

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

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

AUGUST 31, 2020

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

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**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

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November 2, 2020

INDEPENDENT AUDITOR'S REPORT

Board of Education
School District #17 – Millard Public Schools
Douglas County, Nebraska

Report on the Financial Statements

We have audited the accompanying cash basis financial statements of the governmental activities, each major fund and the aggregate remaining fund information of School District #17 – Millard Public Schools, Douglas County, Nebraska (the “District”) as of and for the year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements as listed in the table of contents.

Management’s Responsibility for the Financial Statements

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

Auditor’s Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position – cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of August 31, 2020, and the respective changes in financial position – cash basis, thereof for the year then ended in accordance with the cash basis of accounting described in Note 1.

Basis of Accounting

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

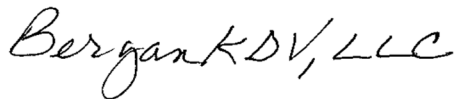
Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The other supplementary information on pages 22-42 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have issued our report dated November 2, 2020 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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.



BerganKDV, LLC
Omaha, Nebraska

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

STATEMENT OF NET POSITION - CASH BASIS

AUGUST 31, 2020

ASSETS

	<u>Governmental Activities</u>
Cash	\$ 9,028,093
Investments	<u>159,122,577</u>
 TOTAL ASSETS	 <u>\$ 168,150,670</u>

NET POSITION

Restricted:	
Special building	\$ 88,726,086
Debt service	21,110,532
Unrestricted:	
Board designated:	
Employee benefit	2,436,045
Depreciation	15,524,364
Contingency	1,967,542
Undesignated	<u>38,386,101</u>
 TOTAL NET POSITION	 <u>\$ 168,150,670</u>

See Notes to the Basic Financial Statements.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

STATEMENT OF ACTIVITIES - CASH BASIS

FOR THE YEAR ENDED AUGUST 31, 2020

		Program Cash Receipts		
	Cash	Charges for	Operating	Net (Disbursements)
	Disbursements	Services	Grants and Contributions	Receipts and Changes in Net Position
Governmental activities:				
Instructional services	\$ (131,492,868)	\$ 588,549	\$ 17,514,869	\$ (113,389,450)
Support services	(69,092,040)		1,180,507	(67,911,533)
Food services	(10,358,176)	5,444,129	4,998,212	84,165
Building maintenance and improvements	(45,782,899)			(45,782,899)
Debt service and lease payments	(15,169,193)			(15,169,193)
Other	(1,175,644)			(1,175,644)
Net program (disbursements) receipts	\$ (273,070,820)	\$ 6,032,678	\$ 23,693,588	(243,344,554)
General receipts:				
Taxes collected				145,019,918
County receipts				565,794
State receipts				90,969,223
Investment earnings				589,921
Proceeds from issuing bonds				65,602,726
Bond premiums				10,092,000
Other				6,984,266
Total general receipts				319,823,848
Increase in net position				76,479,294
Net position - beginning of year				91,671,376
Net position - end of year				\$ 168,150,670

See Notes to the Basic Financial Statements.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

STATEMENT OF FUND BALANCES - CASH BASIS - GOVERNMENTAL FUNDS

AUGUST 31, 2020

		Special Revenue Funds			
	General Fund	Special Building	School Nutrition	Debt Service/Bond Fund	Total Governmental Funds
ASSETS:					
Cash	\$ 10,575,187		\$ (1,547,094)		\$ 9,028,093
Investments	<u>49,285,959</u>	<u>\$ 88,726,086</u>		<u>\$ 21,110,532</u>	<u>159,122,577</u>
TOTAL ASSETS	<u>\$ 59,861,146</u>	<u>\$ 88,726,086</u>	<u>\$ (1,547,094)</u>	<u>\$ 21,110,532</u>	<u>\$ 168,150,670</u>
FUND BALANCES:					
Restricted for:					
Capital projects		\$ 88,726,086			\$ 88,726,086
Debt service				\$ 21,110,532	21,110,532
Committed to:					
Capital assets	\$ 15,524,364				15,524,364
Assigned to:					
Contingency	1,967,542				1,967,542
Employee benefits	2,436,045				2,436,045
Unassigned	<u>39,933,195</u>		<u>\$ (1,547,094)</u>		<u>38,386,101</u>
TOTAL FUND BALANCE - CASH BASIS	<u>\$ 59,861,146</u>	<u>\$ 88,726,086</u>	<u>\$ (1,547,094)</u>	<u>\$ 21,110,532</u>	<u>\$ 168,150,670</u>

See Notes to Basic Financial Statements.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

STATEMENT OF CHANGES IN FUND BALANCES - CASH BASIS - GOVERNMENTAL FUNDS

FOR THE YEAR ENDED AUGUST 31, 2020

	Special Revenue Funds				Total Governmental Funds
	General Fund	Special Building	School Nutrition	Debt Service/Bond Fund	
RECEIPTS:					
Local receipts	\$ 125,798,503	\$ 7,586,562	\$ 560,020	\$ 14,688,082	\$ 148,633,167
County receipts	565,794				565,794
State receipts	103,973,827	122,398	50,197	322,415	104,468,837
Federal receipts	3,989,645		4,948,015		8,937,660
Sales of lunches			4,884,109		4,884,109
Interest	208,300	137,023	611	243,987	589,921
Categorical grants from corporations and other private interests	1,256,314				1,256,314
Non-revenue receipts	956,143	3,563,443			4,519,586
TOTAL RECEIPTS	<u>236,748,526</u>	<u>11,409,426</u>	<u>10,442,952</u>	<u>15,254,484</u>	<u>273,855,388</u>
DISBURSEMENTS:					
Instructional services	120,530,233				120,530,233
Support services	76,678,601				76,678,601
Other salaries and benefits			5,143,080		5,143,080
Supplies and materials			143,659		143,659
Purchased services	27,502,127	1,150,375	5,061,676		33,714,178
Capital outlay	5,311,602	5,218,055	749		10,530,406
Building and site acquisition and improvement	2,591,174	6,083,596			8,674,770
Other	1,176,886	615,202	9,012		1,801,100
Redemption of principal				9,840,000	9,840,000
Debt service interest				5,329,193	5,329,193
Bond issuance costs		685,600			685,600
TOTAL DISBURSEMENTS	<u>233,790,623</u>	<u>13,752,828</u>	<u>10,358,176</u>	<u>15,169,193</u>	<u>273,070,820</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	<u>2,957,903</u>	<u>(2,343,402)</u>	<u>84,776</u>	<u>85,291</u>	<u>784,568</u>
OTHER FINANCING SOURCES (USES):					
Net proceeds from sale of advance refunding bonds				56,079,240	56,079,240
Payment to escrow agent to refund bonds				(56,071,514)	(56,071,514)
Proceeds from issuance of bonds payable		65,595,000			65,595,000
Bond premiums		10,092,000			10,092,000
TOTAL OTHER FINANCING SOURCES (USES)		<u>75,687,000</u>		<u>7,726</u>	<u>75,694,726</u>
EXCESS (DEFICIENCY) OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING USES	2,957,903	73,343,598	84,776	93,017	76,479,294
FUND BALANCE - beginning of year	<u>56,903,243</u>	<u>15,382,488</u>	<u>(1,631,870)</u>	<u>21,017,515</u>	<u>91,671,376</u>
FUND BALANCE - end of year	<u>\$ 59,861,146</u>	<u>\$ 88,726,086</u>	<u>\$ (1,547,094)</u>	<u>\$ 21,110,532</u>	<u>\$ 168,150,670</u>

See Notes to the Basic Financial Statements.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

STATEMENT OF NET POSITION AND CHANGES IN NET POSITION - CASH BASIS - FIDUCIARY FUNDS

AS OF AND FOR THE YEAR ENDED AUGUST 31, 2020

<u>Activities Fund</u>	<u>Beginning Net Position</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Net Position</u>
ADMINISTRATIVE OFFICE	\$ 363,076	\$ 337,343	\$ 302,243	\$ 398,176
HIGH SCHOOLS:				
North	799,858	1,202,541	1,257,459	744,940
South	622,791	1,054,230	1,149,347	527,674
West	752,296	1,582,414	1,458,718	875,992
MIDDLE SCHOOLS:				
Andersen	133,256	77,591	101,542	109,305
Beadle	123,302	103,232	142,389	84,145
Central	38,840	71,601	63,367	47,074
Kiewit	253,994	73,660	134,280	193,374
North	180,482	109,223	117,402	172,303
Russell	128,003	127,293	172,446	82,850
ELEMENTARY SCHOOLS:				
Abbott	34,538	38,060	30,577	42,021
Ackerman	83,262	83,037	58,833	107,466
Aldrich	20,236	17,536	15,605	22,167
Black Elk	64,124	36,202	40,084	60,242
Bryan	30,676	33,082	26,903	36,855
Cather	20,722	21,220	21,349	20,593
Cody	15,994	10,739	10,170	16,563
Cottonwood	35,712	30,191	21,475	44,428
Disney	11,419	24,979	20,023	16,375
Ezra Millard	22,807	26,014	27,643	21,178
Harvey Oaks	22,013	31,946	25,010	28,949
Hitchcock	38,545	11,764	13,238	37,071
Holling Heights	52,591	9,275	10,981	50,885
Montclair	30,274	32,034	26,423	35,885
Morton	6,704	15,756	12,811	9,649
Neihardt	23,316	21,083	15,059	29,340
Norris	28,204	11,077	9,701	29,580
Reagan	104,844	102,530	115,723	91,651
Reeder	30,643	37,040	33,742	33,941
Rockwell	27,074	20,843	16,891	31,026
Rohwer	27,417	33,290	31,447	29,260
Sandoz	24,002	17,302	19,158	22,146
Upchurch	20,278	29,504	24,068	25,714
Wheeler	22,086	30,964	29,961	23,089
Willowdale	19,821	27,845	25,005	22,661
-	-			-
Summer School	3,924	22,576	22,575	3,925
Horizon High School	6,599	9,310	7,733	8,176
Total activities fund	<u>\$ 4,223,723</u>	<u>\$ 5,524,327</u>	<u>\$ 5,611,381</u>	<u>\$ 4,136,669</u>
<u>Student Fees Fund</u>				
ALL SCHOOLS	<u>\$ 251,017</u>	<u>\$ 307,214</u>	<u>\$ 346,932</u>	<u>\$ 211,299</u>
NET POSITION:				
Cash				\$ 3,777,493
Investments				<u>570,475</u>
TOTAL NET POSITION - CASH BASIS HELD IN TRUST				<u>\$ 4,347,968</u>

See Notes to the Basic Financial Statements.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

School District #17 – Millard Public Schools, Douglas County, Nebraska (the “District”) is a tax-exempt political subdivision and a Class 3 school district of the State of Nebraska.

Reporting Entity

The District’s financial statements are presented as the primary government and include all significant schools, departments, activities and organizations for which the District is financially accountable. The District has determined that there are no potential component units that meet the criteria for inclusion in the financial statements.

Basis of Presentation

Government-wide Financial Statements – The Statement of Net Position – Cash Basis and Statement of Activities – Cash Basis display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements present the District’s financial statements as governmental activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other non-exchange revenues. Alternatively, business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The District does not operate any business-type activities.

Fund Financial Statements – Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its cash, certificates of deposit, investments, fund balance, receipts and disbursements. Funds are organized into two major categories: governmental and fiduciary. The District currently has no proprietary funds. An emphasis is placed on major funds within the governmental and fiduciary categories. A fund is considered major if it is the primary operating fund of the District, meets specific mathematical criteria set forth by GASB or is identified as a major fund by the District’s management. In addition to the District’s funds meeting the required criteria, the District’s management has designated all remaining funds to be presented as major funds for financial reporting purposes.

The funds of the financial reporting entity are described below:

GOVERNMENTAL FUND ACTIVITIES

General Fund

This fund is the primary operating fund of the District and is always classified as a major fund. It is used to account for all financing resources except those required to be accounted for in other funds. This fund also accounts for resources designated and maintained for the eventual purchase of capital assets and for the reserve of money for the benefit of School District employees for fringe benefits.

The District has three additional special revenue funds: employee benefit, depreciation, and contingency. However, in accordance with GASB Financial Reporting Standards, these funds have been consolidated into the general fund since their revenues are transfers from the general fund.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

GOVERNMENTAL FUND ACTIVITIES, CONTINUED

Special Revenue Fund

These funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the District. The reporting entity includes the following special revenue funds:

Special Building Fund

This fund accounts for taxes levied and other revenues specifically maintained to acquire or improve sites and/or to erect, alter or improve buildings.

School Nutrition Fund

This fund accounts for the operations of the District's child nutrition programs.

Debt Service Fund

This fund is used to account for the accumulation of resources for, and the payment of, general long-term obligations principal, interest and related costs.

Bond Fund

This fund accounts for taxes levied and other revenues specifically earmarked for the retirement of bonded indebtedness.

FIDUCIARY FUND ACTIVITIES

Activities Fund

This fund is used to account for assets held by the District in a trustee capacity for various school organizations and activities.

Student Fees Fund

This fund is used to account for money collected from students that shall be expended for the purpose for which it was collected from the students.

Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded, regardless of the measurement focus applied.

Measurement Focus

In both the government-wide financial statements and the fund financial statements, the governmental and fiduciary activities are presented using a cash basis measurement focus. Their reported net position/fund balance is considered a measure of "available cash and investments." The operating statements focus on cash received and cash disbursed.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Measurement Focus and Basis of Accounting, Continued

Basis of Accounting

In the government-wide and the fund financial statements, the District prepares its financial statements using the cash basis of accounting. Accordingly, receipts are recognized when cash is received by the District and expenditures are recognized when cash is disbursed. This basis is a comprehensive basis of accounting other than generally accepted accounting principles in the United States of America.

This basis of accounting is applied to all transactions, including the disbursements for capital assets, receipt of proceeds from issuance of debt and the retirement of debt.

Equity Classification

Government-wide Statements

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

- a. Restricted net position – Consists of net position with constraints placed on the use either by 1) external groups, such as creditors, grantors, contributors or laws and regulations of other governments; or 2) law through constitutional provisions or enabling legislation.
- b. Unrestricted net position – All other amounts that do not meet the definition of “restricted.” However, if the funds have been designated by the Board of Education, these funds have been shown separately to distinguish their designation.

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

Fund Financial Statements

Governmental fund equity is reported as fund balance within each respective fund. For governmental funds, the fund balance is divided into five classifications based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

- a. Nonspendable – This fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. At August 31, 2020, the District did not have any nonspendable funds.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Equity Classification, Continued

Fund Financial Statements, Continued

- b. Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the Board of Education to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the District can be compelled by an external party—such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.
- c. Committed – This fund balance classification includes amounts that can only be used for the specific purposes imposed by formal action (resolution) of the Board of Education. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board of Education, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- d. Assigned – Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by Board of Education or a District Administrator delegated that authority by the Board of Education.
- e. Unassigned – This fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Internal and Interfund Balances and Activities

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

Interfund transfers, the flow of assets from one fund to another where repayment is not expected, are reported as cash receipts and disbursements.

There were no transfers during fiscal year 2020.

2. BUDGET PROCESS AND PROPERTY TAXES

The District is required by state law to adopt annual budgets for the General Fund, Special Building Fund, School Lunch Fund, Employee Benefit Fund, Contingency Fund, Depreciation Fund and Bond Fund. Each budget is presented on the cash basis of accounting, which is consistent with the requirements of the state budget act.

State Statutes of the Nebraska Budget Act provide the prescribed budget practices and procedures that governing bodies are required to follow. The amounts that may be budgeted for certain specific funds are subject to various expenditures and/or tax levy limitations.

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

- The Superintendent submits to the Board of Education a proposed operating budget for the fiscal year commencing September 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted at a public meeting to obtain taxpayer comments.
- The budget is legally adopted by the Board of Education through passage of a resolution and is filed with the appropriate agencies on or before September 20.
- Total fund expenditures may not legally exceed total appropriations at the fund level or for “regular education” in the general fund without holding a public budget hearing and obtaining approval from the Board of Education. Appropriations lapse at fiscal year-end and any revisions require Board approval.

The District amended their budget on August 6, 2020 for the 2019-2020 fiscal year.

The property tax requirement resulting from the budget process is utilized to establish the tax levy in accordance with State statutes, which tax levy attaches as an enforceable lien on property within the District as of December 31. Taxes are due as of that date. One-half of the real estate taxes become delinquent after the following April 1, with the second one-half becoming delinquent after August 1.

The 2019 property tax valuation was \$11,382,045,563. The combined tax rate of the District for the year ended August 31, 2020 was \$1.226 per \$100 of assessed valuation.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

3. DEPOSITS AND INVESTMENTS

Nebraska Statutes §79-408, §79-1042 and §79-1043 provide that the District may, by and with the consent of the Board of Education of the District, invest the funds of the 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.

Deposits

At August 31, 2020, the carrying amount of the District's deposits was \$12,805,587 and the bank balance was \$10,856,728.

	<u>Book Balance</u>	<u>Bank Balance</u>
Governmental funds	\$ 9,028,093	\$ 6,875,303
Fiduciary funds	3,777,493	3,981,425
TOTAL	<u>\$ 12,805,586</u>	<u>\$ 10,856,728</u>

While the District maintains separate bank accounts for individual funds for cash flow and investment purposes the District occasionally pools cash as part of their cash management procedures.

Investments

Investments include \$138,012,045 in Nebraska School District Liquid Asset Fund Plus which is similar in nature to an open-end mutual fund designed specifically for Nebraska school entities, investing only in those securities allowable for such entities under Nebraska Law. These investments are reported at fair value. \$138,012,045 is in the governmental funds.

Investments include \$21,681,007 in money market funds. These investments are reported at fair value. \$570,475 of these funds is in the fiduciary funds and \$21,110,532 is in the governmental funds.

Risks

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

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

The bank balances of the District's deposits, which includes the CD's are insured through Federal Depository Insurance Corporation ("FDIC") coverage or collateral held by the District's agent in the District's name. At August 31, 2020, all funds were covered by Federal Deposit Insurance Corporation ("FDIC") or collateral held by the District's agent in the District's name.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

3. DEPOSITS AND INVESTMENTS

The District's investment policy does not restrict investment maturities. The District minimizes its interest rate risk by structuring its investment portfolio so that securities mature to meet the District's cash needs, which is accomplished in part by investing primarily in short-term investments or in investment vehicles that allow for monthly cash draws.

4. FUNDS HELD BY COUNTY TREASURER

The following balances were held by the Sarpy and Douglas County Treasurers for the District as of August 31, 2020. The monies were transferred to the District subsequent to August 31, 2020 and are not included as receipts or cash balances in the financial statements:

	<u>Sarpy County</u>	<u>Douglas County</u>
General Fund	\$ 1,332,451	\$ 5,221,340
Debt Service Fund	122,571	1,454,683
Special Building Fund	47,143	559,477
Learning Community	16	612

5. RETIREMENT PLAN

Plan Description

The Millard School District contributes to the Nebraska School Employees Retirement System, a cost-sharing multiple-employer defined benefit pension plan administered by the Nebraska Public Employees Retirement System (NPERS). NPERS provides retirement and disability benefits to plan members and beneficiaries. The School Employees Retirement Act establishes benefit provisions.

In 1945, the Nebraska Legislature enacted the law establishing a retirement plan for school employees of the State. During the NPERS fiscal year ended June 30, 2019, there were 265 participating school districts. These were the districts that had contributions during the fiscal year. All regular public school employees in Nebraska, other than those who have their own retirement plans (Class V school districts, Nebraska State Colleges, University of Nebraska and Nebraska Community Colleges), are members of the plan.

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

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

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

5. RETIREMENT PLAN, CONTINUED

Plan Description, Continued

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

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

For school employees who became members on or after July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost-of-living adjustment, which 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, 2020, the District's total payroll for all employees was \$142,247,680. Total covered payroll was \$139,159,822. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

Contributions

The State's contribution is based on an annual actuarial valuation. In addition, the State contributes an amount equal to two percent of the compensation of all members. This contribution is considered a nonemployer contribution since school employees are not employees of the State. The employee contribution was equal to 9.78 percent from July 1, 2018, to June 30, 2019, (and from July 1, 2019, through August 31, 2020). 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, 2020 was \$13,475,080.

Pension Liabilities

At June 30, 2019, the District had a liability of \$67,786,941 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, 2019, 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 90.91% funded as of June 30, 2019 based on actuarial calculations comparing total 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, 2019, the District's proportion was 5.574531 percent, which was a decrease of 0.115529 percent from its proportion measured as of June 30, 2019.

For the year ended June 30, 2019, the District's allocated pension expense was \$14,725,912.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

5. RETIREMENT PLAN, CONTINUED

Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Salary increases, including wage inflation	3.5 – 8.5 percent
Investment Rate of Return, net of investment expense and including inflation	7.50 percent
Cost-of-Living Adjustment (COLA)	Members hired before July 1, 2013: 2.25% 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

The School Plan's pre-retirement mortality rates were based on RP-2014 White Collar Table for Employees (100% of male rates for males, 55% of female rates for females), projected generationally with MP-2015.

The School Plan's post-retirement rates were based RP-2014 White Collar Table for Employees, set back two years, scaled (males: under 80, 1.008; over 80 1.449; females: under 85, 0.924; over 85, 1.5855; geometrically blended), projected generationally with a Society of Actuaries projection scale tool using 0.5% ultimate rate in 2035.

The School Plan's disability mortality rates were based on RP-2014 Disabled lives table (static table).

The actuarial assumptions used in the July 1, 2019, valuations for the School plan is based on the results of the most recent actuarial experience study, which covered the four year period ending June 30, 2015. The experience study report is dated November 17, 2016.

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. 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 arithmetic real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2019, (see the discussion of the pension plan's investment policy) are summarized in the following table:

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

5. RETIREMENT PLAN, CONTINUED

Actuarial Assumptions, Continued

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Large Cap U.S. Equity	26.10%	5.83%
Small Cap U.S. Equity	2.90%	7.56%
Global Equity	15.00%	6.51%
International Developed Equity	10.80%	6.80%
Emerging Markets	2.70%	10.55%
Core Bonds	20.00%	1.63%
High Yield	3.50%	5.22%
Bank Loans	5.00%	2.78%
International Bonds	1.50%	1.41%
Private Equity	5.00%	9.70%
Real Estate	7.50%	5.18%
Total	100.00%	

*Arithmetic mean, net of investment expenses.

Discount Rate

The discount rate used to measure the Total Pension Liability at June 30, 2019, was seven and a half percent. The discount rate is reviewed as part of the actuarial experience study, which was last performed for the period July 1, 2011, through June 30, 2015. 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 nonemployers 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 payment for all current plan members was projected through 2118.

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 7.5 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 (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	Discount rate	District's proportionate Share of net pension liability (asset)
1% decrease	6.5%	\$ 170,984,188
Current discount rate	7.5%	67,786,941
1% increase	8.5%	(17,402,597)

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

5. RETIREMENT PLAN, CONTINUED

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.

6. COMMITMENTS AND CONTINGENCIES

The commitments of the District mainly consist of bonds payable, lease commitments and risk management.

Bonds Payable

The following is a summary of general obligation transactions of the District for the year ended August 31, 2020:

Balance, August 31, 2019	\$ 142,270,000
Additions:	
New obligations	122,155,000
Deductions:	
Bonds refunded	(50,095,000)
Payment of principal	<u>(9,840,000)</u>
Balance, August 31, 2020	<u>\$ 204,490,000</u>

The following is the bonded indebtedness of the District as of August 31, 2020:

<u>Issue Date</u>	<u>Interest Rate</u>	<u>Amount</u>	<u>Final Maturity Year</u>
May 1, 2010	2.00000%	\$ 8,870,000	2025
May 9, 2013	3.63577%	19,015,000	2025
August 20, 2013	4.15003%	3,610,000	2034
June 30, 2015	3.67409%	25,000,000	2035
June 30, 2015	5.00000%	10,875,000	2023
June 21, 2017	3.00000%	14,965,000	2035
July 1, 2020	1.89027%	56,560,000	2034
August 19, 2020	2.80700%	<u>65,595,000</u>	2041
TOTAL		<u>\$ 204,490,000</u>	

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

6. COMMITMENTS AND CONTINGENCIES, CONTINUED

Aggregate principal and interest payments applicable to the District's bonds subsequent to August 31, 2020 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 10,620,000	\$ 5,494,402	\$ 16,114,402
2022	10,890,000	5,471,696	16,361,696
2023	11,345,000	5,031,574	16,376,574
2024	11,875,000	4,635,772	16,510,772
2025-2029	56,940,000	19,034,070	75,974,070
2030-2034	52,700,000	11,229,823	63,929,823
2035-2039	35,340,000	3,734,200	39,074,200
2040-2041	14,780,000	297,100	15,077,100
TOTAL	<u>\$ 204,490,000</u>	<u>\$ 54,928,637</u>	<u>\$ 259,418,637</u>

Bonds Refunding

On July 1, 2020, the District issued \$56,560,000 in general obligation refunding bonds. At a true interest cost of 1.989%, the proceeds will be used for a partial advance refund of \$13,705,000 of the current Series 2013 bonds and \$36,390,000 of the current Series 2013A bonds and to pay for issuance costs and interest. As a result of this refunding, the District decreased its total debt service payments over the next thirty-four years by approximately \$2,206,777 and obtained a net present value savings of approximately \$2,222,575.

Bond Issuance

On August 19, 2020, the District issued General Obligation Bonds, Series 2020B in the amount of \$65,595,000 for the purpose of financing a portion of various projects going on throughout the District.

Lease Commitment

The District has non-cancelable operating lease agreements for the following:

- Forty-one vans used for transportation of students in special education programs expiring on various dates through August 2025.
- Vehicles used by the administration and maintenance. These leases expire on various dates through September 2023.
- Several copiers used throughout the District expiring on various dates through 2025.

Future minimum lease payments for all leases are as follows:

<u>Fiscal Year-end:</u>	<u>Amount</u>
2021	\$ 258,949
2022	192,335
2023	145,493
2024	99,102
2025	31,403

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

6. COMMITMENTS AND CONTINGENCIES, CONTINUED

Lease Commitment, Continued

The total paid for lease commitments for the year ended August 31, 2020 was \$356,423 all of which was paid-out of the General Fund.

Grant Program Involvement

The District participates in a number of state and federally assisted programs. These programs are subject to financial and compliance audits of various agencies and departments, many of which have not yet been performed. The District's management believes that the amount of expenditures, if any, which may be disallowed by the granting agencies would not be significant.

Compensated Absences

As a result of the District's use of the cash basis of accounting, accrued liabilities related to compensated absences (sick leave only; vacation does not vest) and any employer-related costs earned and unpaid, are not reflected in the government-wide or fund financial statements. Under the District plan, faculty, administrators and some support staff are paid between \$80 to a daily rate of pay per day for any sick leave accumulated over 80 days. Employees receive 12 days of sick leave per year and cannot accumulate over 87 days. Faculty and administrators' accumulated sick leave over 75 days is paid at the end of the fiscal year.

Voluntary Early Separation Plan

The District has established a Voluntary Early Separation Plan that allows certain employees to receive benefits from the District during the period beginning when they take voluntary separation for a period of up to 24 months. Under a prior version of the plan, some persons are still receiving benefits that received 60 months of payments. As of August 31, 2020, the District estimates their liability under this plan at \$2.871 million with the final obligations payable in fiscal year 2022.

Litigation

In addition, the District is involved in various legal actions whereby certain parties are making claims for damages. Management believes the outcome of these proceedings will not have any material financial impact on the District.

Arbitrage

Investment earnings from bond proceeds during the current fiscal year could be subject to arbitrage rebate and other tax matters. Currently, the District's management believes that there is no liability at year-end.

Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

NOTES TO BASIC FINANCIAL STATEMENTS, CONTINUED

6. COMMITMENTS AND CONTINGENCIES, CONTINUED

Risk Management, Continued

The District manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. Torts, errors and omissions	Self-funded and purchased insurance	Deductible
b. Health	Self-funded and purchased insurance	Stop-loss
c. Workers compensation- employee injuries	Purchased commercial insurance	None
d. General liability	Self-funded and purchased insurance	Stop-loss
e. Auto liability	Self-funded and purchased insurance	Stop-loss
f. School Board liability	Self-funded and purchased insurance	Stop-loss
g. Physical property loss and natural disasters	Purchased commercial insurance	Deductible

Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

7. SUBSEQUENT EVENT

Management has evaluated subsequent events through November 2, 2020, the date which these financial statements were available to be issued. The outbreak of COVID-19 (the coronavirus) in early 2020, has caused operational disruptions to many organizations around the world. The extent of the impact may be both direct and indirect and will vary based on the duration of the outbreak, the organization's location, industry, and customer and supplier diversification. An estimate of the effect of the outbreak may have on the District's financial statements cannot be determined at this time.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
GENERAL FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance with Budget Favorable (Unfavorable)</u>
Budgetary fund balance, September 1, 2019		\$ 36,336,076	
Receipts:			
Local receipts:			
Local property taxes	\$ 117,865,635	108,275,788	\$ (9,589,847)
Motor vehicle taxes	12,600,000	13,048,972	448,972
Carline tax	20,000	7,260	(12,740)
Public power district sales tax	3,300,000	3,523,652	223,652
Tuition received from individuals - summer school	225,000	212,243	(12,757)
Tuition received from individuals - preschool		376,306	376,306
Local fines and license fees	400,000	350,012	(49,988)
Categorical grants from corporations and private interests		1,256,314	1,256,314
Other local receipts	12,445	4,270	(8,175)
	<u>134,423,080</u>	<u>127,054,817</u>	<u>(7,368,263)</u>
County receipts:			
County fines and license fees	900,000	565,794	(334,206)
State receipts:			
State aid	78,734,542	78,734,540	(2)
Special education programs	11,700,000	12,254,946	554,946
Special education transportation	1,300,000	1,180,507	(119,493)
Pro rata motor vehicle	300,000	262,570	(37,430)
Persoanl property taxes		5,391,525	5,391,525
Homestead exemption		2,329,092	2,329,092
State apportionment	3,000,000	3,590,716	590,716
Textbook loan		13,964	13,964
Other state receipts	125,000	215,967	90,967
	<u>95,159,542</u>	<u>103,973,827</u>	<u>8,814,285</u>
Federal receipts:			
Title I	1,850,000	1,794,430	(55,570)
Special education - grants to states	4,000,000	187,668	(3,812,332)
Special education - additional funds		646,979	646,979
Special education - other funds		25,250	25,250
MEDICAID in public schools	250,000	743,187	493,187
Federal vocational and applied technology education	150,000	128,275	(21,725)
Every student succeeds	400,000	100,275	(299,725)
Other categorical	3,634,050	363,581	(3,270,469)
	<u>10,284,050</u>	<u>3,989,645</u>	<u>(6,294,405)</u>
Interest	40,000	54,726	14,726

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
GENERAL FUND, CONTINUED**

FOR THE YEAR ENDED AUGUST 31, 2020

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance with Budget Favorable (Unfavorable)</u>
Receipts (continued):			
Non-revenue receipts:			
Sale of property		\$ 432	\$ 432
Other	\$ _____	45,059	45,059
	_____	45,491	45,491
Total receipts	240,806,672	235,684,300	(5,122,372)
Disbursements:			
Non-special education	119,615,444	114,160,575	5,454,869
Special education programs	29,889,050	26,968,789	2,920,261
Support services - pupils	12,841,890	11,804,143	1,037,747
Support services - staff	13,721,156	9,304,606	4,416,550
Board of education	2,460,845	2,974,959	(514,114)
Executive administration services	3,249,908	4,672,369	(1,422,461)
Office of the principal	13,551,547	12,618,925	932,622
General administration - business services	7,100,382	9,224,981	(2,124,599)
Vehicle acquisition and maintenance	400,533	341,215	59,318
Support services - maintenance and operation of building and site	23,470,080	23,784,838	(314,758)
Support services - regular pupil transportation	1,645,617	1,597,549	48,068
Support services - school age special education transportation	3,438,422	2,495,953	942,469
Community services	4,000	206	3,794
State categorical programs		87,373	(87,373)
Federal programs and other categorical aid	3,665,991	10,292,477	(6,626,486)
Summer school	163,864	582,785	(418,921)
Other	5,580,055	912,631	4,667,424
Total disbursements	240,798,784	232,087,181	8,711,603
Excess of receipts over disbursements	\$ 7,888	3,597,119	\$ 3,589,231
Budgetary fund balance, August 31, 2020		\$ 39,933,195	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
SPECIAL BUILDING FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	Original & Final Budget	Actual	Variance with Budget Favorable (Unfavorable)
Budgetary fund balance, September 1, 2019		<u>\$ 15,382,488</u>	
Receipts:			
Local receipts:			
Local property taxes	\$ 5,300,000	5,307,413	\$ 7,413
Carline taxes		338	338
Public power district sales tax	120,000	168,413	48,413
Other local receipts		2,110,398	2,110,398
State reimbursement:			
Homestead exemptions		110,490	110,490
Pro rata motor vehicle	13,113	11,908	(1,205)
Proceeds from issuance of bonds		65,595,000	65,595,000
Bond premiums		10,092,000	10,092,000
Interest	170,000	137,023	(32,977)
Non-revenue receipts		<u>3,563,443</u>	<u>3,563,443</u>
Total receipts	<u>5,603,113</u>	<u>87,096,426</u>	<u>81,493,313</u>
Disbursements:			
Purchased services		1,150,375	(1,150,375)
Capital outlays		5,218,055	(5,218,055)
Building, acquisition and improvement	18,030,043	6,083,596	11,946,447
Other		615,202	(615,202)
Bond issuance costs		685,600	(685,600)
Total disbursements	<u>18,030,043</u>	<u>13,752,828</u>	<u>4,962,815</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (12,426,930)</u>	<u>73,343,598</u>	<u>\$ 85,770,528</u>
Budgetary fund balance, August 31, 2020		<u>\$ 88,726,086</u>	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
SCHOOL NUTRITION FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance with Budget Favorable (Unfavorable)</u>
Budgetary fund balance, September 1, 2019		\$ (1,631,870)	
Receipts:			
Sale of lunches/milk	\$ 11,056,292	4,884,109	\$ (6,172,183)
Interest		611	611
Local receipts	1,100,000	541,482	(558,518)
Other receipts		18,538	18,538
State reimbursement	60,000	50,197	(9,803)
Federal reimbursement	<u>3,500,000</u>	<u>4,948,015</u>	<u>1,448,015</u>
Total receipts	<u>15,716,292</u>	<u>10,442,952</u>	<u>(5,273,340)</u>
Disbursements:			
Salaries and benefits	5,440,000	5,143,080	296,920
Supplies and materials	1,050,000	143,659	906,341
Contracted services	7,500,000	5,061,676	2,438,324
Capital outlays	10,000	749	9,251
Other		<u>9,012</u>	<u>(9,012)</u>
Total disbursements	<u>14,000,000</u>	<u>10,358,176</u>	<u>3,641,824</u>
Excess (deficiency) of receipts over disbursements	<u>\$ 1,716,292</u>	<u>84,776</u>	<u>\$ (1,631,516)</u>
Budgetary fund balance, August 31, 2020		<u>\$ (1,547,094)</u>	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
EMPLOYEE BENEFIT FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance with Budget Favorable (Unfavorable)</u>
Budgetary fund balance, September 1, 2019		\$ 227,306	
Receipts:			
Interest income	\$ 15,000	3,676	\$ (11,324)
Other receipts	465,605	910,652	445,047
Operational transfers from the General fund	<u>32,500,000</u>	<u>28,796,538</u>	<u>(3,703,462)</u>
Total receipts	32,980,605	29,710,866	(3,269,739)
Disbursements:			
Purchased services	<u>34,000,000</u>	<u>27,502,127</u>	<u>6,497,873</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (1,019,395)</u>	<u>2,208,739</u>	<u>\$ 3,228,134</u>
Budgetary fund balance, August 31, 2020		<u>\$ 2,436,045</u>	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
DEPRECIATION FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance with Budget Favorable (Unfavorable)</u>
Budgetary fund balance, September 1, 2019		\$ 18,387,018	
Receipts:			
Interest income	\$ 150,000	135,199	\$ (14,801)
Operational transfers from the General fund	<u> </u>	<u>4,906,165</u>	<u>4,906,165</u>
Total receipts	<u>150,000</u>	<u>5,041,364</u>	<u>4,891,364</u>
Disbursements:			
Capital outlays:			
Furniture and equipment	10,116,987	5,311,602	4,805,385
Building and site acquisition and improvement		2,591,174	(2,591,174)
Other	<u> </u>	<u>1,242</u>	<u>(1,242)</u>
Total disbursements	<u>10,116,987</u>	<u>7,904,018</u>	<u>2,212,969</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (9,966,987)</u>	<u>(2,862,654)</u>	<u>\$ 7,104,333</u>
Budgetary fund balance, August 31, 2020		<u>\$ 15,524,364</u>	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
CONTINGENCY FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	<u>Original & Final Budget</u>	<u>Actual</u>	<u>Variance with Budget Favorable (Unfavorable)</u>
Budgetary fund balance, September 1, 2019		\$ <u>1,952,843</u>	
Receipts:			
Interest		14,699	\$ 14,699
Operational transfers from the General fund	\$ <u>52,570</u>	<u>262,807</u>	<u>210,237</u>
Total receipts	<u>52,570</u>	<u>277,506</u>	<u>224,936</u>
Disbursements:			
Judgements		35,000	(35,000)
Insurance claims	<u>2,000,000</u>	<u>227,807</u>	<u>1,772,193</u>
Total disbursements	<u>2,000,000</u>	<u>262,807</u>	<u>1,737,193</u>
Excess (deficiency) of receipts over disbursements	\$ <u>(1,947,430)</u>	<u>14,699</u>	<u>\$ 1,962,129</u>
Budgetary fund balance, August 31, 2020		<u><u>\$ 1,967,542</u></u>	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**BUDGETARY COMPARISON SCHEDULE - CASH BASIS -
BOND FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

	Original Budget	Final Budget	Actual	Variance with Budget Favorable (Unfavorable)
Budgetary fund balance, September 1, 2019			\$ 21,017,515	
Receipts:				
Local receipts:				
Local property taxes	\$ 14,333,094	\$ 14,333,094	14,249,937	\$ (83,157)
Carline taxes			250	250
Public power district			437,895	437,895
State reimbursement:				
Homestead exemptions			289,229	289,229
Pro rata motor vehicle	35,000	35,000	33,029	(1,971)
Agriculture state tax credit			157	157
Interest	200,000	200,000	243,987	43,987
Proceeds from sale of advance refunding bonds		56,079,240	56,079,240	-
Total receipts	14,568,094	70,647,334	71,333,724	686,390
Disbursements:				
Redemption of principal	9,840,000	9,840,000	9,840,000	
Payment to bond escrow agent to refund bonds		56,079,240	56,071,514	7,726
Debt service interest	5,329,193	5,329,193	5,329,193	
Total disbursements	15,169,193	71,248,433	71,240,707	7,726
Excess (deficiency) of receipts over disbursements	\$ (601,099)	\$ (601,099)	93,017	\$ 694,116
Budgetary fund balance, August 31, 2020			\$ 21,110,532	

See Notes to Other Supplementary Information - Budgetary Comparison Schedules.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**NOTES TO OTHER SUPPLEMENTARY INFORMATION –
BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED AUGUST 31, 2020**

1. BUDGETARY ACCOUNTING

The District prepares its budget for the Governmental Funds on the cash basis of accounting. This basis is consistent with the basis of accounting used in presenting the basic financial statements. Under this 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.

2. PRESENTATION

Government Auditing 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, the Depreciation Fund, Employee Benefit Fund and Contingency Fund have been included in the General Fund since their revenues are mainly derived from transfers from the General Fund. However, since the Depreciation Fund, Employee Benefit Fund and Contingency Fund are required by State law to adopt their own budget, their respective budgetary schedules have been included here.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

SCHEDULE OF CHANGES IN FUND BALANCES - CASH BASIS - GOVERNMENTAL FUNDS

FOR THE YEAR ENDED AUGUST 31, 2020

	General Fund	Contingency	Employee Benefit	Depreciation	Total General Funds	Special Revenue Funds			Total Governmental Funds
						Special Building	School Nutrition	Debt Service/Bond Fund	
RECEIPTS:									
Local receipts	\$ 125,798,503				\$ 125,798,503	\$ 7,586,562	\$ 560,020	\$ 14,688,082	\$ 148,633,167
County receipts	565,794				565,794				565,794
State receipts	103,973,827				103,973,827	122,398	50,197	322,415	104,468,837
Federal receipts	3,989,645				3,989,645		4,948,015		8,937,660
Sales of lunches							4,884,109		4,884,109
Interest	54,726	\$ 14,699	\$ 3,676	\$ 135,199	208,300	137,023	611	243,987	589,921
Categorical grants from corporations and other private interests	1,256,314				1,256,314				1,256,314
Non-revenue receipts	45,491		910,652		956,143	3,563,443			4,519,586
TOTAL RECEIPTS	235,684,300	14,699	914,328	135,199	236,748,526	11,409,426	10,442,952	15,254,484	273,855,388
DISBURSEMENTS:									
Instructional services	120,530,233				120,530,233				120,530,233
Support services	76,678,601				76,678,601				76,678,601
Other salaries and benefits							5,143,080		5,143,080
Supplies and materials							143,659		143,659
Purchased services			27,502,127		27,502,127	1,150,375	5,061,676		33,714,178
Capital outlay				5,311,602	5,311,602	5,218,055	749		10,530,406
Building and site acquisition and improvement				2,591,174	2,591,174	6,083,596			8,674,770
Other	912,837	262,807		1,242	1,176,886	615,202	9,012		1,801,100
Redemption of principal								9,840,000	9,840,000
Debt service interest								5,329,193	5,329,193
Bond issuance costs						685,600			685,600
TOTAL DISBURSEMENTS	198,121,671	262,807	27,502,127	7,904,018	233,790,623	13,752,828	10,358,176	15,169,193	273,070,820
EXCESS (DEFICIENCY) OF RECEIPTS	37,562,629	(248,108)	(26,587,799)	(7,768,819)	2,957,903	(2,343,402)	84,776	85,291	784,568
OTHER FINANCING SOURCES (USES):									
Proceeds from issuance of bonds payable						65,595,000			65,595,000
Proceeds from issuance of bonds payable						10,092,000			10,092,000
Net proceeds from sale of advance refunding bonds								56,079,240	56,079,240
Payment to escrow agent to refund bonds								(56,071,514)	(56,071,514)
Transfers in		262,807	28,796,538	4,906,165	33,965,510				33,965,510
Transfers out	(33,965,510)				(33,965,510)				(33,965,510)
TOTAL OTHER FINANCING SOURCES (USES)	(33,965,510)	262,807	28,796,538	4,906,165	75,687,000	75,687,000	7,726	7,726	75,694,726
EXCESS (DEFICIENCY) OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING USES	3,597,119	14,699	2,208,739	(2,862,654)	2,957,903	73,343,598	84,776	93,017	76,479,294
FUND BALANCE - beginning of year	36,336,076	1,952,843	227,306	18,387,018	56,903,243	15,382,488	(1,631,870)	21,017,515	91,671,376
FUND BALANCE - end of year	\$ 39,933,195	\$ 1,967,542	\$ 2,436,045	\$ 15,524,364	\$ 59,861,146	\$ 88,726,086	\$ (1,547,094)	\$ 21,110,532	\$ 168,150,670

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECIEPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - GENERAL FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Cash receipts:

Local receipts:

1100 Local property taxes	\$	108,275,788
1125 Motor vehicle taxes		13,048,972
1115 Carline tax		7,260
1120 Public power district sales tax		3,523,652
1312 Tuition received from individuals - general education		212,243
1370 Tuition received from individuals - preschool		376,306
1921 Local sources and police court fines		350,012
1800 Community services activities		
1925 Categorical grants from corporations and private interests		1,256,314
1990 Other local receipts		4,270
Total local receipts		<u>127,054,817</u>

County receipts:

2110 County fines and license fees		565,794
Total county receipts		<u>565,794</u>

State receipts:

3110 State aid		78,734,540
3120/3165/3166 Special education programs		12,254,946
3125 Special education transportation		1,180,507
3180 Pro rata motor vehicle		262,570
3130 Homestead exemption		2,329,092
3131/3132 Property tax credit and personal prorprety tax		5,391,525
3400 State apportionment		3,590,716
3155 Textbook loan		13,964
3134/3535/3541/3599/3990 Other state receipts		215,967
Total state receipts		<u>103,973,827</u>

Federal receipts:

4505/4506 Title I		1,794,430
4512/41516 Special education - grants to states		187,668
4519/4521 Special education - additional funds		646,979
4522 Special education - other funds		25,250
4708/4709 Medicaid administrative activities		743,187
4525 Federal vocational and applied technology education		128,275
4527/4528 Every student succeeds		100,275
4509 Other categorical		363,581
Total federal receipts		<u>3,989,645</u>

Non-revenue receipts:

1510 Interest		54,726
5300 Sale of property		432
5690 Other		45,059
Total non-revenue receipts		<u>100,217</u>

Total cash receipts \$ 235,684,300

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - GENERAL FUND, CONTINUED**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Cash disbursements:			
	Program:		
	1000 Non-special education		\$ 114,160,575
	1200 Special education programs		26,968,789
	2100 Support services - pupils		11,804,143
	2200 Support services - staff		9,304,606
	2310 Board of education		2,974,959
	2320 Executive administration services		4,672,369
	2400 Office of the principal		12,618,925
	2300 General administration - business services		9,224,981
	2520 Vehicle acquisition and maintenance		341,215
	2600 Support services - maintenance and operation of building and site		23,784,838
	27RG Support services - regular pupil transportation		1,597,549
	27SP Support services - school age special education transportation		2,495,953
	3300 Community services		206
	3500 State categorical programs		87,373
	6000 Federal programs and other categorical aid		10,292,477
	1300 Summer school		582,785
	Other		<u>912,631</u>
		Total cash disbursements by all programs	<u>\$ 232,087,181</u>
		Fund balance, September 1	\$ 36,336,076
		Cash receipts	<u>235,684,300</u>
		Total funds available	272,020,376
		Cash disbursements	<u>232,087,181</u>
		Fund balance, August 31	<u>\$ 39,933,195</u>
		Analysis of fund balance:	
		Cash in bank:	
		Checking accounts	\$ 10,575,187
		Investment	29,358,008
			<u>\$ 39,933,195</u>
		Cash at county Treasurer's not included above:	
		Douglas County	\$ 5,221,952
		Sarpy County	<u>1,332,467</u>
			<u>\$ 6,554,419</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - SPECIAL BUILDING FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund Balance, September 1		<u>15,382,488</u>
Cash receipts:		
Local property taxes	\$ 5,307,413	
Carline taxes	338	
Public power district sales tax	168,413	
Other local receipts	2,110,398	
Homestead exemptions	110,490	
Pro rata motor vehicle	11,908	
Proceeds from issuance of bonds	65,595,000	
Bond premiums	10,092,000	
Interest	137,023	
Non-revenue receipts	<u>3,563,443</u>	
	Total cash receipts	<u>87,096,426</u>
	Total funds available	<u>102,478,914</u>
Cash disbursements:		
Purchased services	1,150,375	
Capital outlays	5,218,055	
Building, acquisition and improvement	6,083,596	
Bond issuance costs	685,600	
Other	<u>615,202</u>	
	Total cash disbursements	<u>13,752,828</u>
Fund balance, August 31		<u>\$ 88,726,086</u>
Analysis of fund balance:		
Cash in bank:		
	Investment	<u>\$ 88,726,086</u>
		<u>\$ 88,726,086</u>
Cash at county Treasurer's not included above:		
	Sarpy County	\$ 47,143
	Douglas County	<u>559,477</u>
		<u>\$ 606,620</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - SCHOOL NUTRITION FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		<u>\$ (1,631,870)</u>
Cash receipts:		
Sale of lunches/milk		4,884,109
Interest		611
Local receipts		541,482
Other receipts		18,538
State reimbursement		50,197
Federal reimbursement		<u>4,948,015</u>
	Total cash receipts	<u>10,442,952</u>
	Total funds available	<u>8,811,082</u>
Cash disbursements:		
Salaries and benefits		5,143,080
Supplies and materials		143,659
Contracted services		5,061,676
Capital outlays		749
Other		<u>9,012</u>
	Total cash disbursements	<u>10,358,176</u>
Fund balance, August 31		<u>\$ (1,547,094)</u>
Analysis of fund balance:		
Cash in bank:		
Checking account		<u>\$ (1,547,094)</u>
		<u>\$ (1,547,094)</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - BOND FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		\$	<u>21,017,515</u>
Cash receipts:			
	Local property taxes		14,249,937
	Carline taxes		250
	Public power district		437,895
	Homestead exemptions		289,229
	Pro rata motor vehicle		33,029
	Agriculture state tax credit		157
	Interest		243,987
	Proceeds from sale of advanced funding bonds		<u>56,079,240</u>
	Total cash receipts		<u>71,333,724</u>
		Total funds available	<u>92,351,239</u>
Cash disbursements:			
	Redemption of principal		9,840,000
	Payment to bond escrow agent to refund bonds		56,071,514
	Debt service interest		<u>5,329,193</u>
	Total cash disbursements		<u>71,240,707</u>
Fund balance, August 31		\$	<u><u>21,110,532</u></u>
Analysis of fund balance:			
	Cash in bank:		
		Investment	\$ <u>21,110,532</u>
			<u>\$ 21,110,532</u>
	Cash at county Treasurer's not included above:		
		Sarpy County	\$ 122,571
		Douglas County	<u>1,454,683</u>
			<u>\$ 1,577,254</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - CONTINGENCY FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		<u>\$ 1,952,843</u>
Cash receipts:		
	Interest	<u>14,699</u>
	Operational transfers from the General fund	<u>262,807</u>
	Total cash receipts	<u>277,506</u>
	Total funds available	<u>2,230,349</u>
Cash disbursements:		
	Judgements	35,000
	Insurance claims	<u>227,807</u>
	Total cash disbursements:	<u>262,807</u>
Fund balance, August 31		<u>\$ 1,967,542</u>
Analysis of fund balance:		
	Cash in bank:	
	Investment	<u>\$ 1,967,542</u>
		<u>\$ 1,967,542</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - DEPRECIATION FUND**

FOR THE YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		\$ 18,387,018
Cash receipts:		
Interest income		135,199
Operational transfers from the general fund		<u>4,906,165</u>
	Total cash receipts	<u>5,041,364</u>
	Total funds available	<u>23,428,382</u>
Cash disbursements:		
Furniture and equipment		5,311,602
Building and site acquisition and improvement		2,591,174
Other		<u>1,242</u>
	Total cash disbursements	<u>7,904,018</u>
Fund balance, August 31		<u>\$ 15,524,364</u>
Analysis of fund balance:		
Cash in bank:		
	Investment	\$ 15,524,364
		<u>\$ 15,524,364</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - EMPLOYEE BENEFIT FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		\$ <u>227,306</u>
Cash receipts:		
Interest income		3,676
Other receipts		910,652
Operational transfers from the general fund		<u>28,796,538</u>
	Total cash receipts	<u>29,710,866</u>
	Total funds available	<u>29,938,172</u>
Cash disbursements:		
Purchased services		<u>27,502,127</u>
	Total cash disbursements	<u>27,502,127</u>
Fund balance, August 31		<u>\$ 2,436,045</u>
Analysis of fund balance:		
Cash in bank:		
	Investment	\$ 2,436,045
		<u>\$ 2,436,045</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - ACTIVITIES FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		\$ <u>4,223,723</u>
Cash receipts:		
	Activities receipts	<u>5,524,327</u>
	Total cash receipts	<u>5,524,327</u>
	Total funds available	<u>9,748,050</u>
Cash disbursements:		
	Purchased services	<u>5,611,381</u>
	Total cash disbursements	<u>5,611,381</u>
Fund balance, August 31		\$ <u><u>4,136,669</u></u>
Analysis of fund balance:		
	Cash in bank:	
	Checking account	\$ 3,566,194
	Investment	<u>570,475</u>
		\$ <u><u>4,136,669</u></u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 - MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS AND FUND BALANCE
CASH BASIS - ACTUAL - STUDENT FEE FUND**

FOR THE FISCAL YEAR ENDED AUGUST 31, 2020

Fund balance, September 1		<u>\$ 251,017</u>
Cash receipts:		
Activities receipts		<u>307,214</u>
	Total cash receipts	<u>307,214</u>
	Total funds available	<u>558,231</u>
Cash disbursements:		
Purchased services		<u>346,932</u>
	Total cash disbursements	<u>346,932</u>
Fund balance, August 31		<u>\$ 211,299</u>
Analysis of fund balance:		
Cash in bank:		
	Checking account	<u>\$ 211,299</u>
		<u>\$ 211,299</u>

See Notes to Schedules of Receipts, Disbursements and Fund Balances.

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**NOTES TO OTHER SUPPLEMENTARY INFORMATION –
SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND FUND BALANCES**

1. BASIS OF PRESENTATION

The Schedules of Cash Receipts, Disbursements and Fund Balance for each major fund are supplementary information required by the Nebraska Department of Education. The District prepared this information on the cash basis of accounting, which is the same basis of accounting used to prepare the District's financial statements. The presentation follows the same major function codes as that are used by the District to prepare their Annual Financial Report, which the District submits, to the Nebraska Department of Education.

November 2, 2020

INDEPENDENT AUDITOR'S 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

School District #17 – Millard Public Schools

Douglas 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 fiduciary fund information of School District #17 – Millard Public Schools, Douglas County, Nebraska (the “District”), as of and for the year ended August 31, 2020, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements, and have issued our report thereon dated November 2, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the District’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District’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.

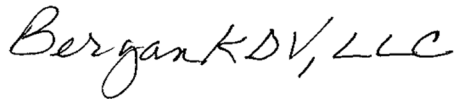
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

A handwritten signature in black ink that reads "BerganKDV, LLC". The signature is written in a cursive, flowing style.

BerganKDV, LLC
Omaha, Nebraska

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2020**

Section I: Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Are any material weaknesses identified?	___ Yes	<u>X</u> No
Are any significant deficiencies identified not considered to be material weaknesses?	___ Yes	<u>X</u> None Reported
Is any noncompliance material to financial statements noted?	___ Yes	<u>X</u> No

Section II: Financial Statement Findings

None

**SCHOOL DISTRICT #17 – MILLARD PUBLIC SCHOOLS
DOUGLAS COUNTY, NEBRASKA**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED AUGUST 31, 2020**

FINANCIAL STATEMENT FINDINGS

None reported.