | \$0.00 | \$54,465.92 | (\$54,465.92) | |
| 02610 - Operation of Buildings | \$0.00 | \$319.92 | (\$319.92) | |
| 04200 - Land Improvement | \$0.00 | \$20,582.85 | (\$20,582.85) | |
| Subtotal of Element: [Fund] 08 - Special Building Fund | \$0.00 | \$75,368.69 | (\$75,368.69) | |
| | | | | |
| 03100 - Food Services Operations | \$0.00 | \$305,296.00 | (\$305,296.00) | |
| Subtotal of Element: [Fund] 06 - School Nutrition Fund | \$0.00 | \$305,296.00 | (\$305,296.00) | |
| Grand Total | \$8,026,674.00 | \$3,925,520.19 | \$4,101,153.81 | |

Santee Community Schools

Account Summary Break Report - Revenue - Feb 23 for March Bd Mtg

Cycle: FY22-23; Begin Date: 02/01/2023; End Date: 02/29/2024; Account Type: Revenue; Subtotal Element: Fund; Break By Element: [None]; Account Expression: [All]; Subtotal By Account Type: No; Created On: 3/13/2023 2:55:32 PM

| [Fund] 01 - General Fund | | | | | | |
|--------------------------|---|---------------------|------------------|------------------|------------------|-------------|
| Account Code | Description | Actual (Date Range) | Budget (YTD) | Actual (YTD) | Available (YTD) | % of Budget |
| 01-1-01100-000 | Property Taxes | (\$11,240.19) | (\$58,000.00) | (\$29,407.66) | (\$28,592.34) | 50.70 |
| 01-1-01120-000 | REV FROM LOCAL-PUBLIC POWER DISTRICT | (\$17,229.64) | \$0.00 | (\$17,229.64) | \$17,229.64 | 0.00 |
| 01-1-01125-000 | REV FROM LOCAL-MOTOR VEHICLE TAXES | (\$104.64) | (\$2,952.00) | (\$679.77) | (\$2,272.23) | 23.02 |
| 01-1-01510-000 | INVMT INC-INTEREST ON INVESTMENTS | (\$5,334.22) | (\$4,500.00) | (\$12,233.92) | \$7,733.92 | 271.86 |
| 01-1-01911-000 | OTH REV FROM LOCAL-LOCAL LICENSE FEES | \$0.00 | (\$38,000.00) | \$0.00 | (\$38,000.00) | 0.00 |
| 01-1-01990-000 | OTH REV FROM LOCAL-MISCELLANEOUS LOCAL | (\$4,962.92) | \$0.00 | (\$16,863.43) | \$16,863.43 | 0.00 |
| 01-1-02110-000 | REV FROM INTRM-COUNTY FINES AND LICENSE | (\$293.42) | \$0.00 | (\$2,003.38) | \$2,003.38 | 0.00 |
| 01-1-02210-000 | REV FROM INTRM-ESU RECEIPTS | \$0.00 | \$0.00 | (\$3,112.49) | \$3,112.49 | 0.00 |
| 01-1-03110-000 | REV FROM ST-STATE AID | (\$221,680.00) | (\$3,990,294.00) | (\$3,103,571.00) | (\$886,723.00) | 77.77 |
| 01-1-03120-000 | REV FROM ST-SPED (SCHOOL AGE) | (\$72,720.00) | (\$660,000.00) | (\$207,803.00) | (\$452,197.00) | 31.48 |
| 01-1-03130-000 | REV FROM ST-HOMESTEAD EXEMPTION | (\$102.25) | (\$850.00) | (\$102.25) | (\$747.75) | 12.02 |
| 01-1-03131-000 | REV FROM ST-PROPERTY TAX CREDIT | (\$2,486.55) | \$0.00 | (\$2,486.55) | \$2,486.55 | 0.00 |
| 01-1-03180-000 | REV FROM ST-PRO | \$0.00 | (\$125.00) | (\$33.13) | (\$91.87) | 26.50 |
| 01-1-03400-000 | REV FROM ST-STATE APPORTIONMENT | \$0.00 | (\$20,000.00) | (\$34,396.67) | \$14,396.67 | 171.98 |
| 01-1-03541-000 | Early Childhood Endowment Grants | \$0.00 | \$0.00 | (\$162,500.00) | \$162,500.00 | 0.00 |
| 01-1-03990-000 | REV FROM ST-OTHER STATE RECEIPTS | \$0.00 | (\$125,000.00) | \$0.00 | (\$125,000.00) | 0.00 |
| 01-1-04305-000 | REV FROM FED-RESTRICTED GRANTS | \$0.00 | (\$3,600,000.00) | (\$929,966.50) | (\$2,670,033.50) | 25.83 |
| 01-1-04505-000 | Title One Reimbursement | \$0.00 | (\$250,000.00) | (\$105,685.00) | (\$144,315.00) | 42.27 |
| 01-1-04509-000 | Title II Reimbursement | \$0.00 | \$0.00 | (\$10,771.00) | \$10,771.00 | 0.00 |
| 01-1-04510-000 | Title IV Revenue | \$0.00 | (\$50,000.00) | \$0.00 | (\$50,000.00) | 0.00 |
| 01-1-04512-000 | REV FROM FED-RESTRICTED GRANTS | \$0.00 | (\$72,000.00) | \$0.00 | (\$72,000.00) | 0.00 |
| 01-1-04516-000 | REV FROM FED-RESTRICTED GRANTS | \$0.00 | (\$3,500.00) | \$0.00 | (\$3,500.00) | 0.00 |
| 01-1-04518-000 | Rev for 06408 | (\$30,548.00) | \$0.00 | (\$30,548.00) | \$30,548.00 | 0.00 |
| 01-1-04525-000 | REV FROM FED-RESTRICTED GRANTS | \$0.00 | (\$2,000.00) | \$0.00 | (\$2,000.00) | 0.00 |
| 01-1-04530-000 | REV FROM FED-RESTRICTED GRANTS | \$0.00 | (\$3,000.00) | (\$69,216.92) | \$66,216.92 | 2,307.23 |
| 01-1-04531-000 | 4531/6968 Title IV B ESSA 21st Cent Grant | \$0.00 | \$0.00 | (\$50,000.00) | \$50,000.00 | 0.00 |
| 01-1-04709-000 | MEDICAID ADMIN ACTIVITIES (MAAPS) | \$0.00 | \$0.00 | (\$22,989.24) | \$22,989.24 | 0.00 |
| 01-1-04969-000 | TITLE IV-A: STUDENT SUPPORT & ACADEMIC ENRICHMENT GRANT | \$0.00 | \$0.00 | (\$10,000.00) | \$10,000.00 | 0.00 |
| 01-1-05301-000 | OTH FINANCING-INSURANCE ADJUSTMENTS | \$0.00 | \$0.00 | (\$6,720.65) | \$6,720.65 | 0.00 |
| 01-1-06300-000 | Special Items - Revenue | \$1,252,710.49 | \$0.00 | \$1,252,710.49 | (\$1,252,710.49) | 0.00 |

| | | | | | | |
|-----------------------------------|---|----------------------------|-------------------------|-------------------------|-------------------------|--------------------|
| Sub Total | | \$886,008.66 | (\$8,880,221.00) | (\$3,575,609.71) | (\$5,304,611.29) | 40.26 |
| [Fund] 06 - School Nutrition Fund | | | | | | |
| Account Code | Description | Actual (Date Range) | Budget (YTD) | Actual (YTD) | Available (YTD) | % of Budget |
| 06-1-01510-000 | INVMT INC-INTEREST ON INVESTMENTS | \$0.00 | \$0.00 | (\$0.39) | \$0.39 | 0.00 |
| 06-1-03150-000 | STATE REIMBURSEMENT (OF NUTRITION PROGRAMS) | \$0.00 | \$0.00 | (\$1,079.03) | \$1,079.03 | 0.00 |
| 06-1-03990-000 | REV FROM ST-OTHER STATE RECEIPTS | \$0.00 | \$0.00 | (\$9,988.45) | \$9,988.45 | 0.00 |
| 06-1-04210-000 | Fed Lunch Reimbursement | (\$29,283.72) | \$0.00 | (\$114,043.97) | \$114,043.97 | 0.00 |
| 06-1-05200-000 | OTH FINANCING-FUND TRANSFERS IN | \$0.00 | \$0.00 | (\$600,000.00) | \$600,000.00 | 0.00 |
| Sub Total | | (\$29,283.72) | \$0.00 | (\$725,111.84) | \$725,111.84 | 0.00 |
| [Fund] 08 - Special Building Fund | | | | | | |
| Account Code | Description | Actual (Date Range) | Budget (YTD) | Actual (YTD) | Available (YTD) | % of Budget |
| 08-1-01100-000 | REV FROM LOCAL-TAXES LEVIED/ASSESSED BY THE SCHOOL DISTRICT | \$2,086.96 | \$0.00 | (\$2,033.89) | \$2,033.89 | 0.00 |
| 08-1-01120-000 | REV FROM LOCAL-PUBLIC POWER DISTRICT SALES TAXES | (\$2,603.58) | \$0.00 | (\$2,603.58) | \$2,603.58 | 0.00 |
| 08-1-01510-000 | INVMT INC-INTEREST ON INVESTMENTS | (\$137.91) | \$0.00 | (\$307.47) | \$307.47 | 0.00 |
| 08-1-01990-000 | OTH REV FROM LOCAL-MISCELLANEOUS LOCAL REVENUE | \$0.00 | \$0.00 | (\$13,335.38) | \$13,335.38 | 0.00 |
| 08-1-03130-000 | REV FROM ST-HOMESTEAD EXEMPTION | (\$15.45) | \$0.00 | (\$15.45) | \$15.45 | 0.00 |
| 08-1-03131-000 | REV FROM ST-PROPERTY TAX CREDIT | (\$375.74) | \$0.00 | (\$375.74) | \$375.74 | 0.00 |
| 08-1-03180-000 | REV FROM ST-PRO | \$0.00 | \$0.00 | (\$4.63) | \$4.63 | 0.00 |
| Sub Total | | (\$1,045.72) | \$0.00 | (\$18,676.14) | \$18,676.14 | 0.00 |

Santee Community Schools

Cash Summary Report Feb 23 for March Bd Mtg

Accounting Cycle: FY22-23; Beginning Period: Period 06 (02/01/2023 - 02/28/2023) ; Ending Period: Period 06 (02/01/2023 - 02/28/2023) ; Show Prior Year Expense/Encumbrance: No; Prior Year Ending Balance for Beginning Balance: No; Include Transactions after the Last Period: None; Exclude Closing Entries: No; Include Unposted Transactions: No; Created On: 3/13/2023 2:34:41 PM

| Fund | Description | Beginning Balance | Revenue | Expenditure | Ending Balance | Encumbrances | Liabilities | Available |
|------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-------------------|-----------------------|
| 01 | General Fund | \$6,086,508.01 | (\$917,698.65) | \$1,134,138.88 | \$6,302,948.24 | (\$249,708.47) | \$10,318.70 | \$6,063,558.47 |
| 02 | Depreciation Fund | \$56,024.83 | \$0.00 | \$0.00 | \$56,024.83 | \$0.00 | \$0.00 | \$56,024.83 |
| 06 | School Nutrition Fund | \$49,551.61 | \$29,283.72 | (\$49,327.79) | \$29,507.54 | (\$117.70) | (\$784.52) | \$28,605.32 |
| 08 | Special Building Fund | \$215,287.33 | \$914.38 | (\$34,832.00) | \$181,369.71 | (\$1,518.45) | \$0.00 | \$179,851.26 |
| Sub Total | | \$6,407,371.78 | (\$887,500.55) | \$1,049,979.09 | \$6,569,850.32 | (\$251,344.62) | \$9,534.18 | \$6,328,039.88 |

**Santee Community Schools
Knox County, Nebraska**

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORTS**

For the Year Ended August 31, 2022

**Santee Community Schools
Knox County, Nebraska
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For the Year Ended August 31, 2022**

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Sioux City, IA 51108
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INDEPENDENT AUDITOR'S REPORT

Board of Education
Santee Community Schools,
Knox County, Nebraska

Opinions

We have audited the accompanying cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Santee Community Schools, Knox County, 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.

Summary of Opinions

| <u>Opinion Unit</u> | <u>Type of Opinion</u> |
|---|------------------------|
| Governmental Activities | Qualified |
| Governmental Fund – General | Qualified |
| Governmental Fund – Depreciation | Unmodified |
| Governmental Fund – Activities | Unmodified |
| Governmental Fund – School Nutrition Fund | Unmodified |
| Governmental Fund – Special Building Fund | Unmodified |

Qualified Opinions on the Governmental Activities and Governmental Fund – General Fund.

In our opinion, except for the possible effects of the matter discussed in the Basis for Qualified and Unmodified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the modified cash basis financial position of the Governmental Activities and the Governmental Fund – General of the Santee Community Schools, as of August 31, 2022, and the changes in modified cash basis financial position thereof for the year then ended in accordance with the modified cash basis of accounting described in Note A.

Unmodified Opinions on the Governmental Funds – Depreciation, Activities, School Nutrition, and Special Building Fund

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund of Santee Community Schools, Knox County, Nebraska, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note A.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Santee Community Schools, Knox County, 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.

Matter Giving Rise to Qualified Opinion on the Governmental Activities and the Governmental Fund – General

Because of the inadequacy of accounting records, we were unable to obtain sufficient appropriate audit evidence regarding the amounts at which the Governmental Activities and Governmental Fund – General transfers in are recorded in the accompanying Statement of Activities – Modified Cash Basis and Statement of Receipts, Disbursements, and Changes in Fund Balances – Governmental Funds – General for the year ended August 31, 2022 (Stated at \$1,095,678).

Emphasis of Matter - Basis of Accounting

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America as described in Note A, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's 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 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, 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 Santee Community Schools, Knox County, 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 Santee Community Schools, Knox County, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Santee Community Schools, Knox County, Nebraska's basic financial statements. The budgetary comparison information statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects on the supplementary information of the qualified opinion on the Governmental Activities and the Governmental Fund – General as explained in the Basis for Qualified Opinion section, the budgetary comparison information statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2022 on our consideration of the District's internal control structure over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Porter & Company, PC
Porter & Company, PC

Sioux City, Iowa

December 9, 2022

Santee Community Schools
 Knox County, Nebraska
 STATEMENT OF NET POSITION - CASH BASIS
 For the Year Ended August 31, 2022

| | Governmental Activities |
|-------------------------------|----------------------------|
| ASSETS | |
| Cash at bank | \$ 6,098,707 |
| Cash at bank - restricted | 238,194 |
| Cash at County Treasurer | 10,657 |
| Total Assets | \$ 6,347,558 |
| NET POSITION | |
| Restricted special building | |
| Special building projects | \$ 238,194 |
| Unrestricted Board Designated | |
| school nutrition | (390,308) |
| depreciation | 56,025 |
| activities | 64,754 |
| Undesignated | 6,378,893 |
| Total net position | \$ 6,347,558 |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
STATEMENT OF ACTIVITIES - CASH BASIS
For the Year Ended August 31, 2022

| Functions/Programs | Disbursements | Receipts for Services and Fines | Operating Grants and Contributions | Net (Disbursements) Receipts Primary |
|---|---------------|---------------------------------------|--|---|
| Governmental Activities | | | | |
| Instruction: | | | | |
| Regular | \$ 3,217,615 | \$ - | \$ - | \$ (3,217,615) |
| Special education | 1,102,392 | - | 621,519 | (480,873) |
| Support Services | | | | |
| Pupils | 448,521 | - | - | (448,521) |
| Instructional staff | 356,646 | - | - | (356,646) |
| General administration | 405,845 | - | - | (405,845) |
| Office of principal | 478,290 | - | - | (478,290) |
| Central services | 757,983 | - | - | (757,983) |
| Maintenance and operation | 770,885 | - | - | (770,885) |
| Student transportation | 84,230 | - | - | (84,230) |
| Other support services | 86,723 | - | - | (86,723) |
| Private & state categorical | 166,983 | - | - | (166,983) |
| Capital outlays | 70,834 | - | - | (70,834) |
| Federal programs | 662,272 | - | 399,394 | (262,878) |
| Activities | 134,715 | - | - | (134,715) |
| Lunch program | 435,349 | - | 180,823 | (254,526) |
| Special building | 78,457 | - | - | (78,457) |
| Total governmental activities | 9,257,740 | - | 1,201,736 | (8,056,004) |
| General receipts and transfers: | | | | |
| Property taxes, public power district sales tax & motor vehicle tax | | | | 83,192 |
| Interest | | | | 5,915 |
| Other local receipts | | | | 219,504 |
| County fines & licenses | | | | 4,195 |
| State aid | | | | 3,399,741 |
| State apportionment | | | | 24,752 |
| Other state categorical programs | | | | 130,441 |
| Other state receipts | | | | (856) |
| Impact Aid | | | | 4,374,353 |
| Other non-revenue receipts | | | | 39,276 |
| Non program receipts | | | | 562 |
| Transfers In (Out) | | | | 1,095,678 |
| Total general receipts and transfers | | | | 9,376,753 |
| Change in net assets | | | | 1,320,749 |
| Net position - beginning | | | | 5,026,809 |
| Net position - ending | | | | \$ 6,347,558 |

The notes are an integral part of these financial statements.

Santee Community Schools
 Knox County, Nebraska
 STATEMENT OF ASSETS AND FUND BALANCES - GOVERNMENTAL FUNDS
 For the Year Ended August 31, 2022

| | Governmental Fund Types | | | | Government- Wide Total |
|--------------------------------------|-------------------------|------------------|---------------------|---------------------|------------------------------|
| | General | Activities | School Nutrition | Special Building | |
| ASSETS | | | | | |
| Cash at bank | \$ 6,424,261 | \$ 64,754 | \$ (390,308) | | \$ 6,098,707 |
| Cash at bank - restricted | - | - | - | 238,194 | 238,194 |
| Cash at County Treasurer | 10,657 | - | - | - | 10,657 |
| Total Assets | <u>\$ 6,434,918</u> | <u>\$ 64,754</u> | <u>\$ (390,308)</u> | <u>\$ 238,194</u> | <u>\$ 6,347,558</u> |
| NET POSITION/FUND BALANCES | | | | | |
| Unassigned | \$ 6,378,893 | \$ - | \$ - | \$ - | \$ 6,378,893 |
| Assigned for school activities | - | 64,754 | - | - | 64,754 |
| Assigned ocw22 | - | - | (390,308) | - | (390,308) |
| Committed for depr. Use | 56,025 | - | - | - | 56,025 |
| Restricted for building proj | - | - | - | 238,194 | 238,194 |
| Total Net Position/ Fund Balances | <u>\$ 6,434,918</u> | <u>\$ 64,754</u> | <u>\$ (390,308)</u> | <u>\$ 238,194</u> | <u>\$ 6,347,558</u> |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS,
AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended August 31, 2022

| | Governmental Fund Types | | | | Government- Wide Total |
|---|-------------------------|------------------|---------------------|---------------------|------------------------------|
| | General | Activities | School Nutrition | Special Building | |
| CASH RECEIPTS | | | | | |
| Local sources | \$ 116,397 | \$ - | \$ 400 | \$ 35,851 | \$ 152,648 |
| Intermediate sources | 4,195 | - | - | - | 4,195 |
| State sources | 4,174,908 | - | - | 689 | 4,175,597 |
| Federal sources | 4,773,747 | - | 180,823 | - | 4,954,570 |
| Non-revenue receipts | 39,838 | - | - | - | 39,838 |
| Activities receipts | - | 155,963 | - | - | 155,963 |
| Total cash receipts | <u>9,109,085</u> | <u>155,963</u> | <u>181,223</u> | <u>36,540</u> | <u>9,482,811</u> |
| | 1,095,678 | | | | |
| CASH DISBURSEMENTS | 10,204,763 | | | | |
| Instruction: | | | | | |
| Regular | 3,217,615 | - | - | - | 3,217,615 |
| Special education | 1,102,392 | - | - | - | 1,102,392 |
| Support Services | | | | | |
| Pupils | 448,521 | - | - | - | 448,521 |
| Instructional staff | 356,646 | - | - | - | 356,646 |
| General administration | 405,845 | - | - | - | 405,845 |
| Office of principal | 478,290 | - | - | - | 478,290 |
| Central services | 757,983 | - | - | - | 757,983 |
| Maintenance and operation | 770,885 | - | - | - | 770,885 |
| Student transportation | 84,230 | - | - | - | 84,230 |
| Other support services | 86,723 | - | - | - | 86,723 |
| Private and state categorical | 166,983 | - | - | - | 166,983 |
| Facilities acquisitions | 70,834 | - | - | - | 70,834 |
| Federal programs | 662,272 | - | - | - | 662,272 |
| Activities | - | 134,715 | - | - | 134,715 |
| Lunch program | - | - | 435,349 | - | 435,349 |
| Special building | - | - | - | 78,457 | 78,457 |
| Total cash disbursements | <u>8,609,219</u> | <u>134,715</u> | <u>435,349</u> | <u>78,457</u> | <u>9,257,740</u> |
| Government - Wide Presentation of Cash Receipts over (under) | | | | | |
| Cash Disbursements | 499,866 | 21,248 | (254,126) | (41,917) | 225,071 |
| Transfers In (out) | 1,095,678 | | - | - | 1,095,678 |
| Fund Balances, beginning of year | 4,839,374 | 43,506 | (136,182) | 280,111 | 5,026,809 |
| Fund Balances, end of year | <u>\$ 6,434,918</u> | <u>\$ 64,754</u> | <u>\$ (390,308)</u> | <u>\$ 238,194</u> | <u>\$ 6,347,558</u> |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS
For the year ended August 31, 2022

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting principles and practices followed by Santee Community Schools School are presented below to assist the reader in evaluating the financial statements and the accompany notes.

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

1. Reporting Entity – The Dakota County School, Santee Community Schools 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 Governmental Accounting Standards Board Statement No. 14, which need to be included in the Districts reporting entity.
2. 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; consequently, these statements represent a summary of the cash activity of the various funds of the District and do not include certain transactions that would be included if the District prepared its financial statements in accordance with generally accepted accounting principles, as applicable to governmental units. Under the modified cash basis, receipts are recognized when collected rather than when earned, and expenditures are recognized when paid rather than when incurred. Taxes levied by the District, and other taxes/fees allocable to the District are paid to the respective county treasurers. Per state statute, these monies are treated as receipts of the District upon receipt by the various counties. The funds held at the aforementioned county treasurers are included in the cash balances of the corresponding funds for which the taxes and fees were levied. Consequently, these financial statements are not intended to present financial position or results of operations in conformity with generally accepted accounting principles, as applicable to governmental units.
3. Basis of Presentation
Government-wide financial statements – The district utilizes the provisions of Statement No. 34 of the Government Accounting Standards Board, *Basics Financial Statements and Management’s Discussion and Analysis for State and Local Governments*. Statement No. 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.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended August 31, 2022

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Basis of Presentation – Government – Wide Financial Statements – Continued

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 for 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 specific function or segment. Program receipts include (1) charges to customers or applicants who purchase, use, or directly benefit 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.

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 – This fund is the operating fund of the District. It is used to account for all financing resources except those required to be accounted for in other funds.

Depreciation Fund – This fund is established by the district in order to facilitate the eventual purchase of costly capital outlay by reserving the amount from the General Fund. The transfer of funds is considered a disbursement in in the General Fund and a Transfer From General Fund in the Depreciation Fund. The purpose of the fund is to spread replacement costs of capital outlay over a period of years. This fund is restricted. The Depreciation Fund is considered a component of the General Fund.

School Nutrition Fund – This fund is used to record the financial activities of the child nutrition programs.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended August 31, 2022

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

3. Basis of Presentation – Government – Wide Financial Statements – Continued

Governmental Fund Types – Continued

Special Building Fund – This fund is established for acquiring or improving sites and buildings, including construction, alteration, or improvement of buildings. accounts for taxes levied and other revenue specifically maintained for acquiring or improving sites and buildings, including the construction, alteration, or improvements of buildings. The Board of Education may approve a budget with levy limitation of 14 cents per one hundred dollars of valuation may be established for this fund by a vote of the people within the District.

Fiduciary Fund Types:

Activities Fund – This fund is used to account for assets held by the District and the related receipts and expenditures used in various school organizations and activities.

4. Cash and Cash Equivalents – The District considers checking accounts, savings accounts, money market accounts and certificates of deposit as cash or cash equivalents.
5. 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
6. Equity Classification –

Government-Wide Financial 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, contributors, or laws and regulations of other governments, or through constitutional provisions 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.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended August 31, 2022

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

6. 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:

Non-spendable – 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 purposes 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 to 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.

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

7. 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.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended August 31, 2022

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

8. Revenue Recognition – Property Taxes – Property taxes are levied by October 25 based on valuations as of April 1. Real estate taxes become due and attach as an enforceable lien on property as of January 1. Real estate and personal property taxes are payable in two installments and become delinquent on May 1 and September 1, following the levy date. The District recognizes collections received by the County Treasurer’s office on their behalf as revenue. All other revenues are recognized when they are received, under the District’s cash basis of accounting.

NOTE B. BUDGET PROCESS AND PROPERTY TAXES – The District follows these procedures in establishing the budgetary data reflected in the accompanying financial statements:

1. The Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing the following September 1. The operating budget includes proposed expenditures and the means of financing them. The budget is prepared on the cash basis, the statutory basis for Nebraska School Districts.
2. Public hearings are conducted at a public meeting to obtain taxpayer comments. Prior to September 20, the budget is legally adopted by the Board of Education through passage of a resolution. Total Expenditures may not legally exceed total appropriations. Appropriations lapse at year end, and any revisions require Board approval. The budget was not amended in the past year.
3. The property tax requirement resulting from the budget process is utilized by the County Assessor to establish the tax levy by October 25, which attaches as an enforceable lien on property within the District as of January 1, and is due as of that date. All unpaid taxes are delinquent as of September 1. The County collects property taxes and remits to the District monthly. District property tax revenue is recognized when received by the County Treasurer.

NOTE C. RETIREMENT PLAN

Plan Description

The District contributes to the Nebraska School Employees Retirement System, a cost-sharing, multi-employer defined benefit pension plan administered by the Nebraska Public Employee 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.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended August 31, 2022

NOTE C. RETIREMENT PLAN - CONTINUED

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 monthly 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.

Employees' benefits are vested after five years of plan participants or when termination occurs at age 65 or later. Vested members are eligible to receive an unreduced retirement benefit at age 65.

A member's age will determine eligibility to begin receiving a monthly benefit and if those benefits are reduced or unreduced. Benefit calculations vary with early retirement. At ages 55 to 64, members who are in tier one, two, or three may qualify to receive unreduced benefits under the "Rule of 85" of the member's attained age plus creditable service equals 85 or greater. At ages 60 to 64, members may qualify to receive unreduced benefits under the tier four "Rule of 85" if the member's attained age plus creditable service equals 85 or greater.

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 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.

For the District's year ended August 31, 2022, the District's total payroll for all employees was \$4,065,055. Total covered payroll was \$3,793,646. Covered payroll refers to all compensation paid by the District to active employees by the plan.

Santee Community Schools
Knox County, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED
For the year ended August 31, 2022

NOTE C. RETIREMENT PLAN – CONTINUED

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 non-employer 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 its year ended August 31, 2022 was \$374,942.

Pension Liabilities

At June 30, 2021, the District had a liability of (\$2,128,930) for its proportionate share of the net pension liability (this liability is not recorded in the accompanying cash basis financial statements). The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined using an actuarial valuation as of that date. The NPERS School Plan was 109.90% funded as of June 30, 2021, based on actuarial calculations comparing pension liability to the plan fiduciary net position. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2021, the District's proportion was .150316%, which was an increase from its proportion of .148780% measured as of June 30, 2020. For the year ended June 30, 2021, the District's allocated pension expense was \$378,809.

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation: 2.65 percent

Salary increases, including wage inflation: 3.15 – 13.15 percent

Cost-of-living Adjustment: Members hired before July 1, 2013: 2.15% with a floor benefit equal to 75% purchasing power of original benefit. Members hired on/after July 1, 2013: 1.00% with no floor benefit.

Investment Rate of Return, net of investment expense, including inflation: 7.3 percent.

The School Plan's pre-retirement mortality rates were based on the Pub-2010 General Members (Above Median) Employee Mortality Table (100% of male rates, 95% of female rates), both male and female rates set back one year, projected generationally using MP-2019 modified to 75% of the ultimate rates.

The School Plan's post-retirement mortality rates for retirees were based on the Pub-2010 General Members (Above Median) Retiree Mortality Table (100% of male rates, 95% of female rates), both male and female rates set back one year, projected generationally using MP-2019 modified to 75% of the ultimate rates

Santee Community Schools
 Knox County, Nebraska
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 For the year ended August 31, 2022

NOTE C. RETIREMENT PLAN – CONTINUED

Actuarial Assumptions - Continued

The School Plan’s post-retirement mortality rates for beneficiaries were based on the Pub-2010 General Members (Above Median) Contingent Survivor Mortality Table (100% of male rates, 95% of female rates), both male and female rates set back one year, projected generationally using MP-2019 modified to 75% of the ultimate rates

The School Plan’s disability mortality rates were based on the Pub-2010 Non-Safety Disabled Mortality Table (state table).

The actuarial assumptions used in the July 1, 2021, valuations for the School Plan are based on the results of the most recent actuarial experience study, which covered the four-year period ending June 30, 2019. The experience study report is dated December 21, 2020.

The long-term expected real rate of return on pension plan investments was based upon the expected long-term investment returns provided by a consultant of the Nebraska Investment Council, who is responsible for investing the pension plan assets.

Actuarial Assumptions (Continued)

The return assumptions were developed using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of geometric real rates of return for each major asset class included in the pension plan’s target asset allocation as June 30, 2021 (see the discussion of the pension plan’s investment policy) are summarized on the following page.

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return*</u> |
|--------------------|--------------------------|--|
| U.S. Equity | 27.0% | 4.5% |
| Global Equity | 19.0% | 5.3% |
| Non-U.S. Equity | 11.5% | 5.8% |
| Fixed Income | 30.0% | 0.7% |
| Private Equity | 5.0% | 7.4% |
| Real Estate | <u>7.5%</u> | 4.2% |
| Total | 100% | |

* Arithmetic mean, net of investment expenses

Santee Community Schools
 Knox County, Nebraska
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 For the year ended August 31, 2022

NOTE C. RETIREMENT PLAN – CONTINUED

Discount Rate

The discount rate used to measure the Total Pension Liability at June 30, 2021, was 7.3 percent. The discount rate is reviewed as part of the actuarial experience study, which was last performed for the period July 1, 2015, through June 30, 2019. The actuarial experience study is reviewed by the NPERS Board, which must vote to change the discount rate.

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and contributions from employers and non-employers will be made at the contractually required rates, actuarially determined. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability. The projected future benefit payments for all current plan members were projected through 2120.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.3 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.3 percent) or 1-percentage-point higher (8.3 percent) than the current rate.

Sensitivity of the District's Proportionate Share of the Net Pension (Continued)

| | <u>Discount Rate</u> | District's proportionate share of net pension liability |
|-----------------------|----------------------|---|
| 1% decrease | 6.3% | \$868,355 |
| Current discount rate | 7.3% | \$(2,128,930) |
| 1% increase | 8.3% | \$(4,590,806) |

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 for NPERS. That report may be obtained via the internet at http://www.auditors.nebraska.gov/APA_Reports.

Niobrara Public Schools District No. 1
Niobrara, Nebraska
NOTES TO FINANCIAL STATEMENTS - CONTINUED

NOTE D. CASH AND INVESTMENTS

Nebraska Statutes provide that the School District may, be and with the consent of the Board of Education of the School District, invest the resources of the School District in Securities, including repurchase agreements, the nature of which individuals of prudence, discretion, and intelligence acquire or retain in dealing with the property of another.

Custodial Credit Risk - At August 31, 2022, the carrying value of the School Districts deposits was \$6,272,549. The bank balances were \$7,016,549 of which \$250,000 was covered by federal depository insurance and the remaining amount was collateralized by U.S. government securities subject to joint safekeeping receipts issued by the custodial financial institution which was not the pledging institution. State law requires that all deposits be fully insured or collateralized. The District had no investments at August 31, 2022.

Credit Risk – deposits and investments, credit risk is the risk that a bank or other counterparty defaults on its principal or interest payments owed to the district.

Interest rate risk – deposit 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.

Cash – Restricted and Cash at County – Restricted, shown on the Statement of Assets and Net Position/Fund Balances Arising from Cash Basis Transactions – Governmental Funds and Government – Wide Presentation, are cash balances restricted within the Qualified Capital purpose Undertaking Fund and Bond Fund for debt repayments, and the Special Building Fund for capital expenditures.

NOTE E. SUBSEQUENT EVENTS

A review of events was made from the year end August 31, 2022 to the date of this report that may have required an adjustment to, or inclusion in, the financial statements. The District had no subsequent events for inclusion in these financial statements.

NOTE F. COMMITMENTS AND CONTINGENCIES

State and Federal Programs – The District participates in numerous State and Federal Grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the ability to collect any related receipt after August 31, 2022 may be impaired. In the opinion of the District, there are no significant contingencies related to the rules and regulations governing the respective grants.

Santee Community Schools
 Knox County, Nebraska
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 For the year ended August 31, 2022

NOTE G. 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. During the year, the District carried commercial insurance for general liability, public official's liability, property coverage, and workers' compensation coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE H. ENVIRONMENTAL RISK

The District is subject to laws and regulations relating to the protection of the environment. The District's policy is to expense environmental and cleanup related costs of a non-capital nature when incurred. Although it is not possible to quantify with any degree of certainty the potential financial impact of the District's continuing compliance efforts, management believes any future remediation or other compliance related costs will not have a material adverse effect on the financial condition of the District.

NOTE E. LONG-TERM DEBT

In June of 2021, the School District issued limited tax general obligation refunding bonds for the purpose of refunding the District's outstanding Limited Tax General Obligation School Building Bonds, Series 2018, dated August 23, 2018 in the total amount of \$1,460,000. Interest is payable semiannually beginning in December of 2021, at a fixed rate of 2.35%. Annual Principal payments are due beginning in June 2022, and final principal due in June 2030.

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

| | Beginning of Year | Issued | Retired | End Of Year | Due in One Year |
|-------------|----------------------|--------------------|--------------------|--------------------|--------------------|
| Series 2018 | \$1,415,000 | \$ - | \$1,415,000 | \$ - | \$ - |
| Series 2021 | - | 1,460,000 | 150,000 | 1,310,000 | 150,000 |
| Total | <u>\$1,415,000</u> | <u>\$1,460,000</u> | <u>\$1,565,000</u> | <u>\$1,310,000</u> | <u>\$ 150,000</u> |

Santee Community Schools
 Knox County, Nebraska
 NOTES TO FINANCIAL STATEMENTS - CONTINUED
 For the year ended August 31, 2022

NOTE E. LONG-TERM DEBT - CONTINUED

The annual requirements to amortize all long-term debt outstanding at August 31, 2022, including interest payments, are as follows:

| <u>Year Ended August 31,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|----------------------------------|---------------------|-------------------|---------------------|
| 2023 | \$ 150,000 | \$ 30,785 | \$ 180,785 |
| 2024 | 155,000 | 27,260 | 182,260 |
| 2025 | 155,000 | 23,618 | 178,618 |
| 2026 | 160,000 | 19,975 | 179,975 |
| 2027 | 170,000 | 16,215 | 186,215 |
| 2028-2030 | 520,000 | 24,558 | 544,558 |
| | <u>\$ 1,310,000</u> | <u>\$ 142,411</u> | <u>\$ 1,452,411</u> |

NOTE F. TRANSFERS

The District transferred the following funds:

| <u>Fund</u> | <u>Purpose</u> | <u>Amount</u> |
|-------------|----------------|---------------|
| General | | \$1,095,678 |

SUPPLEMENTAL INFORMATION

Santee Community Schools
Knox County, Nebraska
GENERAL FUND
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL
For the Year Ended August 31, 2022

| | Actual | Original Budget |
|---|-----------|--------------------|
| CASH RECEIPTS | | |
| Local Sources | | |
| 1100 Taxes levied | \$ 80,195 | \$ 60,887 |
| 1510 Interest | 5,265 | 4,500 |
| 1900 Other local receipts | 30,937 | 95,268 |
| Total local sources | 116,397 | 160,655 |
| Intermediate Sources | | |
| 2110 County fines and licenses | 4,195 | 4,000 |
| 2130 Other county receipts | - | 6,000 |
| Total intermediate sources | 4,195 | 10,000 |
| State Sources | | |
| 3110 State aid | 3,399,741 | 3,399,741 |
| 3120 Special education | 621,519 | 520,259 |
| 3130 Homestead exemption | (105) | - |
| 3131 Property tax credit | 4,774 | - |
| 3180 Pro-rate motor vehicle | 138 | 120 |
| 3400 State apportionment | 24,752 | 26,109 |
| 3535 High ability learners | - | 3,500 |
| 3541 Early Childhood Development Grants | 128,263 | 221,800 |
| 3551 Career Education | 2,178 | - |
| 3990 Other state receipts | (6,352) | - |
| Total State Sources | 4,174,908 | 4,171,529 |
| Federal Sources | | |
| 4212 Title I Part A: Support for Improvement | 152,213 | 80,000 |
| 4305 Title 8 (Impact Aid) | 4,374,353 | 4,060,800 |
| 4505 Title I Part A: ESSA Improving Basic Programs Operated by Local State Agencies | 72,438 | - |
| 4509 Title II, Part A ESSA Supporting Effective Instruction | 9,490 | - |
| 4512 IDEA Part B (611) Base Allocation | - | 40,000 |
| 4518 IDEA Part B (611) Base & Enrollment Poverty Allocation | 63,140 | - |
| 4525 Federal Vocational & Applied Technology Education | 1,950 | 20,000 |
| 4530 Other federal categorical receipts | - | 100,000 |
| 4531 Title IV Part B ESSA 21st Century Community Learning Centers | 48,040 | - |
| 4708 MIPS | 20,287 | - |
| 4709 MAAPS | 21,836 | - |
| 4969 Title IV, Part A | 10,000 | - |
| 4998 ESSER | - | 280,097 |
| Total federal sources | 4,773,747 | 4,500,897 |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
GENERAL FUND
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL
For the Year Ended August 31, 2022

| | Actual | Original Budget |
|--|----------------------------|---------------------------|
| Non-Revenue Receipts | | |
| 5200 Fund transfers in | \$ 1,095,678 | \$ - |
| 5690 Other Non-Revenue Receipts | 39,276 | - |
| 9000 Non-Program receipts | <u>562</u> | <u>-</u> |
| Total non-revenue receipts | <u>1,135,516</u> | <u>-</u> |
| | | |
| Total Receipts | 10,204,763 | 8,843,081 |
| | | |
| DISBURSEMENTS | | |
| Program | | |
| 1100 Regular instructional | 3,217,615 | 3,429,386 |
| 1200 Special education instructional | 1,102,392 | 1,411,712 |
| 2100 Support Services - pupils | 448,521 | 570,015 |
| 2200 Support Services - Instructional staff | 356,646 | 294,735 |
| 2300 Support Services - General Administration | 405,845 | 794,498 |
| 2400 Support Services - Office of Principal | 478,290 | 532,484 |
| 2500 Support Services - Central Services | 757,983 | 431,009 |
| 2600 Support Services - Maintenance and Operations | 770,885 | 614,573 |
| 2700 Student Transportation | 84,230 | 81,184 |
| 2900 Other support services | 86,723 | 16,920 |
| 3500 Private & State Categorical Programs | 166,983 | 104,197 |
| 4000 Facilities Acquisitions & Construction | 70,834 | 342,948 |
| 6000 Federal programs | 662,272 | 1,182,939 |
| 8000 Transfers | <u>-</u> | <u>465,118</u> |
| Total disbursements | <u>8,609,219</u> | <u>10,271,718</u> |
| | | |
| Cash Receipts Over (Under) Disbursements | 1,595,544 | <u><u>(1,428,637)</u></u> |
| | | |
| Beginning Bank Balances | 4,765,708 | |
| Beginning Balances at County Treasurer | <u>17,641</u> | |
| Fund Balance, Beginning of Year | 4,783,349 | |
| | | |
| Ending Bank Balances | 6,368,236 | |
| Ending Balances at County Treasurer | <u>10,657</u> | |
| Fund Balance, End of Year | <u><u>\$ 6,378,893</u></u> | |

The notes are an integral part of these financial statements.

Santee Community Schools
 Knox County, Nebraska
 DEPRECIATION FUND
 STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL
 For the Year Ended August 31, 2022

| | Actual | Original Budget |
|--|-------------------------|--------------------|
| CASH RECEIPTS | | |
| Transfer from General Fund | \$ - | \$ 153,950 |
| Total cash receipts | <u>-</u> | <u>153,950</u> |
| CASH DISBURSEMENTS | | |
| Supplies | - | - |
| Transfers | - | 153,950 |
| | <u>-</u> | <u>153,950</u> |
| Cash Receipts Over (Under) Disbursements | - | <u><u>\$ -</u></u> |
| Fund Balance, Beginning of Year | <u>56,025</u> | |
| Fund Balance, End of Year | <u><u>\$ 56,025</u></u> | |

The notes are an integral part of these financial statements.

Santee Community Schools
 Knox County, Nebraska
 ACTIVITIES FUND
 STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL
 For the Year Ended August 31, 2022

| | Actual | Original Budget |
|--|------------|--------------------|
| CASH RECEIPTS | | |
| Activities receipts | \$ 155,963 | \$ 113,100 |
| Total cash receipts | 155,963 | 113,100 |
| CASH DISBURSEMENTS | | |
| Activities disbursements | 134,715 | 113,100 |
| Cash Receipts Over (Under) Disbursements | 21,248 | - |
| Fund Balance, Beginning of Year | 43,506 | |
| Fund Balance, End of Year | \$ 64,754 | |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
SCHOOL NUTRITION FUND
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL
For the Year Ended August 31, 2022

| | Actual | Original Budget |
|--|---------------------|---------------------|
| CASH RECEIPTS | | |
| Interest | \$ 400 | \$ 785 |
| State reimbursement | - | 275,000 |
| Federal reimbursements | 180,823 | - |
| Transfer from general fund | - | 287,699 |
| Total cash receipts | <u>181,223</u> | <u>563,484</u> |
| CASH DISBURSEMENTS | | |
| Regular Salaries | 126,077 | 211,015 |
| Employee benefits | 35,957 | 35,000 |
| Travel | 111 | - |
| Supplies | 69,618 | 3,402 |
| Food purchases | 203,586 | 412,080 |
| Capital outlay | - | 15,000 |
| Total cash disbursements | <u>435,349</u> | <u>676,497</u> |
| | (254,126) | <u>\$ (113,013)</u> |
| Cash Receipts Over (Under) Disbursements | <u>(136,182)</u> | |
| Fund Balance, Beginning of Year | | |
| Fund Balance, End of Year | <u>\$ (390,308)</u> | |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
SPECIAL BUILDING FUND
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL
For the Year Ended August 31, 2022

| | Actual | Original Budget |
|--|------------|--------------------|
| CASH RECEIPTS | | |
| Taxes levied | \$ 2,997 | \$ - |
| Interest earned | 250 | - |
| Other local receipts | 32,604 | 200,000 |
| Homestead exemption | 4 | - |
| Property tax credit | 667 | - |
| Pro-rate motor vehicle | 18 | - |
| Total cash receipts | 36,540 | 200,000 |
| CASH DISBURSEMENTS | | |
| Purchased services | - | 869,000 |
| Construction services | 68,107 | - |
| Supplies | - | 208,000 |
| Machinery | 10,050 | - |
| Miscellaneous expense | 300 | - |
| Total cash disbursements | 78,457 | 1,077,000 |
| Cash Receipts Over (Under) Disbursements | (41,917) | \$ (877,000) |
| Beginning bank balance | 270,369 | |
| Beginning balances at County Treasurer | 9,742 | |
| Fund Balance, Beginning of Year | 280,111 | |
| Ending bank balance | 238,194 | |
| Ending balances at County Treasurer | - | |
| Fund Balance, End of Year | \$ 238,194 | |

The notes are an integral part of these financial statements.

Santee Community Schools
Knox County, Nebraska
NOTES TO OTHER SUPPLEMENTARY SCHEDULES –
BUDGETARY COMPARISON SCHEDULES
For the year ended August 31, 2022

NOTE A. BUDGETARY ACCOUNTING

The District prepares its budget for the Governmental Funds and Fiduciary Funds on the cash basis of accounting. This basis is consistent with the basis of accounting used in presenting the basic financial statements. Under the method of accounting, all unexpended appropriations lapse at the end of the budget year.

The term “Budgetary Fund Balance” used in these supplementary schedules is synonymous with the terms “Fund Balance – Cash Basis” used in the basic financial statements.

NOTE B. BUDGET LAW

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

NOTE C. PRESENTATION

Governmental Accounting Standards requires that for reporting purposes, the General fund include all activity of funds that do not generate a significant amount of revenues from outside sources. Therefore, in the fund financial statements, Employee Benefit Fund and Depreciation Fund has been included in the General Fund since their revenues are mainly derived from transfers from the General Fund. However, since the Employee Benefit Fund and Depreciation Fund are required by State Law to adopt their own Budget and therefore, the respective budgetary schedules have been included here.

Santee Community Schools
Knox County, Nebraska
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended August 31, 2022

| Federal Grantor/Pass-through <u>Grantor/Program Title</u> | Federal CFDA Number | Federal Expenditures |
|---|---------------------------|-----------------------------------|
| <u>U.S. Department of Agriculture</u> | | |
| Pass-through Nebraska Department of Education | | |
| School Breakfast Program | 10.553 | \$ 49,339 |
| National School Lunch Program | 10.555 | 118,687 |
| Summer Food Service Program for Children | 10.559 | 10,857 |
| Fruit/Vegetable Program | 10.582 | 1,941 |
| Total U.S. Department of Agriculture | | <u>180,824</u> |
| <u>U.S. Department of Education</u> | | |
| Direct Payments | | |
| Title 8(Impact Aid) | 84.041 | 4,374,353 |
| | 84.048 | 1,950 |
| Total direct payments | | <u>4,376,303</u> |
| <u>U.S. Department of Education</u> | | |
| Pass-through Nebraska Department of Education | | |
| Title I, Part A Improving Basic Programs | 84.010 | 246,351 |
| IDEA Part-B Base | 84.027 | 59,714 |
| IDEA Preschool Base | 84.173 | 3,426 |
| 21st Century After School Learning Center | 84.287 | 96,076 |
| Title II, Part A Supporting Effective Instruction | 84.367 | 9,490 |
| Title IV, Part A Student Support and Academic Enrichment | 84.424 | 10,000 |
| ESSER - Covid Relief Fund | 84.425 | 287,346 |
| Total pass-through | | <u>712,403</u> |
| Total U.S. Department of Education | | <u>5,088,706</u> |
| <u>U.S. Department of Health and Human Resources</u> | | |
| Pass-through Nebraska Department of Health and Human Services | | |
| Human Resources | | |
| Medicaid Cluster: | | |
| Medicaid in Public Schools | 93.778 | 20,287 |
| Total U.S. Department of Health and Human Services | | <u>20,287</u> |
| Total Expenditures of Federal Awards | | <u><u>\$ 5,289,817.00</u></u> |

The notes are integral part of the schedule of expenditures of federal awards.

Santee Community Schools
Knox County, Nebraska
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
OTHER SUPPLEMENTARY SCHEDULES –
BUDGETARY COMPARISON SCHEDULES
For the year ended August 31, 2022

NOTE A. BASIS OF PRESENTATION

The schedule of expenditures of federal awards on the previous page includes the federal grant activity of Santee Community Schools and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in , or used in the preparation of the basic financial statements

NOTE B. SUBRECIPIENTS

There are no subrecipients to the federal awards of Santee Community Schools, Knox County, Nebraska.

NOTE C. FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at fair market value of the commodities received and disbursed.

Santee Community Schools
Knox County, Nebraska
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended August 31, 2022

SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued: Qualified

Internal control over financial reporting

Material weakness(es) identified? Yes

Significant deficiencies identified? No

Noncompliance material to financial statements noted? Yes

Federal Awards

Internal control over major programs? Yes

Significant deficiencies identified? No

Type of auditor's report issued on compliance for major programs: Qualified

Any findings disclosed that are required to be reported in accordance 2 CFR section 200.516(a)? Yes

Major Programs: Child Nutrition Cluster (10.553,10.555, 10.559), Impact Aid (84.041), ESSER (84.425), Title I (84.010)

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? No

Financial Statement and Compliance Findings

22-1 Monitoring

Condition: The business office has continued to experience significant turnover in the last 4 years with at least 5 separate business managers. During the year ended August 31, 2022, the business manager position was open for several months, with a clerk in the business office assuming the tasks of the entire office. There appeared to be very little oversight or monitoring of the tasks and its completion.

Criteria: Internal controls requires an organization to have a process of monitoring by which the entity assesses the quality of its internal control over time. Monitoring involves assessing the design and operations of controls on a timely basis, capturing and identified control deficiencies, and taking actions as necessary. Ongoing monitoring includes management and supervisory activities and other actions that personnel take in performing their duties, such as performing comparisons, reconciliations, review of various accounting tasks to ensure accuracy, completeness and timeliness, and other routine activities.

Santee Community Schools
Knox County, Nebraska
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
For the year ended August 31, 2022

22-1 Monitoring - Continued

Cause: The District has a small administrative staff and is therefore difficult to perform the necessary internal control activities. The Superintendent had left also during roughly the same time as the business manager. These positions would normally oversee the clerk and the business manager.

Effect: The failure of the District to adjust the monitoring controls allowed the business office to go unchecked. This greatly increased the risk of errors and or fraud to occur. In fact we found numerous errors in recording of receipts and disbursements.

Recommendation: We recommend that the District review its current internal control. Document its internal control in writing. In the internal control provide alternative controls if certain positions are not filled.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

22-2 Recording of Receipts and Disbursements

Condition: During our review of receipts and disbursements, we noted numerous errors in coding to the appropriate function and/or object codes.

Criteria: Activity Level and Monitoring internal controls should be in place to ensure that transactions are recorded properly and there is a process of monitoring to ensure accuracy and completeness.

Effect: The lack of activity level controls and monitoring increased the risk of errors and the possibility of fraud. We noted numerous errors in coding of receipts and disbursements to the proper function and/or object codes.

Recommendation: We recommend the District review its activity level internal controls for receipt and disbursement transactions. These internal controls should be in writing and maintained electronically.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

22-3 Bank Reconciliations

Condition: The District maintains a bank account which includes the following funds: General, Depreciation and School Nutrition Fund and separate bank accounts for the Activities and Special Building. These bank accounts did not appear to be reconciled in a timely manner or reviewed by an appropriate level of management.

Criteria: Activity level controls and monitoring controls would require the District to prepare a reconciliation of all bank accounts to the general ledger.

Santee Community Schools
Knox County, Nebraska
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
For the year ended August 31, 2022

22-3 Bank Reconciliations - Continued

Cause: Due to the instability in the business office and the Superintendents office there was no oversight of the lone employee in the business office.

Effect: Due to the lack of activity and monitoring controls the bank reconciliations were not prepared timely. This increased the risk of errors and fraud to occur.

Recommendation: We recommend the District review its activity level and monitoring internal controls specifically for reconciliations. The District should include alternative controls for when certain positions are not filled or are not present because of an approved leave.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

22-4 Retirement Contributions

Condition: The District submits monthly a retirement contribution report to the Nebraska Public Employees Retirement System (NPERS). The total amount for the year ended August 31, 2022 submitted to NPERS for the Districts contribution did not agree with the amount reported in the general ledger.

Criteria: Monitoring controls should be in place to review the monthly forms submitted to NPERS and reconcile to the amounts reported in the Districts general ledger.

Cause: Due to the instability in the business office there was no monitoring of the lone employees activities.

Effect: Due to the lack of oversight in the business office this increased the risk of errors and possible fraud.

Recommendation: We recommend the District review its activity level and monitoring internal controls. The District should include alternative controls for when certain positions are not filled or are not present because of an approved leave.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

22-5 School Nutrition Funding

Condition: We were made aware during the audit that the District failed to timely submit reimbursement requests to the state for the school nutrition fund.

Criteria: The District is required to submit timely requests for reimbursement to the State of Nebraska to fund its school nutrition fund. Activity level and monitoring controls should be in place to ensure the report is timely filed and reimbursement received.

Santee Community Schools
Knox County, Nebraska
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
For the year ended August 31, 2022

22-5 School Nutrition Funding – Continued

Cause: Due to the instability in the business office there was no monitoring of the lone employees activities.

Effect: Due to the lack of oversight in the business office this increased the risk of errors and possible fraud.

Recommendation: We recommend the District review its activity level and monitoring internal controls. The District should include alternative controls for when certain positions are not filled or are not present because of an approved leave.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

22-6 School Nutrition Fund Negative Cash Balance

Condition: The cash balance in the school nutrition fund was (\$390,308). By definition a negative cash/fund balance should not happen. This fund's cash is commingled with the general and depreciation fund. However, there is a separate school nutrition fund that had minimal activity during the fiscal year and an immaterial balance as of August 31, 2022.

Criteria: Activity level and Monitoring controls should be in place to ensure accuracy of the cash balance and to perform a reconciliation timely and resolve any issued noted.

Cause: Due to the instability in the business office there was no monitoring of the lone employees activities. Also, since there were several months were the request for reimbursement was not filed timely and therefore the funding lost this could have contributed to the shortfall. However, the disbursements occurred so inherently the District had to use cash from another fund, most likely the General Fund. This was not approved to our knowledge by the Board of Education.

Effect: Due to the lack of oversight in the business office this increased the risk of errors and possible fraud.

Recommendation: We recommend the District review its activity level and monitoring internal controls. The District should include alternative controls for when certain positions are not filled or are not present because of an approved leave. Also, we recommend that the District determine if it is going to use the separate school nutrition bank account, if not it should be closed as it is not maintained on the official accounting software.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically. The District will determine the whether to use the separate bank account for the school nutrition fund.

Santee Community Schools
Knox County, Nebraska
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
For the year ended August 31, 2022

22-7 Unsupported Transfer

Condition: The General Fund had \$1,095,678.41 coded to an account called Other Financing – Fund Transfers In. There was no apparent offsetting transfer out of another fund or related disbursements. We were not able to obtain appropriate audit evidence to support this amount.

Criteria: Monitoring controls should be in place to review the financial statement information and to question unusual amounts and transactions.

Cause: Due to the instability in the business office there was no monitoring of the lone employees activities

Effect: Due to the lack of oversight in the business office this increased the risk of errors and possible fraud.

Recommendation: We recommend the District review its activity level and monitoring internal controls. The District should include alternative controls for when certain positions are not filled or are not present because of an approved leave.

Views of Responsible Officials and Planned Corrective Actions: The management of the District agree with the findings and recommendations and will document its internal controls in writing and maintain electronically.

Santee Community Schools
Knox County, Nebraska
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
For the year ended August 31, 2022

21-1 Bank Reconciliations

Condition: This was a material weakness identified in the last two audits. Stating that the main operating account and the activities account had not been reconciled in a timely manner and appropriate review of the reconciliations.

Recommendation: We recommended that the District write up an appropriate activity level and monitoring control to ensure that the reconciliations were completed timely and reviewed by an appropriate level of management.

Current Status: See finding 22-3

Porter & Company, PC
4111 Floyd Boulevard
Sioux City, IA 51108
(712) 239-0536

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

Board of Education
Santee Community Schools,
Knox County, 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 Santee Community Schools, as of and for the year ended August 31, 2022, and the related notes to the financial statements, which collectively comprise District's basic financial statements, and have issued our report thereon dated December 9, 2022.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 22-1, 22-2, 22-3, 22-4, 22-5, 22-6 and 22-7 that we consider to be material weaknesses.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Santee Community School'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 questioned costs as items 22-2, 22-4, 22-5, 22-6 and 22-7.

Government Auditing Standards require the auditor to perform limited procedures on the District's responses to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Porter & Company, PC

Porter & Company, PC
Sioux City, Iowa
December 9, 2022

Porter & Company, PC
4111 Floyd Boulevard
Sioux City, IA 51108
(712) 239-0536

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Education
Santee Community Schools
Knox County, Nebraska

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Santee Community Schools's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of District's major federal programs for the year ended August 31, 2022. Santee Community School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Qualified Opinion on Child Nutrition Cluster (10.553,10.555, 10.559), Impact Aid (84.041), ESSER (84.425), Title I (84.010)

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2022.

Basis for Qualified Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).¹ Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Matters Giving Rise to Qualified Opinion on Child Nutrition Cluster (10.553,10.555, 10.559), Impact Aid (84.041), ESSER (84.425), Title I (84.010)

As described in the accompanying schedule of findings and questioned costs, the District did not comply with the requirements of allowable costs/cost principles and reporting for Child Nutrition Cluster (10.553, 10.555, 10.559), Impact Aid (84.041), ESSER (84.425), Title I (84.010). Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to those programs.

Responsibilities of Management

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We considered the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 22-2, 22-4, 22-5, 22-6 and 22-7 to be material weaknesses.

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

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's responses were not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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

Porter & Company, PC

Porter & Company, PC
Sioux City, Iowa
December 9, 2022

Check Summary

Sorted by Activity ID, Site ID.
From 03/01/2023 to 03/31/2023.

| Activity ID Site ID | | | Activity Name Site Name | | | | | |
|------------------------|---------|----------------------------|----------------------------|-----------|--------------|--|---------------------|--|
| Check Number | Status | Check / Void Date | Vendor Name | PO Number | Invoice No.# | Description | Amount | |
| 1002 | | Athletic Department | | | | | | |
| SCS | | Santee Community Schools | | | | | | |
| 12056 | Printed | 03/01/2023 | Ken Hajek | | | Boys State BBall Tourney mileage | 258.07 | |
| 12057 | Printed | 03/01/2023 | David Mroczek | | | Boys State BBall Tourney mileage | 258.07 | |
| 12058 | Printed | 03/01/2023 | Dawn Hefner | | | Boys State BBall Tourney mileage | 258.07 | |
| 12059 | Printed | 03/01/2023 | Hannah Rygaard | | | Boys State BBall Tourney mileage | 258.07 | |
| 12060 | Printed | 03/01/2023 | Don Pike Jr. | | | Boys State BBall Tourney mileage | 258.07 | |
| 12061 | Printed | 03/01/2023 | Stacy Johnson | | | Boys State BBall Tourney mileage | 258.07 | |
| 12062 | Printed | 03/01/2023 | Susan Pike | | | Boys State BBall Tourney mileage | 258.07 | |
| 12063 | Printed | 03/01/2023 | Anita LaPointe | | | Boys State BBall Tourney mileage | 258.07 | |
| 12064 | Printed | 03/01/2023 | LindaRae Starlin | | | Boys State BBall Tourney mileage | 258.07 | |
| 12065 | Printed | 03/01/2023 | DeWayne Wabasha | | | Boys State BBall Tourney mileage | 258.07 | |
| 12066 | Printed | 03/01/2023 | Jessica Crossman | | | Boys State BBall Tourney mileage | 258.07 | |
| 12067 | Printed | 03/03/2023 | Waylon LaPlante | | | Mileage for State BBall | 2,701.27 | |
| 12068 | Printed | 03/03/2023 | Jaylon LaPlante | | | First half of BBall coaching 22/23 | 1,221.60 | |
| 12069 | Printed | 03/07/2023 | Guadalupe Rodriguez | | | Made ribbon skirts for State BBall | 300.00 | |
| 12070 | Printed | 03/08/2023 | Dawn Hefner | | | mileage reimbursement for State games | 258.07 | |
| 12071 | Printed | 03/08/2023 | Garon Coons | | | Documentary Expense | 5,500.00 | |
| 12072 | Printed | 03/21/2023 | Boyd County Public Schools | | | Meals for BBall game | 252.00 | |
| 12073 | Printed | 03/21/2023 | Embassy - Lincoln | | | State BBall Rooms 2023 | 27,954.50 | |
| 12074 | Printed | 03/21/2023 | Ken Hajek | | | Mileage BBall Games | 268.55 | |
| 12075 | Printed | 03/21/2023 | Deon LaPointe | | | Gas for NVC Conf meeting | 37.20 | |
| 12076 | Printed | 03/21/2023 | Byron Tuttle | | | Gas for NVC Conf meeting | 17.10 | |
| 12077 | Printed | 03/21/2023 | Feather Hill Express | | | Gas for Big Blue Bus for BBall | 1,318.02 | |
| 12080 | Printed | 03/21/2023 | Cory Loomis Photography | | | rights to pictures | 270.00 | |
| Total: | | | | | | | \$ 42,937.08 | |
| 1004 | | Cheer Club | | | | | | |
| SCS | | Santee Community Schools | | | | | | |
| 12078 | Printed | 03/21/2023 | Chesterman Company | | | vending Machine | 141.00 | |
| 12079 | Printed | 03/21/2023 | Blooms & Bling | | | Flowers for Funerals | 210.80 | |
| Total: | | | | | | | \$ 351.80 | |
| Report Total : | | | | | | | 43,288.88 | |

| Payment Vendor | Invoice Description | Invoice Total |
|--|---|---------------|
| Appera | Uniforms | \$397.04 |
| BankersWeb | Training for HR Manager Certification | \$1,026.80 |
| Blick Art Materials | mural and advanced painting class supplies | \$100.22 |
| Bomgaars | | \$26.41 |
| Bounce Around Inflatables | Prom Activity | \$2,119.29 |
| Brazell, John T | | \$760.81 |
| Cash-Wa Distributing | | \$37,397.77 |
| Century Business Products Inc | | \$2,780.43 |
| CHS | | \$10,637.74 |
| Chesterman | water | \$5,000.00 |
| Eakes Office Plus | | \$5,461.26 |
| Ecolab Pest Elimination | | \$326.22 |
| Embassy Suites-Lincoln | BOE Retreat | \$5,003.68 |
| Follett Content Solutions LLC | Total Book Order is \$757.28 | \$757.28 |
| Great Plains Communications | | \$631.98 |
| Hajek, Kenneth | | \$56.00 |
| Hefner Hardware | repair ice machine and keys | \$593.58 |
| Hometown Leasing | | \$137.86 |
| Hy Vee Yankton | | \$1,448.00 |
| Johnson Controls Fire Protection | fire system | \$3,070.31 |
| Klug, Cecelia E | | \$120.37 |
| KSB School Law | | \$2,581.00 |
| Lakeshore Learning Materials | Please order 10 of the Giant Classroom Timers at 49.99 | \$499.90 |
| Lakeview Resort | | \$508.21 |
| Lindsay Water Conditioning | | \$1,463.00 |
| Menards - Norfolk Location | shop supplies | \$202.34 |
| Menards-Yankton | supplies | \$891.97 |
| Mroczeck, David J | | \$428.81 |
| Nagel, Raya | | \$92.03 |
| National Business Furniture | Johns Desk | \$2,522.00 |
| Nebraska Council of School Administrators | NASBO Conference for John and Dawn | \$360.00 |
| Nebraska Rural Community Schools Association | John Brazell and Dave Mroczeck | \$420.00 |
| North Central Public Power | | \$4,652.81 |
| Omaha World-herald | Advertising for Staff positions | \$1,247.26 |
| Pearson Education | | \$95.40 |
| Pearson Education | | \$107.18 |
| Purchase Power | | \$532.85 |
| Quill Corporation | | \$5,785.45 |
| Quill Corporation | toner needed for science and history room printers. | \$467.78 |
| Quill Corporation | cleaning products for computers, in preparation for end | \$249.27 |
| Rasmussen Mechanical Services | | \$20,789.00 |
| Region III | | \$100.00 |
| SANTANDER LEASING LLC | | \$4,896.78 |
| Santee Utility Commission | | \$1,120.00 |
| Savvas Learning Company LLC | | \$189.83 |
| Scholastic Book Club | February Class book order | \$131.88 |

| | | |
|-------------------------------------|--|---------------------|
| School Health Corporation | New AED and cabinet/signage for outside Nurse Office | \$1,973.92 |
| Special T's and More | hoodies for students, staff, board members | \$1,075.20 |
| Stacy Nickels | 6 days at school 1/2 day at home | \$1,300.00 |
| Tandy Leather Co | leather for Silas/Wambdi | \$160.47 |
| Tangeman Plumbing | | \$616.00 |
| To a T Decorating | Prom Decoration | \$1,200.00 |
| University of Nebraska State Museum | Senior Visit | \$42.50 |
| Wells Fargo Vendor Fin Serv | | \$399.87 |
| WM Krotter Co of Spencer LLC | | \$69.90 |
| Wronko, Dena R | reimbursement for lypt rides in Texas | \$155.16 |
| | | \$135,180.82 |

Isanti Community Schools Calendar 2023-2024



This calendar was approved by the Isanti Community School Board of Education on _____.

* The board of education reserves the right to change the school calendar to respond to emergencies or other unforeseen circumstances.

Calendar Color Key

- New Staff Orientation
- No School for Students and Staff
- Staff Development
- School Day
- 10:00am Late Start for Students(morning PD)
- 1:00pm Dismissal for Students and Staff
- Potential Snow Make-up days

School Day From 8:30 - 3:45

| 2022-2023 Grading Terms Summary | | | |
|---------------------------------|------------------|--------------|--------------|
| Term | Dates | Student Days | Teacher Days |
| 1st Quarter | Aug. 3 - Oct. 6 | 41 | 44 |
| 2nd Quarter | Oct. 10 - Dec.13 | 42 | 46 |
| Semester 1 | Aug. 3 - Dec. 13 | 83 | 90 |
| 3rd Quarter | Jan. 4 - Mar. 7 | 43 | 46 |
| 4th Quarter | Mar. 12 - May 1- | 45 | 49 |
| Semester 2 | Jan. 4 - May 14 | 88 | 95 |
| Year Total | Aug. 3 - May 14 | 171 | 185 |

| July | | | | | | |
|------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | | 1 |
| 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 23 | 24 | 25 | 26 | 27 | 28 | 29 |
| 30 | 31 | | | | | |

July 26 - 28 Administrator Days

| August | | | | | | |
|--------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | 1 | 2 | 3 | 4 | 5 |
| 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| 13 | 14 | 15 | 16 | 17 | 18 | 19 |
| 20 | 21 | 22 | 23 | 24 | 25 | 26 |
| 27 | 28 | 29 | 30 | 31 | | |

Aug. 1-2 Teacher In-Service
Aug. 3 First day of School 10am start
*** No School on Fridays in August

| September | | | | | | |
|-----------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | 1 | 2 |
| 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| 10 | 11 | 12 | 13 | 14 | 15 | 16 |
| 17 | 18 | 19 | 20 | 21 | 22 | 23 |
| 24 | 25 | 26 | 27 | 28 | 29 | 30 |
| | | | | | | |

Sept. 4 Labor Day
Sept. 29-30 LNI Volleyball

| October | | | | | | |
|---------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| 8 | 9 | 10 | 11 | 12 | 13 | 14 |
| 15 | 16 | 17 | 18 | 19 | 20 | 21 |
| 22 | 23 | 24 | 25 | 26 | 27 | 28 |
| 29 | 30 | 31 | | | | |

Oct. 9 Native American Day
Oct. 19 Parent Teacher Conferences

| November | | | | | | |
|----------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | 1 | 2 | 3 | 4 |
| 5 | 6 | 7 | 8 | 9 | 10 | 11 |
| 12 | 13 | 14 | 15 | 16 | 17 | 18 |
| 19 | 20 | 21 | 22 | 23 | 24 | 25 |
| 26 | 27 | 28 | 29 | 30 | | |

Nov. 11 Veterans Day, *observed*
Nov. 22 1pm dismissal
Nov. 23-24 Thanksgiving Break

| December | | | | | | |
|----------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | 1 | 2 |
| 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| 10 | 11 | 12 | 13 | 14 | 15 | 16 |
| 17 | 18 | 19 | 20 | 21 | 22 | 23 |
| 24 | 25 | 26 | 27 | 28 | 29 | 30 |
| 31 | | | | | | |

Dec. 14-17 LNI Basketball
Dec. 14-15 Snow Make-up
Dec. 21-Jan. 3 Winter Break
Dec. 26 Day of Remembrance

| January | | | | | | |
|---------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | 1 | 2 | 3 | 4 | 5 | 6 |
| 7 | 8 | 9 | 10 | 11 | 12 | 13 |
| 14 | 15 | 16 | 17 | 18 | 19 | 20 |
| 21 | 22 | 23 | 24 | 25 | 26 | 27 |
| 28 | 29 | 30 | 31 | | | |

Jan. 1 New Year's Day
Jan. 15 MLK Jr. Day

| February | | | | | | |
|----------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | 1 | 2 | 3 |
| 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| 11 | 12 | 13 | 14 | 15 | 16 | 17 |
| 18 | 19 | 20 | 21 | 22 | 23 | 24 |
| 25 | 26 | 27 | 28 | 29 | | |

Feb. 19 President's Day

| March | | | | | | |
|-------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | 1 | 2 |
| 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| 10 | 11 | 12 | 13 | 14 | 15 | 16 |
| 17 | 18 | 19 | 20 | 21 | 22 | 23 |
| 24 | 25 | 26 | 27 | 28 | 29 | 30 |
| 31 | | | | | | |

Mar. 8-11 Spring Break
Mar. 29 Good Friday

| April | | | | | | |
|-------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | 1 | 2 | 3 | 4 | 5 | 6 |
| 7 | 8 | 9 | 10 | 11 | 12 | 13 |
| 14 | 15 | 16 | 17 | 18 | 19 | 20 |
| 21 | 22 | 23 | 24 | 25 | 26 | 27 |
| 28 | 29 | 30 | | | | |

April 1 Easter Monday

| May | | | | | | |
|-----|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | 1 | 2 | 3 | 4 |
| 5 | 6 | 7 | 8 | 9 | 10 | 11 |
| 12 | 13 | 14 | 15 | 16 | 17 | 18 |
| 19 | 20 | 21 | 22 | 23 | 24 | 25 |
| 26 | 27 | 28 | 29 | 30 | 31 | |

May 3 Graduation
May 14 Last Day of School
20-21 Teacher In-service

| June | | | | | | |
|------|-----|-----|-----|-----|-----|-----|
| Sun | Mon | Tue | Wed | Thu | Fri | Sat |
| | | | | | | 1 |
| 2 | 3 | 4 | 5 | 6 | 7 | 8 |
| 9 | 10 | 11 | 12 | 13 | 14 | 15 |
| 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 23 | 24 | 25 | 26 | 27 | 28 | 29 |
| 30 | | | | | | |

**March Board Report
Elementary
Report Completed By: Cindy Nagel**

Preschool - Finalized February Gold benchmarks

- Miss Fuhrer will report out

II. By May 2023, K-5 increase average daily attendance for the year to 92%

Attendance - month of February

PK - 87.04%
K- 5 - 86.47%

Aug. - Feb. -

PK - 86.58%
K-5 89.63%

Achievement -

Increase the percent of students meeting grade level expectations by 5% as measured by MAP
80% of 3-5 students will meet projected growth expectations as measured by MAP data
60% of K-3 students will be at grade level as measured by DIBELS
Grades 3-5 increase NSCAS (state assessment) proficiencies by 3%.

Vision - More than get off Priority Plan - we want sustainability and high quality beyond that task.

Every student at Isanti experiences grade appropriate high-quality instruction every day.

- Focus will be on teacher development - staff will be able to deliver high quality instruction -
- Need to have time for staff Professional Development and collaboration
 - Implementation of new resource and interventions - need to make sure structures and time allows for success

- Cognia recommended more Professional Development for all staff (staff survey, artifacts collected, need to improve staff climate)

(Calendar will reflect our commitment to this action step)

ELA - K- 2 grade focusing on Foundational Skills with our CKLA resource

3-5 continue work within their Knowledge or reading with CKLA and adding the word work

Math - Implement Zearn pilot - computer enrichment to provide more practice at grade level skills with scaffolding as needed.

Title 1 - Title 1 school plan - Mrs. Kester and team working on the Title 1 plan for evaluation this year at NDE. Writing three different plans - Elementary, MS, HS.

Enrichment and Intervention - piloting Boost and Burst for new interventions that go along with our CKLA resource and DIBELS data

Instructional Coach - Working with staff on unit and lesson internalization (prep), lesson delivery, and modeling for teachers.

Intervention implementation, look at scheduling, and teacher coaching, weekly meetings with each staff member K-5

Calendar -

April - 7 No School Good Friday

April - 10 No School Easter Monday

April - 17 Start of TESTING Week

April - 27 Kindergarten Roundup

May 3 - PK and Kindergarten Graduation