

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

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

AUGUST 31, 2021

**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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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 financial statements of the governmental activities, each major fund, of the School District #17 – Millard Public Schools, Douglas County, Nebraska (the "District"), as of and for the year ended August 31, 2021, and the related notes to basic 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

The management of School District #17, Millard Public Schools 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 basic financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, each major fund of the District, as of August 31, 2021, and the respective changes in financial position 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 the matter.

Other Matters

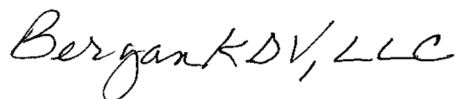
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplementary information identified in the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The other supplementary information, which are the responsibility of management, are presented for purposes of additional analysis and are 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 also issued our report dated November 1, 2021, on our consideration of the District's internal control over financial reporting and 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 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.



Omaha, Nebraska
November 1, 2021

BASIC FINANCIAL STATEMENTS

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Net Position - Cash Basis
August 31, 2021

Assets		
		Governmental Activities
Cash		\$ 29,834,132
Investments		<u>134,542,647</u>
Total assets		<u><u>\$ 164,376,779</u></u>
Net Position		
Restricted for		
Special building		\$ 82,302,050
Debt service		19,253,738
Unrestricted		
Board designated		
Employee Benefit		6,816,957
Depreciation		14,132,660
Contingency		2,000,000
Undesignated		<u>39,871,374</u>
Total net position		<u><u>\$ 164,376,779</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Activities - Cash Basis
Year Ended August 31, 2021

Functions/Programs	Expenditures	Program Revenues		Net (Expense)
		Charges for	Operating	Revenues and
		Services	Grants and	Changes in
			Contributions	Net Position
				Governmental
				Activities
Governmental activities				
Instructional services	\$ 156,755,470	\$ 903,029	\$ 10,168,702	\$ (145,683,739)
Support services and facilities	75,052,611	-	-	(75,052,611)
Food services	10,776,155	1,485,083	10,618,220	1,327,148
Building and site acquisition and improvement	18,634,373	-	-	(18,634,373)
Principal and interest on indebtedness	25,131,551	-	-	(25,131,551)
Other	598,400	-	-	(598,400)
Total governmental activities	<u>\$ 286,948,560</u>	<u>\$ 2,388,112</u>	<u>\$ 20,786,922</u>	<u>(263,773,526)</u>
General revenues				
Taxes collected				141,062,576
County receipts				741,265
State aid-formula grants				103,336,162
Other general revenues				5,792,392
Investment income				42,851
Proceeds from issuing bonds				8,280,000
Bond premium				744,389
Total general revenues				<u>259,999,635</u>
Change in net position				(3,773,891)
Net position - beginning				<u>168,150,670</u>
Net position - ending				<u>\$ 164,376,779</u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Assets and Fund Balances - Cash Basis - Governmental Funds
August 31, 2021

	General Fund	Special Building	School Nutrition	Debt Service Fund	Total Governmental Funds
Assets					
Cash	\$ 30,054,002	\$ -	\$ (219,870)	\$ -	\$ 29,834,132
Investments	32,986,859	82,302,050	-	19,253,738	134,542,647
Total assets	<u>\$ 63,040,861</u>	<u>\$ 82,302,050</u>	<u>\$ (219,870)</u>	<u>\$ 19,253,738</u>	<u>\$ 164,376,779</u>
Fund Balances					
Restricted					
Capital Projects	\$ -	\$ 82,302,050	\$ -	\$ -	\$ 82,302,050
Debt Service	-	-	-	19,253,738	19,253,738
Committed	14,132,660	-	-	-	14,132,660
Assigned					
Contingency	2,000,000	-	-	-	2,000,000
Employee benefits	6,816,957	-	-	-	6,816,957
Unassigned	40,091,244	-	(219,870)	-	39,871,374
Total fund balances	<u>\$ 63,040,861</u>	<u>\$ 82,302,050</u>	<u>\$ (219,870)</u>	<u>\$ 19,253,738</u>	<u>\$ 164,376,779</u>

Douglas County, Nebraska
Statement of Receipts, Disbursements, and
Changes in Fund Balances - Cash Basis - Governmental Funds
Year Ended August 31, 2021

	General Fund	Special Building	School Nutrition	Debt Service Fund	Total Governmental Funds
Receipts					
Local receipts	\$ 123,678,920	\$ 6,229,238	\$ 300,930	\$ 13,888,514	\$ 144,097,602
County receipts	741,265	-	-	-	741,265
State receipts	102,012,141	126,325	29,868	356,605	102,524,939
Federal receipts	9,505,003	-	10,389,622	-	19,894,625
Sales of lunch	-	-	1,382,883	-	1,382,883
Interest	16,336	21,096	62	5,249	42,743
Categorical grants from corporations and other private interests	2,010,564	-	-	-	2,010,564
Non-revenue receipts	1,198,217	2,257,334	-	-	3,455,551
Total revenues	<u>239,162,446</u>	<u>8,633,993</u>	<u>12,103,365</u>	<u>14,250,368</u>	<u>274,150,172</u>
Expenditures					
Instructional services	129,316,869	-	-	-	129,316,869
Support services and facilities	75,052,611	-	-	-	75,052,611
Other salaries and benefits	-	-	5,173,317	-	5,173,317
Supplies and materials	-	8,965	112,246	-	121,211
Purchased services	27,438,514	2,844,405	5,459,027	-	35,741,946
Capital outlay	2,237,872	3,382,499	29,139	-	5,649,510
Building and site acquisition and improvement	1,338,465	8,822,160	-	-	10,160,625
Other	598,400	-	2,412	-	600,812
Redemption of principal	-	-	-	10,620,000	10,620,000
Debt service interest and fiscal charges	-	-	-	5,641,551	5,641,551
Total expenditures	<u>235,982,731</u>	<u>15,058,029</u>	<u>10,776,141</u>	<u>16,261,551</u>	<u>278,078,452</u>
Excess of receipts over (under) expenditures	<u>3,179,715</u>	<u>(6,424,036)</u>	<u>1,327,224</u>	<u>(2,011,183)</u>	<u>(3,928,280)</u>
Other Financing Sources					
Bond issuance	-	-	-	8,280,000	8,280,000
Bond premium	-	-	-	744,389	744,389
Payments to refunding bond agent	-	-	-	(8,870,000)	(8,870,000)
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>154,389</u>	<u>154,389</u>
Net change in fund balances	<u>3,179,715</u>	<u>(6,424,036)</u>	<u>1,327,224</u>	<u>(1,856,794)</u>	<u>(3,773,891)</u>
Fund Balances					
Beginning 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>
End of year	<u>\$ 63,040,861</u>	<u>\$ 82,302,050</u>	<u>\$ (219,870)</u>	<u>\$ 19,253,738</u>	<u>\$ 164,376,779</u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Net Position and Changes in Net Position - Cash Basis - Fiduciary Fund
As of and for the Year Ended August 31, 2021

	Beginning Net Postion	Receipts	Disbursements	Ending Net Postion
Administrative Office	\$ 398,176	\$ 286,347	\$ 186,870	\$ 497,653
High Schools:				
North	744,940	1,426,789	1,158,798	1,012,931
South	527,674	1,043,218	871,355	699,537
West	875,992	1,395,866	1,218,879	1,052,979
Middle Schools:				
Andersen	109,305	77,024	87,367	98,962
Beadle	84,145	116,103	101,896	98,352
Central	47,074	74,183	57,955	63,302
Kiewat	193,374	79,034	121,925	150,483
North	172,303	82,824	76,231	178,896
Russell	82,850	141,145	141,136	82,859
Elementary Schools				
Abbott	42,021	17,961	19,745	40,237
Ackerman	107,466	35,474	40,291	102,649
Aldrich	22,167	11,999	11,162	23,004
Black Elk	60,242	84,646	48,030	96,858
Bryan	36,855	35,234	37,186	34,903
Cather	20,593	11,676	14,726	17,543
Cody	16,563	7,413	9,118	14,858
Cottonwood	44,428	16,709	21,086	40,051
Disney	16,375	31,321	20,678	27,018
Ezra Millard	21,178	40,848	35,040	26,986
Harvey Oaks	28,949	38,230	26,866	40,313
Hitchcock	37,071	12,024	20,004	29,091
Holling Heights	50,885	15,240	12,122	54,003
Montclair	35,885	16,184	20,157	31,912
Morton	9,649	13,289	10,389	12,549
Neihardt	29,340	13,823	13,472	29,691
Norris	29,580	10,711	15,679	24,612
Reagan	91,651	72,388	53,389	110,650
Reeder	33,941	37,027	38,882	32,086
Rockwell	31,026	20,502	15,867	35,661
Rohwer	29,260	29,296	17,891	40,665
Sandoz	22,146	14,797	15,029	21,914
Upchurch	25,714	25,792	11,809	39,697
Wheeler	23,089	46,993	35,877	34,205
Willowdate	22,661	19,655	18,239	24,077
Summer School	3,925	297,192	294,658	6,459
Horizon High School	8,176	5,270	5,277	8,169
Total activities fund	<u>\$ 4,136,669</u>	<u>\$ 5,704,227</u>	<u>\$ 4,905,081</u>	<u>\$ 4,935,815</u>
<u>Student Fees Fund</u>				
All Schools	<u>\$ 211,299</u>	<u>\$ 411,077</u>	<u>\$ 307,310</u>	<u>\$ 315,066</u>
Net Position				
Cash				\$ 4,679,901
Investments				<u>570,980</u>
Total Net Position - Cash Basis Held in Trust				<u>\$ 5,250,881</u>

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. 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.

B. 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.

C. 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

Governmental Funds:

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 and report all financial resources not accounted for and reported in another fund. 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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Presentation (Continued)

Governmental Fund Activities (Continued)

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.

Special Revenue Funds

These funds are used to account for and report the proceeds of specific revenue sources that are restricted to expenditure 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 levies 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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 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.

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, revenues 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.

D. 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 net position 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 first use restricted net position, then use unrestricted net position, when a disbursement is made for purposes in which both restricted and unrestricted net position are available.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Equity Classification (Continued)

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, 2021, the District did not have any nonspendable funds.
- 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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Equity Classification (Continued)

Fund Financial Statements (Continued)

- 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.

E. 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 interfund transfers during the year ended August 31, 2021.

F. Implementation of GASB 84

The District has adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. The implementation of this standard did not have a material impact on the financial statements.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 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 Nutrition 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:

- Prior to August 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.
- A hearing is conducted at a public meeting to obtain public 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 its budget for the 2020-2021 fiscal year on June 7, 2021 for the General Fund to account for additional receipt and expense of additional federal funding received and the Bond Fund for the issuance of a refunding bond.

The property tax requirement resulting from the budget process is utilized by the County Assessor 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. The tax becomes due at that date with the first half becoming delinquent on April 1 and the second half becoming delinquent on August 1 following the levy date.

The 2021 property tax valuation was \$12,145,504,456. The combined tax rate of the District for the year ended August 31, 2021 was 1.220100 per \$100 of assessed valuation.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 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.

A. Deposits

As of August 31, 2021, the carrying amount of the District's deposits was \$34,514,033 and the bank balance was \$35,599,190 as shown below:

	<u>Book Balance</u>	<u>Bank Balance</u>
Governmental funds	\$ 29,834,132	\$ 30,625,219
Fiduciary Funds	<u>4,679,901</u>	<u>4,973,971</u>
Total	<u>\$ 34,514,033</u>	<u>\$ 35,599,190</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.

B. Investments

Investments include \$115,288,909 in Nebraska School District Liquid Asset Fund Plus and 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. \$115,288,909 is in the governmental funds.

Investments also include \$19,824,718 in money market funds. These investments are reported at fair value. \$570,980 of these funds are in the fiduciary fund and \$19,253,738 are in the governmental funds.

C. 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 as follows:

- 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 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 will decrease as a result of a rise in interest rates.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

C. Risks (Continued)

The bank balances of the District's deposits, which includes the CD's, are insured through Federal Depository Insurance Coverage or collateral held by the District's agent in the District's name. At August 31, 2021, the entire bank balance was covered by the Federal Deposit Insurance Corporation ("FDIC") or collateralized.

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.

NOTE 4 – FUNDS HELD BY COUNTY TREASURER

These funds were transferred to the District subsequent to August 31, 2021 and are not included as receipts or cash balances in the financial statements:

	<u>Sarpy County</u>	<u>Douglas County</u>
General Fund	\$ 1,495,377	\$ 18,105,747
Debt Service Fund	143,743	3,085,158
Building Fund	50,733	1,088,815

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM

A. Plan Description

The 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 fiscal year 2020, 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, 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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

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

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

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

For school employees who became members on or after July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost-of-living adjustment, which 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, 2021, the District's total payroll for all employees was \$148,775,875. Total covered payroll was \$144,237,493. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

B. 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, 2019, to June 30, 2020, (and from July 1, 2020, through August 31, 2021). 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, 2021 was \$13,966,759.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

C. Pension Liabilities

At June 30, 2020, the District had a liability of \$86,303,288 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, 2020, 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 91.65% funded as of June 30, 2020, 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, 2020, the District's proportion was 5.536987 percent, which was a decrease of 0.037544 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2020, the District's allocated pension expense was \$16,136,594.

D. Actuarial Assumptions

The total pension liability in the June 30, 2020 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
Cost-of-Living Adjustment	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
Investment Rate of Return, Net of Investment Expense and Including Inflation	7.50 percent

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

The School Plan's post-retirement mortality rates were based on the 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 the RP-2014 Disabled Lives Table (static table).

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

D. Actuarial Assumptions (Continued)

The actuarial assumptions used in the July 1, 2020, 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 geometric real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2020, (see the discussion of the pension plan's investment policy) is summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Large Cap US Equity	26.1%	5.83%
Small Cap US Equity	2.9%	7.56%
Global Equity	15.0%	6.51%
International Developed Equity	10.8%	6.80%
Emerging Markets	2.7%	10.55%
Core Bonds	20.0%	1.63%
High Yield	3.5%	5.22%
Bank Loans	5.0%	2.78%
International Bonds	1.5%	1.41%
Private Equity	5.0%	9.70%
Real Estate	7.5%	5.18%
Total	100.00%	

*Arithmetic mean, net of investment expenses.

E. Discount Rate

The discount rate used to measure the Total Pension Liability at June 30, 2020, 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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

E. Discount Rate (Continued)

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 2119.

F. 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%	\$ 191,648,033
Current discount rate	7.5%	86,303,288
1% increase	8.5%	(659,904)

G. 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 by writing the NPERS, P.O. Box 94816, Lincoln, NE 68509-4816, by calling 1-800-245-5712 or via the internet at <http://www.auditors.nebraska.gov>.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 6 – COMMITMENTS AND CONTINGENCIES

A. Bonds Payable

The following is a summary of changes in general obligation transactions of the District for the year ended August 31, 2021:

Balance, August 31, 2020	\$ 204,490,000
Additions	
New obligations	8,280,000
Deductions	
Payment of principal	(10,620,000)
Bonds refunded	(8,870,000)
	<u> </u>
Balance August 31, 2021	<u><u>\$ 193,280,000</u></u>

The following is the indebtedness of the District as of August 31, 2021.

Issue Date	Interest Rate	Amount	Final Maturity Year
May 9, 2013	3.63577%	\$ 12,830,000	2025
August 20, 2013	4.15003%	3,610,000	2034
June 30, 2015	3.67409%	25,000,000	2035
June 30, 2015	5.00000%	7,450,000	2023
June 21, 2017	3.00000%	14,965,000	2035
July 1, 2020	1.89027%	55,550,000	2034
August 19, 2020	2.80700%	65,595,000	2041
February 16, 2021	3.00000%	<u>8,280,000</u>	2025
		<u><u>\$ 193,280,000</u></u>	

Aggregate principal and interest payments applicable to the District's bonds subsequent to August 31, 2021 are as follows:

	Principal	Interest	Total
2022	\$ 10,890,000	\$ 5,542,696	\$ 16,432,696
2023	11,345,000	5,102,574	16,447,574
2024	11,565,000	4,645,572	16,210,572
2025	11,775,000	4,439,860	16,214,860
2026	13,000,000	4,134,557	17,134,557
2027-2031	51,875,000	15,905,643	67,780,643
2032-2036	46,995,000	7,932,407	54,927,407
2037-2041	<u>35,835,000</u>	<u>1,856,125</u>	<u>37,691,125</u>
	<u><u>\$ 193,280,000</u></u>	<u><u>\$ 49,559,434</u></u>	<u><u>\$ 242,839,434</u></u>

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 6 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

B. Bond Issuance

On February 16, 2021, the District issued \$8,280,000 in general obligation refunding bonds. At a true interest cost of 0.608%, the proceeds were used for a full pay and cancel refunding of \$8,870,000 of the current Series 2010 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 four and one-half years by approximately \$474,490 and obtained a net present value savings of approximately \$456,398.

C. 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 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

	Amount
2022	\$ 210,503
2023	178,278
2024	130,676
2025	22,274
2026	6,910
	<hr/>
	\$ 548,641

The total paid for lease commitments for the year ended August 31, 2021 was \$279,073 all of which was paid-out of the General Fund.

D. 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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 6 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

E. 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.

F. Voluntary Early Separation Plan

The District has established a Voluntary Separation Plan that allows certain employees to receive benefits from the District during the 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, 2021, the District estimates their liability under this plan at \$1.783 million with the final obligations payable in fiscal year 2022.

G. Litigation

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.

H. 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.

I. 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.

<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

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Basic Financial Statements**

NOTE 6 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

I. Risk Management (Continued)

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.

J. Construction Contracts

During the year, the District entered into contracts for the construction and renovation of several school buildings. The amount of the contracts outstanding at August 31, 2021 was \$15,095,074.

NOTE 7 – PRIOR PERIOD ADJUSTMENT

During the year ended August 31, 2021, there was a restatement of beginning fund balance for the General Fund and the Depreciation Special Revenue fund of \$86,612 to account for costs incurred in the prior year.

NOTE 8 – SUBSEQUENT EVENTS

On September 15, 2021, the District issued \$28,065,000 of General Obligation Refunding Bonds, Series 2021B. The proceeds will be used to refund \$25,000,000 of General Obligation Bonds, Series 2015A. This will result in a net present value savings of approximately \$1,269,860.

On September 30, 2021, the District issued \$10,705,000 of General Obligation Refunding Bonds, Series 2021C. The proceeds will be used to refund \$9,893,200 of General Obligation Bonds, Series 2013 and 2013A. This will result in a net present value savings of approximately \$180,077.

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - General Fund
Year Ended August 31, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2020			\$ 39,933,195	
Prior period adjustment (See Note 8)			(86,612)	
Budgetary fund balance, restated, September 1, 2020			<u>39,846,583</u>	
Receipts				
Local sources:				
Local property taxes	\$ 125,963,943	\$ 125,963,943	104,948,061	\$ (21,015,882)
Motor vehicle taxes	12,400,000	12,400,000	14,269,126	1,869,126
Carline tax	10,000	10,000	8,774	(1,226)
Public power district sales tax	3,500,000	3,500,000	3,904,293	404,293
Tuition reieved from individuals - summer school	200,000	200,000	281,163	81,163
Local fines and license fees	350,000	350,000	263,723	(86,277)
Categorical grants from corporations and private interests	4,160,761	4,160,761	1,490,442	(2,670,319)
Other local receipts	-	-	3,780	3,780
Total local sources	<u>146,584,704</u>	<u>146,584,704</u>	<u>125,169,362</u>	<u>(21,415,342)</u>
County sources:				
Fines and licenses	<u>800,000</u>	<u>800,000</u>	<u>741,265</u>	<u>(58,735)</u>
State sources:				
State aid	76,555,091	76,555,091	76,555,091	-
Special education	12,200,000	12,200,000	12,321,355	121,355
Special education transportation	1,200,000	1,200,000	1,232,886	32,886
Homestead exemption	-	-	2,656,166	2,656,166
Personal property tax	-	-	5,547,906	5,547,906
Pro-rata motor vehicle	250,000	250,000	275,426	25,426
State apportionment	3,500,000	3,500,000	3,055,198	(444,802)
Textbook loan	-	-	70,688	70,688
Other state receipts	-	-	297,425	297,425
Total state sources	<u>93,705,091</u>	<u>93,705,091</u>	<u>102,012,141</u>	<u>8,307,050</u>
Federal sources:				
Title I, Part A	1,800,000	1,800,000	1,660,327	(139,673)
Special education - grants to states	4,100,000	4,100,000	93,197	(4,006,803)
Special education - additional funds	-	-	4,406,877	4,406,877
Special education - other funds	-	-	21,859	21,859
Every student succeeds	1,587,269	5,587,269	1,720,183	(3,867,086)
Medicaid in public schools	250,000	250,000	903,029	653,029
Federal vocational and applied technology education	150,000	150,000	166,681	16,681
Other federal receipts	-	-	1,052,972	1,052,972
Total federal sources	<u>7,887,269</u>	<u>11,887,269</u>	<u>10,025,125</u>	<u>(1,862,144)</u>
Interest	<u>50,000</u>	<u>50,000</u>	<u>2,443</u>	<u>(47,557)</u>
Non-revenue sources:				
Non-revenue receipts	<u>-</u>	<u>-</u>	<u>56,138</u>	<u>56,138</u>
Total receipts	<u>\$ 249,027,064</u>	<u>\$ 253,027,064</u>	<u>\$ 238,006,474</u>	<u>\$ (15,020,590)</u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - General Fund
Year Ended August 31, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Disbursements				
Non-special education	\$ 124,154,163	\$ 124,154,163	\$ 119,083,293	\$ (5,070,870)
Special education programs	30,169,963	30,169,963	27,969,156	(2,200,807)
Support Services - pupils	13,290,605	13,290,605	10,377,144	(2,913,461)
Support services - staff	14,829,167	14,829,167	5,993,157	(8,836,010)
Board of education	2,710,456	2,710,456	2,714,478	4,022
Executive administration services	3,615,659	3,615,659	10,223,054	6,607,395
Office of the principal	13,764,224	13,764,224	13,052,815	(711,409)
General administration - business services	7,088,358	7,088,358	5,249,094	(1,839,264)
Vehicle acquisition and maintenance	316,000	316,000	164,260	(151,740)
Support services - maintenance and operation of building and site	23,899,144	23,899,144	23,185,849	(713,295)
Support services - regular pupil transportation	1,633,386	1,633,386	1,355,611	(277,775)
Support services - school age special education transportation	3,305,899	3,305,899	2,649,160	(656,739)
Community services	4,000	4,000	380	(3,620)
State categorical programs	-	-	89,179	89,179
Federal programs and other categorical aid	3,313,897	7,313,897	14,941,080	7,627,183
Summer School	200,956	200,956	-	(200,956)
Other	5,654,753	5,654,753	714,103	(4,940,650)
Total disbursements	<u>247,950,630</u>	<u>251,950,630</u>	<u>237,761,813</u>	<u>(14,188,817)</u>
Excess (deficiency) of receipts over disbursements	<u>1,076,434</u>	<u>1,076,434</u>	<u>244,661</u>	<u>(7,226,525)</u>
Budgetary fund balance, August 31, 2021			<u>\$ 40,091,244</u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Building Fund
Year Ended August 31, 2021

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2020		\$ 88,726,086	
Receipts			
Local sources:			
Local property taxes	\$ 5,410,823	4,553,892	\$ (856,931)
Carline tax	-	388	388
Public power district sales tax	150,000	167,539	17,539
Other local receipts	1,000,000	1,507,419	507,419
Total local sources	<u>6,560,823</u>	<u>6,229,238</u>	<u>(331,585)</u>
State reimbursement			
Homestead exemption	-	114,027	114,027
Pro rata motor vehicle	12,000	12,298	298
Total state sources	<u>12,000</u>	<u>126,325</u>	<u>114,325</u>
Interest	<u>1,000,000</u>	<u>21,096</u>	<u>(978,904)</u>
Non-revenue receipts	<u>-</u>	<u>2,257,334</u>	<u>2,257,334</u>
Total receipts	<u>7,572,823</u>	<u>8,633,993</u>	<u>1,061,170</u>
Disbursements			
Purchased services	-	2,853,370	2,853,370
Capital outlays	-	3,382,499	3,382,499
Buildings, acquisition and improvement	<u>95,755,795</u>	<u>8,822,160</u>	<u>(86,933,635)</u>
Total disbursements	<u>95,755,795</u>	<u>15,058,029</u>	<u>(80,697,766)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (88,182,972)</u>	<u>(6,424,036)</u>	<u>\$ 80,366,181</u>
Budgetary fund balance, August 31, 2021		<u>\$ 82,302,050</u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - School Nutrition Fund
Year Ended August 31, 2021

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2020		\$ (1,547,094)	
Receipts:			
Sale of lunches/milk	\$ 10,919,506	\$ 1,382,883	\$ (9,536,623)
Interest	-	62	62
State reimbursement	60,000	29,868	(30,132)
Federal reimbursement	3,500,000	10,389,622	6,889,622
Local receipts	1,100,000	300,930	(799,070)
Total receipts	<u>15,579,506</u>	<u>12,103,365</u>	<u>(3,476,141)</u>
Disbursements:			
Salaries and benefits	5,440,000	5,173,317	(266,683)
Supplies and materials	1,050,000	141,385	(908,615)
Contracted services	7,500,000	5,459,027	(2,040,973)
Other	-	2,412	2,412
Equipment	10,000	-	(10,000)
Total disbursements	<u>14,000,000</u>	<u>10,776,141</u>	<u>(3,223,859)</u>
Excess (deficiency) of receipts over disbursements	<u>1,579,506</u>	<u>1,327,224</u>	<u>(252,282)</u>
Budgetary fund balance, August 31, 2021		<u>\$ (219,870)</u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Employee Benefit Fund
Year Ended August 31, 2021

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2020		\$ 2,436,045	
Receipts:			
Interest	\$ 5,000	2,646	\$ (2,354)
Other receipts	850,000	1,142,079	292,079
Operational transfers from the General Fund			
General fund	32,500,000	30,707,048	(1,792,952)
Total receipts	33,355,000	31,851,773	(1,503,227)
Disbursements:			
Purchased services	34,254,939	27,438,514	(6,816,425)
Other	-	32,347	32,347
Total disbursements	34,254,939	27,470,861	(6,784,078)
Excess (deficiency) of receipts over disbursements	\$ (899,939)	4,380,912	\$ 5,280,851
Budgetary fund balance, August 31, 2021		\$ 6,816,957	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Depreciation Fund
Year Ended August 31, 2021

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2020		\$ 15,524,364	
Prior period adjustment (See Note 8)		86,612	
Budgetary fund balance, restated, September 1, 2020		<u>15,610,976</u>	
Receipts			
Interest	\$ 150,000	9,877	\$ (140,123)
Operational transfers from the General Fund			
General fund	-	1,772,754	1,772,754
Total receipts	<u>150,000</u>	<u>1,782,631</u>	<u>1,632,631</u>
Disbursements			
Capital outlays:			
Furniture and equipment	9,319,976	1,922,482	(7,397,494)
Building and site acquisition and improvement	-	1,338,465	1,338,465
Total disbursements	<u>9,319,976</u>	<u>3,260,947</u>	<u>(7,397,494)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (9,169,976)</u>	<u>(1,478,316)</u>	<u>\$ 9,030,125</u>
Budgetary fund balance, August 31, 2021		<u>\$ 14,132,660</u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Contingency Fund
Year Ended August 31, 2021

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2020		<u>\$ 1,967,542</u>	
Receipts			
Interest	\$ -	1,370	\$ 1,370.00
Operational transfers from the General Fund			
General fund	-	42,659	42,659
Total receipts	<u>-</u>	<u>44,029</u>	<u>44,029</u>
Disbursements			
Judgments	-	1,000	1,000
Insurance Claims	2,000,000	10,571	(1,989,429)
Total disbursements	<u>2,000,000</u>	<u>11,571</u>	<u>(1,988,429)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (2,000,000)</u>	<u>32,458</u>	<u>\$ 2,032,458</u>
Budgetary fund balance, August 31, 2021		<u><u>\$ 2,000,000</u></u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Bond Fund
Year Ended August 31, 2021

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2020			\$ 21,110,532	
Receipts				
Local sources:				
Local property taxes	\$ 15,330,663	\$ 15,330,663	13,412,725	\$ (1,917,938)
Carline tax	-	-	1,074	1,074
Public power district	-	-	474,715	474,715
Total local sources	<u>15,330,663</u>	<u>15,330,663</u>	<u>13,888,514</u>	<u>(1,442,149)</u>
State sources:				
Homestead exemption	-	-	322,400	322,400
Pro-rata motor vehicle	30,000	30,000	34,096	4,096
Agriculture state tax credit	-	-	109	109
Total state sources	<u>30,000</u>	<u>30,000</u>	<u>356,605</u>	<u>326,605</u>
Non-revenue sources:				
Bond premiums	-	-	744,389	744,389
Net proceeds from sale of refunding bonds	-	9,000,000	8,280,000	(720,000)
Total non-revenue receipts	<u>-</u>	<u>9,000,000</u>	<u>9,024,389</u>	<u>24,389</u>
Interest	<u>300,000</u>	<u>300,000</u>	<u>5,249</u>	<u>(294,751)</u>
Total receipts	<u>15,660,663</u>	<u>24,660,663</u>	<u>23,274,757</u>	<u>7,614,094</u>
Disbursements				
Redemption of principal on bonds payable	10,620,000	10,620,000	10,620,000	-
Payment to escrow account to refund bonds	-	9,000,000	8,870,000	(130,000)
Debt service interest	<u>5,888,298</u>	<u>5,888,298</u>	<u>5,641,551</u>	<u>(246,747)</u>
Total disbursements	<u>16,508,298</u>	<u>25,508,298</u>	<u>25,131,551</u>	<u>(376,747)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (1,177,635)</u>	<u>\$ (847,635)</u>	<u>(1,856,794)</u>	<u>\$ (1,065,402)</u>
Budgetary fund balance, August 31, 2021			<u>\$ 19,253,738</u>	

**School District #17 – Millard Public Schools
Douglas County, Nebraska**

**Notes to Other Supplementary Information –
Budgetary Comparison Schedules**

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 schedule has been included here.

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Receipts, Disbursements and Changes in Fund Balances
Cash Basis - Governmental Funds
Year Ended August 31, 2021

	General Fund	Contingency	Employee Fund	Depreciation	Total General Funds	Special Building	School Nutrition	Debt Service Fund	Total Governmental Funds
Revenues									
Local receipts	\$ 123,678,920	\$ -	\$ -	\$ -	\$ 123,678,920	\$ 6,229,238	\$ 300,930	\$ 13,888,514	\$ 144,097,602
County receipts	741,265	-	-	-	741,265	-	-	-	741,265
State receipts	102,012,141	-	-	-	102,012,141	126,325	29,868	356,605	102,524,939
Federal receipts	9,505,003	-	-	-	9,505,003	-	10,389,622	-	19,894,625
Sales of lunch	-	-	-	-	-	-	1,382,883	-	1,382,883
Interest	2,443	1,370	2,646	9,877	16,336	21,096	62	5,249	42,743
Categorical grants from corporations and other private interests	2,010,564	-	-	-	2,010,564	-	-	-	2,010,564
Non-revenue receipts	56,138	-	1,142,079	-	1,198,217	2,257,334	-	-	3,455,551
Total revenues	<u>238,006,474</u>	<u>1,370</u>	<u>1,144,725</u>	<u>9,877</u>	<u>239,162,446</u>	<u>8,633,993</u>	<u>12,103,365</u>	<u>14,250,368</u>	<u>274,150,172</u>
Expenditures									
Current									
Instructional services	129,316,869	-	-	-	129,316,869	-	-	-	129,316,869
Support services and facilities	75,052,611	-	-	-	75,052,611	-	-	-	75,052,611
Other salaries and benefits	-	-	-	-	-	-	5,173,317	-	5,173,317
Supplies and materials	-	-	-	-	-	8,965	112,246	-	121,211
Purchased services	-	-	27,438,514	-	27,438,514	2,844,405	5,459,027	-	35,741,946
Capital outlay	315,390	-	-	1,922,482	2,237,872	3,382,499	29,139	-	5,649,510
Building and site acquisition and improvement	-	-	-	1,338,465	1,338,465	8,822,160	-	-	10,160,625
Other	554,482	11,571	32,347	-	598,400	-	2,412	-	600,812
Debt service	-	-	-	-	-	-	-	-	-
Redemption of principal	-	-	-	-	-	-	-	10,620,000	10,620,000
Debt service interest and fiscal charges	-	-	-	-	-	-	-	5,641,551	5,641,551
Total expenditures	<u>205,239,352</u>	<u>11,571</u>	<u>27,470,861</u>	<u>3,260,947</u>	<u>235,982,731</u>	<u>15,058,029</u>	<u>10,776,141</u>	<u>16,261,551</u>	<u>278,078,452</u>
Excess of revenues over (under) expenditures	<u>32,767,122</u>	<u>(10,201)</u>	<u>(26,326,136)</u>	<u>(3,251,070)</u>	<u>3,179,715</u>	<u>(6,424,036)</u>	<u>1,327,224</u>	<u>(2,011,183)</u>	<u>(3,928,280)</u>
Other Financing Sources									
Bond issuance	-	-	-	-	-	-	-	8,280,000	8,280,000
Bond premium	-	-	-	-	-	-	-	744,389	744,389
Payments to refunding bond agent	-	-	-	-	-	-	-	(8,870,000)	(8,870,000)
Transfers in	-	42,659	30,707,048	1,772,754	32,522,461	-	-	-	32,522,461
Transfers out	(32,522,461)	-	-	-	(32,522,461)	-	-	-	(32,522,461)
Total other financing sources	<u>(32,522,461)</u>	<u>42,659</u>	<u>30,707,048</u>	<u>1,772,754</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>154,389</u>	<u>154,389</u>
Net change in fund balances	244,661	32,458	4,380,912	(1,478,316)	3,179,715	(6,424,036)	1,327,224	(1,856,794)	(3,773,891)
Fund Balances									
Beginning 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
Prior period adjustment (See Note 8)	(86,612)	-	-	86,612	-	-	-	-	-
Beginning of year, restated	<u>39,846,583</u>	<u>1,967,542</u>	<u>2,436,045</u>	<u>15,610,976</u>	<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>
End of year	<u>\$ 40,091,244</u>	<u>\$ 2,000,000</u>	<u>\$ 6,816,957</u>	<u>\$ 14,132,660</u>	<u>\$ 63,040,861</u>	<u>\$ 82,302,050</u>	<u>\$ (219,870)</u>	<u>\$ 19,253,738</u>	<u>\$ 164,376,779</u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - General Fund
Year Ended August 31, 2021

Receipts		
Local receipts		
1100 Local district taxes	\$	104,948,061
1115 Carline tax		8,774
1120 Public power district sales tax		3,904,293
1125 Motor vehicle taxes		14,269,126
1312 Tuition received from individuals - general education		281,163
1921 Local sources and police court fines		263,723
1925 Categorical grants from corporations & other private interests		1,490,442
1990 Other local receipts		3,780
Total local receipts		<u>125,169,362</u>
County receipts		
2110 County fines and license fees		741,265
Total county receipts		<u>741,265</u>
State receipts		
3110 State aid		76,555,091
3120/3165/3166 Special education programs (school age)		12,321,355
3125 Special education transportation (school age)		1,232,886
3130 Homestead exemption		2,656,166
3131/3132 Property tax credit Personal property tax credit		5,547,906
3155 Textbook loan		70,688
3180 Pro-rata motor vehicles		275,426
3400 State apportionment		3,055,198
3599 State categorical grants		297,425
Total state sources		<u>102,012,141</u>
Federal receipts		
4512/4516 Special education - grants to states		93,197
4519/4521 Special education - additional funds		4,406,877
4522 Special education - other funds		21,859
4425 Federal vocational and applied technology education		166,681
4509 Other federal sources		1,052,972
4527/4528 Every student succeeds		1,720,183
4708/4709 Medicaid administrative activities		903,029
Total federal sources		<u>10,025,125</u>
Non-revenue receipts		
1510 Interest		2,443
5690 Non-revenue receipts		56,138
Total non-revenue receipts		<u>58,581</u>
Total receipts		<u>238,006,474</u>

Millard Public Schools
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - General Fund (Continued)
Year Ended August 31, 2021

Disbursements		
Program		
1100 Regular instructional programs		119,083,293
1200 Special education instruction programs		27,969,156
2100 Support services - pupils		10,377,144
2200 Support services - staff		5,993,157
2310 General administration - business services		5,249,094
2310 Board of education		2,714,478
2320 Executive administration services		10,223,054
2400 Office of the principal		13,052,815
2520 Vehicle acquisition and maintenance		164,260
2600 Support services - maintenance and operation of building and site		23,185,849
27RG Support services - regular pupil transportation		1,355,611
27SP Support services - school age special education transportation		2,649,160
3300 Community services		380
3500 State categorical programs		89,179
6000 Federal programs and other categorical aid		14,941,080
Other		714,103
	Total disbursements by all programs	<u>237,761,813</u>
Fund balance, September 1	\$	39,933,195
Prior period adjustment (See Note 8)		<u>(86,612)</u>
Fund balance, September 1, restated		39,846,583
Cash receipts		<u>238,006,474</u>
Total funds available		<u>277,853,057</u>
Cash disbursements		<u>237,761,813</u>
Fund balance, August 31	\$	<u><u>40,091,244</u></u>
Analysis of fund balance		
Cash in bank		
Checking accounts		30,054,002
Investment		<u>10,037,242</u>
Total fund balance	\$	<u><u>40,091,244</u></u>
Cash at county treasurer's, not included above:		
County Treasurer's		
Douglas County	\$	18,105,747
Sarpy County		<u>1,495,377</u>
	\$	<u><u>19,601,124</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Special Building Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	\$ 88,726,086
Cash Receipts:	
Local property taxes	4,793,258
Carline tax	388
Public power district sales tax	167,539
Other local receipts	1,268,053
Homestead exemptions	114,027
Pro-rata motor vehicle	12,298
Interest	21,096
Non-revenue receipts	2,257,334
Total cash receipts	8,633,993
Total funds available	97,360,079
Cash disbursements	
Purchased services	
Bond issue costs	2,853,370
Capital outlays	3,382,499
Building, acquisition and improvement	8,822,160
Total cash disbursements	15,058,029
Fund balance, August 31, 2021	\$ 82,302,050
Analysis of fund balance	
Cash in bank	
Investments	\$ 82,302,050
Total fund balance	\$ 82,302,050
Cash at county treasurer's, not included above:	
County Treasurer's	
Douglas County	\$ 1,088,815
Sarpy County	50,733
	\$ 1,139,548

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School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - School Nutrition Fund
Year Ended August 31, 2021

Fund balance, September 1, 2020	<u>\$ (1,547,094)</u>
Cash receipts:	
Sale of lunches/milk	1,382,883
Interest	62
State reimbursement	29,868
Federal reimbursement	10,389,622
Local receipts	300,930
Total cash receipts	<u>12,103,365</u>
Total funds available	<u>10,556,271</u>
Cash disbursements:	
Salaries and benefits	5,173,317
Supplies and materials	112,246
Contracted services	5,459,027
Other	2,412
Capital outlays	<u>29,139</u>
Total cash disbursements	<u>10,776,141</u>
Fund balance, August 31	<u><u>\$ (219,870)</u></u>
Analysis of fund balance	
Cash in bank	
Checking accounts	<u>\$ (219,870)</u>
Total fund balance	<u><u>\$ (219,870)</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Bond Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	<u>\$ 21,110,532</u>
Cash receipts:	
Local sources:	
Local property taxes	13,412,725
Carline tax	1,074
Public power district	474,715
Homestead exemption	322,400
Agriculture state tax credit	109
Pro-rata motor vehicle	34,096
Bond premiums	744,389
Net proceeds from sale of refunding bonds	8,280,000
Interest	5,249
Total cash receipts	<u>23,274,757</u>
Total funds available	<u>44,385,289</u>
Cash disbursements:	
Redemption of principal on bonds payable	10,620,000
Payment to escrow account to refund bonds	8,870,000
Debt service interest	5,641,551
Total cash disbursements	<u>25,131,551</u>
Fund balance, August 31, 2021	<u><u>\$ 19,253,738</u></u>
Analysis of fund balance	
Cash in bank	
Investments	\$ 19,253,738
Total fund balance	<u><u>\$ 19,253,738</u></u>
Cash at county treasurer's, not included above:	
County Treasurer's	
Douglas County	\$ 3,085,158
Sarpy County	143,743
	<u><u>\$ 3,228,901</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Contingency Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	<u>\$ 1,967,542</u>
Cash receipts:	
Interest	1,370
Operational transfers from the General Fund	<u>42,659</u>
Total cash receipts	<u>44,029</u>
Cash disbursements	
Judgments	1,000
Insurance Claims	<u>10,571</u>
Total cash disbursements	<u>11,571</u>
Fund balance, August 31	<u><u>\$ 2,000,000</u></u>
Analysis of fund balance	
Cash in bank	
Investments	<u>\$ 2,000,000</u>
Total fund balance	<u><u>\$ 2,000,000</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Depreciation Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	\$ 15,524,364
Prior period adjustment (See Note 8)	86,612
Fund balance, September 1, restated	<u>15,610,976</u>
Cash receipts:	
Interest	9,877
Operational transfers from the General Fund	<u>1,772,754</u>
Total cash receipts	<u>1,782,631</u>
Cash disbursements:	
Furniture and equipment	1,922,482
Buildings and ste acquisition and improvement	<u>1,338,465</u>
Total cash disbursements	<u>3,260,947</u>
Fund balance, August 31	<u><u>\$ 14,132,660</u></u>
Analysis of fund balance	
Cash in bank	
Investments	\$ 14,132,660
Total fund balance	<u><u>\$ 14,132,660</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Employee Benefit Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	<u>\$ 2,436,045</u>
Cash receipts:	
Interest	2,646
Other receipts	1,142,079
Operational transfers from the General Fund	<u>30,707,048</u>
Total cash receipts	<u>31,851,773</u>
Cash disbursements:	
Purchased services	27,438,514
Other	<u>32,347</u>
Total cash disbursements	<u>27,470,861</u>
Fund balance, August 31	<u><u>\$ 6,816,957</u></u>
Analysis of fund balance	
Cash in bank	
Investments	<u>\$ 6,816,957</u>
Total fund balance	<u><u>\$ 6,816,957</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Activities Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	<u>\$ 4,136,669</u>
Cash receipts:	
Activities revenue	<u>5,704,227</u>
Total cash receipts	<u>5,704,227</u>
Total funds available	<u>9,840,896</u>
Cash disbursements:	
Purchased services	<u>4,905,081</u>
Total cash disbursements	<u>4,905,081</u>
Fund balance, August 31, 2021	<u><u>\$ 4,935,815</u></u>
Analysis of fund balance	
Cash in bank	
Checking accounts	\$ 4,364,835
Investment	<u>570,980</u>
Total fund balance	<u><u>\$ 4,935,815</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Student Fee Fund
Year Ended August 31, 2021

	Actual Amounts
Fund balance, September 1, 2020	<u>\$ 211,299</u>
Cash receipts:	
Activities revenue	<u>411,077</u>
Total cash receipts	<u>411,077</u>
Total funds available	<u>622,376</u>
Cash disbursements:	
Purchased services	<u>307,310</u>
Total cash disbursements	<u>307,310</u>
Fund balance, August 31, 2021	<u><u>\$ 315,066</u></u>
Analysis of fund balance	
Cash in bank	
Checking accounts	<u>\$ 315,066</u>
Total fund balance	<u><u>\$ 315,066</u></u>

**School District #17 – Millard Public Schools
Douglas County, Nebraska**

**Notes to Other Supplementary Information –
Schedules of Cash 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.

**School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Expenditures of Federal Awards**

For the Year Ended August 31, 2021

Federal Grantor/Pass Through Entity/Program Title	Pass Through Entity Identifying Number	Federal CFDA Number	Expenditures
U.S. DEPARTMENT OF AGRICULTURE:			
CHILD NUTRITION CLUSTER			
<i>Passed through Nebraska Department of Education</i>			
National School Lunch Program	280017	10.559	\$ 10,389,622
<i>Passed through the Nebraska Department of Health and Human Services</i>			
Food Distribution Program	280017	10.555	754,541
Total Child Nutrition Cluster			<u>11,144,163</u>
Total U.S. Department of Agriculture			<u>11,144,163</u>
U.S. DEPARTMENT OF EDUCATION:			
<i>Passed through Nebraska Department of Education</i>			
SPECIAL EDUCATION CLUSTER (IDEA)			
Special Education - Grants to States (IDEA, Part B)	280017	84.027	4,429,906
Special Education - Grants for Infants and Families with Disabilities (IDEA, Part C)	280017	84.181	15,994
Special Education - Preschool Grants (IDEA Preschool)	280017	84.173	91,095
Total Special Education Cluster (IDEA)			<u>4,536,995</u>
Perkins Grant	280017	84.048	128,480
Title I Grants to Local Education Agencies (Title I, Part A of the ESEA)	280017	84.010	1,742,915
English Language Acquisition - Title III, Part A	280017	84.365	64,610
Improving Teacher Quality - Title II, Part A	280017	84.367	313,307
Student Support and Academic Enrichment Grants: Title IV, Part A	280017	84.424	118,679
EDUCATION STABILIZATION CLUSTER			
COVID-19 Elementary & Secondary School Emergency Relief (ESSER) - CARES ACT	280017	84.425D	4,496,124
Total U.S. Department of Education			<u>11,401,110</u>
U.S. DEPARTMENT OF HOMELAND SECURITY:			
<i>Passed through Nebraska Emergency Management Agency</i>			
Disaster Grants - Public Assistance COVID-19		97.036	<u>520,122</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES - MEDICAID CLUSTER:			
<i>Passed through Nebraska Department of Health and Human Services System</i>			
Medical Assistance Program	47-6002642	93.778	<u>903,029</u>
TOTAL			<u>\$ 23,968,424</u>

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Schedule of Expenditures of Federal Awards**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation – The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of the District under programs of the federal government for the year ended August 31, 2021. The information in this schedule is presented in accordance with the requirements for Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the District.

Expenditure Presentation – Expenditures of Federal funds for the National School Lunch Program, Medicaid in Public Schools and Food Distribution are not separately identifiable in the accounting records of the District. These programs are jointly funded with District monies and expenditures and are not required to be accumulated in the accounting records by funding source. For report purposes, the amount of Federal expenditures is shown equal to the amount of Federal funds received.

Program Activity – Various reimbursement procedures are used for Federal awards received by the District. Additionally, most Federal grant periods end June 30, while the District's year-end is August 31. Consequently, timing differences between expenditures and program reimbursement can exist at the beginning and end of the year. These timing differences will be resolved over the term of the grants.

NOTE 2 - REPORTING ENTITY

The District, for purposes of the Schedule of Expenditures of Federal Awards, includes all funds for which the District is financially accountable.

NOTE 3 - PASS-THROUGH AWARDS

The District receives certain federal awards in the form of pass-through awards from the State of Nebraska and other various agencies. Such amounts received as pass-through awards are specifically identified on the Schedule of Expenditures of Federal Awards.

NOTE 4 - NON-CASH AWARDS

The National School Nutrition Program involves both cash and non-cash awards to the District. Such non-cash awards consist of donated commodities, which are separately identified in the Schedule of Expenditures of Federal Awards. Donated commodity expenditures are determined on a first-in, first-out basis.

NOTE 5 - CONTINGENCIES

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

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Schedule of Expenditures of Federal Awards**

NOTE 6 - DE MINIMIS COST RATE

The District has not elected to use the 10% de minimis cost rate as covered in Uniform Guidance indirect costs section.

NOTE 7 – PRIOR YEAR GRANT EXPENDITURES

The Nebraska Emergency Management Agency awarded \$520,122 of funding to the District under Federal CFDA Number 97.036 for the year ended August 31, 2021 and allowed the District to apply prior year expenditures towards the grant. The amount of prior year expenditures included in the Schedule of Expenditures of Federal Awards on the previous page was \$520,122.

**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***

Independent Auditor's Report

To the Board of Education
Scholl District #17 – Millard Public Schools
Douglas County, Nebraska

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the School District #17 – Millard Public Schools, Douglas County, Nebraska (the "District"), as of and for the year ending August 31, 2021, and the related notes to basic financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 1, 2021.

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) 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 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.

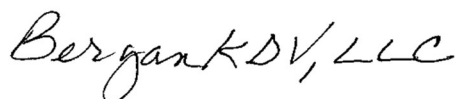
Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified.

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 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Bergank DV, LLC".

Omaha, Nebraska
November 1, 2021

**Report on Compliance for each Major Program and
Report on Internal Control over Compliance in Accordance
With the Uniform Guidance**

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

Report on Compliance for Each Major Federal Program

We have audited the School District #17 – Millard Public Schools, Douglas County, Nebraska's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended August 31, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs in Accordance with the Uniform Guidance.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2021.

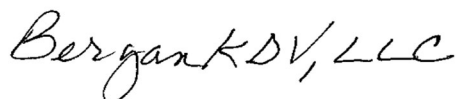
Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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.



Omaha, Nebraska
November 1, 2021

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Schedule of Findings and Questioned Costs
in Accordance with the Uniform Guidance**

SECTION I – SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness identified? No
- Significant deficiency identified? No

Noncompliance material to financial statements noted? No

Federal Awards

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

Internal control over major programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? No

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516? No

Identification of Major Programs

CFDA No: 84.027/84.181/84.173
Name of Federal Program or Cluster: Special Education Cluster

CFDA No: 84.425
Name of Federal Program or Cluster: Education Stabilization Fund Cluster

CFDA No: 97.036
Name of Federal Program or Cluster: Disaster Grants – Public Assistance COVID-19

CFDA No: 93.778
Name of Federal Program or Cluster: Medical Assistance Program

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

Auditee qualified as low risk auditee No

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Schedule of Findings and Questioned Costs
in Accordance with the Uniform Guidance**

SECTION II – FINANCIAL STATEMENT FINDINGS

None

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no questioned costs.

SECTION IV – PRIOR YEAR FINDINGS AND QUESTIONED COSTS

None