

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

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

AUGUST 31, 2022



**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***Opinions***

We have audited the accompanying cash basis 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 ended August 31, 2022, and the related notes to basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective cash basis financial position of the governmental activities and each major fund of the District as of August 31, 2022, and the respective changes in financial position for the year then ended in accordance with the cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter — Basis of Accounting

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

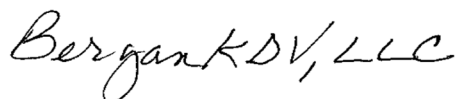
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying supplemental information presented on pages 24-46 is presented for the purpose of additional analysis and is not a required part of the basic financial statements. This supplemental information presented is the responsibility of management and 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 them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.

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

Omaha, Nebraska
November 7, 2022

BASIC FINANCIAL STATEMENTS

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Net Position - Cash Basis
August 31, 2022

Assets		Governmental Activities
		<hr/>
Cash	\$	39,134,734
Investments		<hr/> 142,859,284
		<hr/>
Total assets	\$	<u><u>181,994,018</u></u>

Net Position		
Restricted for		
Special Building	\$	72,158,693
Debt Service		19,334,424
Unrestricted		
Board designated		
Employee Benefit		8,257,020
Depreciation		20,336,792
Student Activities		5,087,731
Student fees		386,233
Contingency		2,410,157
Undesignated		<hr/> 54,022,968
Total net position	\$	<u><u>181,994,018</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Activities - Cash Basis
Year Ended August 31, 2022

Functions/Programs	Expenditures	Program Revenues			Net (Expense) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities					Governmental Activities
Instructional services	\$ 161,304,822	\$ 918,393	\$ 18,706,040	\$ -	\$ (141,680,389)
Support services and facilities	83,838,680	-	-	-	(83,838,680)
Food services	12,082,468	2,014,505	14,250,502	-	4,182,539
Building and site acquisition and improvement	37,500,611	-	-	-	(37,500,611)
Principal and interest on indebtedness	55,407,801	-	-	-	(55,407,801)
Other	8,969,687	-	-	-	(8,969,687)
Total governmental activities	<u>\$ 359,104,069</u>	<u>\$ 2,932,898</u>	<u>\$ 32,956,542</u>	<u>\$ -</u>	<u>(323,214,629)</u>
General revenues					
Taxes collected					171,725,024
County receipts					638,841
State aid-formula grants					101,377,282
Other general revenues					12,525,282
Investment income					387,797
Proceeds from issuing bonds					48,250,000
Bond premium					518,272
Total general revenues					<u>335,422,498</u>
Change in net position					<u>12,207,869</u>
Net position - beginning of year, as previously reported					164,376,779
Prior period adjustment					5,409,370
Net position - beginning of year, as restated					<u>169,786,149</u>
Net position - ending					<u>\$ 181,994,018</u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Assets and Fund Balances - Cash Basis - Governmental Funds
August 31, 2022

	General Fund	Special Building	School Nutrition	Activities Fund	Student Fees Fund	Debt Service Fund	Total Governmental Funds
Assets							
Cash	\$ 29,990,427	\$ -	\$ 4,215,861	\$ 4,542,213	\$ 386,233	\$ -	\$ 39,134,734
Investments	50,820,649	72,158,693	-	545,518	-	19,334,424	142,859,284
Due from (to) other funds	253,130	-	(253,130)	-	-	-	-
Total assets	\$ 81,064,206	\$ 72,158,693	\$ 3,962,731	\$ 5,087,731	\$ 386,233	\$ 19,334,424	\$ 181,994,018
Fund Balances							
Restricted							
Capital Projects	\$ -	\$ 72,158,693	\$ -	\$ -	\$ -	\$ -	\$ 72,158,693
Debt Service	-	-	-	-	-	19,334,424	19,334,424
Committed	20,336,792	-	-	5,087,731	386,233	-	25,810,756
Assigned							
Contingency	2,410,157	-	-	-	-	-	2,410,157
Employee Benefits	8,257,020	-	-	-	-	-	8,257,020
Unassigned	50,060,237	-	3,962,731	-	-	-	54,022,968
Total fund balances	\$ 81,064,206	\$ 72,158,693	\$ 3,962,731	\$ 5,087,731	\$ 386,233	\$ 19,334,424	\$ 181,994,018

See notes to basic financial statements.

School District #17 - Millard Public Schools
Douglas County, Nebraska
Statement of Receipts, Disbursements, and
Changes in Fund Balances - Cash Basis - Governmental Funds
Year Ended August 31, 2022

	General Fund	Special Building	School Nutrition	Activities Fund	Student Fees Fund	Debt Service Fund	Total Governmental Funds
Receipts							
Local receipts	\$ 151,116,401	\$ 6,569,002	\$ 181,161	\$ -	\$ -	\$ 16,088,117	\$ 173,954,681
County receipts	638,841	-	-	-	-	-	638,841
State receipts	99,996,356	144,678	-	-	-	379,594	100,520,628
Federal receipts	12,097,010	5,462,309	14,162,939	-	-	-	31,722,258
Sales of lunch	-	-	1,920,907	-	-	-	1,920,907
Interest	73,463	271,860	62	-	-	42,412	387,797
Categorical grants from corporations and other private interests	1,977,616	-	-	-	-	-	1,977,616
Non-revenue receipts	1,336,582	1,845,130	-	7,805,962	433,264	-	11,420,938
Total revenues	<u>267,236,269</u>	<u>14,292,979</u>	<u>16,265,069</u>	<u>7,805,962</u>	<u>433,264</u>	<u>16,510,123</u>	<u>322,543,666</u>
Expenditures							
Instructional services	129,748,109	-	-	-	-	-	129,748,109
Support services and facilities	83,838,680	-	-	-	-	-	83,838,680
Other salaries and benefits	-	-	5,178,850	-	-	-	5,178,850
Supplies and materials	-	37,882	96,299	-	-	-	134,181
Purchased services	31,556,713	2,747,683	6,756,573	-	-	-	41,060,969
Capital outlay	2,549,154	11,239,712	46,313	-	-	-	13,835,179
Building and site acquisition and improvement	628,567	20,297,613	-	-	-	-	20,926,180
Other	947,391	-	4,433	7,660,199	362,097	-	8,974,120
Redemption of principal	-	-	-	-	-	11,405,000	11,405,000
Debt service interest and fiscal charges	96,646	111,718	-	-	-	8,649,437	8,857,801
Total expenditures	<u>249,365,260</u>	<u>34,434,608</u>	<u>12,082,468</u>	<u>7,660,199</u>	<u>362,097</u>	<u>20,054,437</u>	<u>323,959,069</u>
Excess of receipts over (under) expenditures	<u>17,871,009</u>	<u>(20,141,629)</u>	<u>4,182,601</u>	<u>145,763</u>	<u>71,167</u>	<u>(3,544,314)</u>	<u>(1,415,403)</u>
Other Financing Sources							
Proceeds from the issuance of bonds	-	9,480,000	-	-	-	38,770,000	48,250,000
Bond premium	-	518,272	-	-	-	-	518,272
Payments to refunding bond agent	-	-	-	-	-	(35,145,000)	(35,145,000)
Transfers in	-	-	-	6,153	-	-	6,153
Transfers out	(6,153)	-	-	-	-	-	(6,153)
Total other financing sources	<u>(6,153)</u>	<u>9,998,272</u>	<u>-</u>	<u>6,153</u>	<u>-</u>	<u>3,625,000</u>	<u>13,623,272</u>
Net change in fund balances	<u>17,864,856</u>	<u>(10,143,357)</u>	<u>4,182,601</u>	<u>151,916</u>	<u>71,167</u>	<u>80,686</u>	<u>12,207,869</u>
Fund Balances							
Beginning of year, as previously reported	63,040,861	82,302,050	(219,870)	-	-	19,253,738	164,376,779
Prior period adjustment	158,489	-	-	4,935,815	315,066	-	5,409,370
Beginning of year, as restated	<u>63,199,350</u>	<u>82,302,050</u>	<u>(219,870)</u>	<u>4,935,815</u>	<u>315,066</u>	<u>19,253,738</u>	<u>169,786,149</u>
End of year	<u>\$ 81,064,206</u>	<u>\$ 72,158,693</u>	<u>\$ 3,962,731</u>	<u>\$ 5,087,731</u>	<u>\$ 386,233</u>	<u>\$ 19,334,424</u>	<u>\$ 181,994,018</u>

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

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

Reporting Entity

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

Basis of Presentation

Government-wide Financial Statements – The Statement of Net Position – Cash Basis and Statement of Activities – Cash Basis display information about the reporting government as a whole. They include all funds of the reporting entity. 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. All of the District's funds are presented as governmental funds. The District currently has no proprietary or fiduciary funds. An emphasis is placed on major funds within the governmental 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)

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.

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.

Debt Service (or Bond) 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.

**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.

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)

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, 2022, 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)

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.

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 was one interfund transfer during the year ended August 31, 2022, the General Fund transferred \$6,153 to the Activities Fund for general operations.

In addition, the School Nutrition Fund borrowed \$253,130 from the General Fund for general operations during the year ended August 31, 2022 and that amount is still outstanding and shown on the Statement of Assets and Fund Balances – Cash Basis – Governmental Funds.

**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, Activities Fund, Student Fees Fund, and Debt Service 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 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 \$12,624,279,360. The combined tax rate of the District for the year ended August 31, 2022 was 1.219100 per \$100 of assessed valuation.

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.

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

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Deposits

As of August 31, 2022, the carrying amount of the District's deposits was \$39,134,734 and the bank balance was \$40,872,532.

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

Investments

Investments include \$102,979,564 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.

Investments also include \$39,879,720 in money market funds. These investments are reported at fair value.

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.

The bank balances of the District's deposits are insured through federal depository insurance coverage or collateral held by the District's agent in the District's name. At August 31, 2022, 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.

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

NOTE 4 – FUNDS HELD BY COUNTY TREASURER

These funds were transferred to the District subsequent to August 31, 2022 and are not included as receipts or cash balances in the financial statements:

	<u>Sarpy County</u>	<u>Douglas County</u>
General Fund	\$ 763,875	\$ 8,355,132
Debt Service Fund	50,876	1,855,035
Building Fund	19,497	712,043

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM

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

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

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

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

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

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

Plan Description (Continued)

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

For school employees who became members on or after July 1, 2013, the benefit paid to a retired member or beneficiary receives an annual cost-of-living adjustment, which is increased by the lesser of the percentage change in the Consumer Price Index for Urban Wage Earners and Clerical Workers or one percent. There is no purchasing power floor for employees who fall under this tier.

For the District's year ended August 31, 2022, the District's total payroll for all employees was \$152,702,439. Total covered payroll was \$147,480,375. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.

Contributions

The State's contribution is based on an annual actuarial valuation. In addition, the State contributes an amount equal to two percent of the compensation of all members. This contribution is considered a nonemployer contribution since school employees are not employees of the State. The employee contribution was equal to 9.78 percent from July 1, 2020, to June 30, 2021, (and from July 1, 2021, through August 31, 2022). The school district (employer) contribution is 101 percent of the employee contribution. The District's contribution to the Plan for its year ended August 31, 2022 was \$14,107,783.

Pension Asset

At June 30, 2021, the District had an asset of \$79,286,671 its proportionate share of the net pension asset. (This asset is not recorded in the accompanying cash basis financial statements.) The net pension asset was measured as of June 30, 2021, and the total pension liability used to calculate the net pension asset was determined using an actuarial valuation as of that date. The NPERS School Plan was 109.90% funded as of June 30, 2021, based on actuarial calculations comparing 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, 2021, the District's proportion was 5.598142 percent, which was an increase of 0.061155 percent from its proportion measured as of June 30, 2020.

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

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

Pension Asset (Continued)

For the year ended June 30, 2021, the District's allocated pension income was \$19,682,452.

Actuarial Assumptions

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

Inflation	2.65 percent
Salary increases, including wage inflation	3.15 – 13.15 percent
Cost-of-Living Adjustment	Members hired before July 1, 2013: 2.25% 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	7.30 percent

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

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

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

The actuarial assumptions used in the July 1, 2021, valuations for the School plan is based on the results of the most recent actuarial experience study dated December 31, 2020. Changes to the set of economic assumptions will be phased in over a four-year period.

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

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

Actuarial Assumptions (Continued)

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, 2021, (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*
U.S. Equity	27.0%	4.5%
Global Equity	19.0%	5.3%
Non-U.S. Equity	11.5%	5.8%
Fixed Income	30.0%	0.7%
Private Equity	5.0%	7.4%
Real Estate	7.5%	4.2%
Total	100.00%	

*Arithmetic mean, net of investment expenses.

Discount Rate

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

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and contributions from employers and 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 2120.

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

NOTE 5 – NEBRASKA SCHOOL EMPLOYEES RETIREMENT SYSTEM (CONTINUED)

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

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

	Discount rate	District's proportionate Share of net pension liability (asset)
1% decrease	6.3%	\$ 32,339,704
Current discount rate	7.3%	(79,286,671)
1% increase	8.3%	(170,973,046)

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>.

NOTE 6 – COMMITMENTS AND CONTINGENCIES

Bonds Payable

The following is a summary of changes in general obligation transactions of the District for the year ended August 31, 2022:

Balance, August 31, 2021	\$ 193,280,000
Additions	
New obligations	48,250,000
Deductions	
Payment of principal	(11,405,000)
Bonds refunded	(35,145,000)
	<u> </u>
Balance August 31, 2022	<u><u>\$ 194,980,000</u></u>

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

NOTE 6 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

The following is the indebtedness of the District as of August 31, 2022.

<u>Issue Date</u>	<u>Interest Rate</u>	<u>Amount</u>	<u>Final Maturity Year</u>
June 30, 2015	5.00000%	\$ 3,830,000	2025
June 21, 2017	3.00000%	14,965,000	2034
July 1, 2020	1.89027%	54,575,000	2035
August 19, 2020	2.80700%	65,595,000	2023
February 16, 2021	3.00000%	8,280,000	2035
September 15, 2021	1.94769%	27,750,000	2034
September 30, 2021	1.09822%	10,505,000	2041
March 31, 2022	4.00000%	9,480,000	2025
		<u>\$ 194,980,000</u>	

Aggregate principal and interest payments applicable to the District's bonds subsequent to August 31, 2022 are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 12,040,000	\$ 4,860,878	\$ 16,900,878
2024	12,100,000	4,491,764	16,591,764
2025	15,785,000	4,282,370	20,067,370
2026	9,820,000	4,008,812	13,828,812
2027	13,635,000	3,756,529	17,391,529
2028-2032	39,975,000	12,296,529	52,271,529
2033-2037	46,310,000	8,941,254	55,251,254
2038-2042	45,315,000	3,941,725	49,256,725
	<u>\$ 194,980,000</u>	<u>\$ 46,579,861</u>	<u>\$ 241,559,861</u>

Bond Issuance and Refunding

On September 15, 2021, the District issued \$28,065,000 of General Obligation Refunding Bonds, Series 2021B. At a true interest cost of 1.9477%, the proceeds will be used to refund \$25,000,000 of General Obligation Bonds, Series 2015A and to pay for issuance costs and interest. As a result of the refunding, the District decreased its total debt services payments of the next 13 years by approximately \$1.6 million and obtained a net present value savings of approximately \$1.27 million.

On September 30, 2021, the District issued \$10,705,000 of General Obligation Refunding Bonds, Series 2021C. At a true interest cost of 1.0982%, the proceeds will be used to refund \$10,145,000 of General Obligation Bonds, Series 2013 and 2013A and to pay for issuance costs and interest. As a result of the refunding, the District decreased its total debt services payments of the next 4 years by approximately \$200,000 and obtained a net present value savings of approximately \$180,000.

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

NOTE 6 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

Bond Issuance and Refunding (Continued)

At a meeting held on March 7, 2022, the board approved the issuance of bonds in the total amount not to exceed \$10,000,000. A general obligation was issued March 31, 2022, in the amount of \$9,480,000 with an interest rate of 4.00%. The purpose of the bond is providing funds to pay a portion of the costs of various capital projects approved by the voters of the District. This bond was issued at a premium of \$518,272 and bond issue costs of \$111,718, resulting in net proceeds of \$9,886,553.

Lease Commitment

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

- Twenty-seven vans used for transportation of students in special education programs expiring on various dates through February 2027.
- Vehicles used by administration and maintenance. These leases expire on various dates through August 2025.
- Several copiers used throughout the District expiring on various dates through 2026.

Future minimum lease payments for all leases are as follows

	Amount
2023	\$ 196,126
2024	145,099
2025	73,122
2026	16,643
2027	2,168
	<hr/>
	\$ 433,158

The total paid for lease commitments for the year ended August 31, 2022 was \$247,374 all of which was paid-out of the General Fund.

Grant Program Involvement

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

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

NOTE 6 – COMMITMENTS AND CONTINGENCIES (CONTINUED)

Compensated Absences

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

Voluntary Early Separation Plan

The District has established a Voluntary 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, 2022, the District estimates their liability under this plan at approximately \$962,000 with the final obligations payable in fiscal year 2024.

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.

Arbitrage

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

Risk Management

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

Type of Loss	Method Managed	Risk of Loss Retained
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)

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.

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, 2022 was \$15,899,072.

NOTE 7 – PRIOR PERIOD ADJUSTMENT

During the year ended August 31, 2021, the District adopted GASB Statement 84, Fiduciary Activities, which addresses when a government should report assets in a fiduciary fund. Based on GASB 84, the activity fund and student fees fund should have been reclassified from fiduciary funds to governmental funds on the August 31, 2021 financial statements. The District is implementing this change on the August 31, 2022 financial statements by showing a prior period adjustment. As a result, governmental activities net position and governmental fund balance as of August 31, 2021, were increased by \$5,250,881.

During the year ended August 31, 2022, there was a restatement of beginning fund balances for the General Fund and the Depreciation Fund of \$158,489 to account for costs not incurred in the prior year.

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 7, 2022, the date which these financial statements were available to be issued.

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - General Fund
Year Ended August 31, 2022

	Original & Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021, as previously reported		\$ 40,091,244	
Prior period adjustment		151,062	
Budgetary fund balance, September 1, 2021, restated		<u>40,242,306</u>	
Receipts			
Local sources			
Local property taxes	\$ 132,054,256	132,514,839	\$ 460,583
Motor vehicle taxes	13,000,000	13,607,433	607,433
Carline tax	10,000	8,682	(1,318)
Public power district sales tax	3,750,000	4,392,250	642,250
Tuition reieved from individuals - summer school	250,000	261,163	11,163
Local fines and license fees	250,000	299,484	49,484
Categorical grants from corporations and private interests	-	1,902,583	1,902,583
Other local receipts	-	32,550	32,550
Local property taxes			-
Total local sources	<u>149,314,256</u>	<u>153,018,984</u>	<u>3,704,728</u>
County sources			
Fines and licenses	<u>750,000</u>	<u>638,841</u>	<u>(111,159)</u>
State sources			
State aid	73,782,429	73,782,429	-
Special education	12,000,000	12,540,301	540,301
Special education transportation	1,200,000	659,158	(540,842)
Homestead exemption	-	3,121,903	3,121,903
Personal property tax	-	6,140,378	6,140,378
Pro-rata motor vehicle	250,000	302,115	52,115
State apportionment	3,000,000	3,192,095	192,095
Textbook loan	-	61,545	61,545
Other state receipts	75,000	196,432	121,432
Total state sources	<u>90,307,429</u>	<u>99,996,356</u>	<u>9,688,927</u>
Federal sources			
Title I, Part A	2,000,000	1,463,475	(536,525)
Special education - grants to states	4,602,401	90,512	(4,511,889)
Special education - additional funds	-	4,429,037	4,429,037
Special education - other funds	-	18,171	18,171
ESSER II	4,000,000	4,005,836	5,836
Medicaid in public schools	500,000	918,393	418,393
Federal vocational and applied technology education	130,000	127,545	(2,455)
Other federal receipts	3,941,302	1,119,074	(2,822,228)
Total federal sources	<u>15,173,703</u>	<u>12,172,043</u>	<u>(3,001,660)</u>
Interest	<u>10,000</u>	<u>28,167</u>	<u>(21,833)</u>
Non-revenue sources:			
Non-revenue receipts	<u>-</u>	<u>63,944</u>	<u>63,944</u>
Total receipts	<u>\$ 255,555,388</u>	<u>\$ 265,918,335</u>	<u>\$ 10,362,947</u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - General Fund (Continued)
Year Ended August 31, 2022

	Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Disbursements			
Non-special education	\$ 128,150,105	\$ 121,190,663	\$ (6,959,442)
Special education programs	33,276,386	30,055,341	(3,221,045)
Support Services - pupils	11,863,044	10,853,492	(1,009,552)
Support services - staff	14,503,901	6,007,238	(8,496,663)
Board of education	2,970,183	2,669,832	(300,351)
Executive administration services	3,892,846	17,711,745	13,818,899
Office of the principal	14,187,414	13,277,423	(909,991)
General administration - business services	6,122,153	4,816,963	(1,305,190)
Vehicle acquisition and maintenance	276,000	219,117	(56,883)
Support services - maintenance and operation of building and site	24,136,069	24,450,121	314,052
Support services - regular pupil transportation	1,411,015	1,317,696	(93,319)
Support services - school age special education transportation	3,444,335	2,521,449	(922,886)
Community services	13,500	7,050	(6,450)
State categorical programs	-	109,432	109,432
Federal programs and other categorical aid	11,719,027	20,066,372	8,347,345
Summer School	155,000	-	(155,000)
Other	-	820,318	820,318
Total disbursements	<u>256,120,978</u>	<u>256,094,251</u>	<u>(26,727)</u>
Excess (deficiency) of receipts over disbursements	<u>(565,590)</u>	<u>9,824,084</u>	<u>3,731,455</u>
Other financing sources (uses):			
Transfers out	-	(6,153)	(6,153)
Total other financing sources (uses)	<u>-</u>	<u>(6,153)</u>	<u>(6,153)</u>
Net change in fund balances	<u>\$ (565,590)</u>	<u>9,817,931</u>	<u>\$ 3,725,302</u>
Budgetary fund balance, August 31, 2022		<u>\$ 50,060,237</u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Building Fund
Year Ended August 31, 2022

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021		\$ 82,302,050	
Receipts			
Local sources:			
Local property taxes	\$ 5,624,116	5,608,745	\$ (15,371)
Carline tax	-	371	371
Public power district sales tax	150,000	187,197	37,197
Other local receipts	1,000,000	772,689	(227,311)
Total local sources	<u>6,774,116</u>	<u>6,569,002</u>	<u>(205,114)</u>
State reimbursement			
Homestead exemption	-	131,773	131,773
Pro rata motor vehicle	12,000	12,905	905
Total state sources	<u>12,000</u>	<u>144,678</u>	<u>132,678</u>
Federal sources:			
Other federal receipts	-	5,462,309	5,462,309
Interest	<u>25,000</u>	<u>271,860</u>	<u>246,860</u>
Non-revenue sources:			
Other	-	1,845,130	1,845,130
Bond issuance	-	9,480,000	9,480,000
Bond premium	-	518,272	518,272
Total non-revenue sources	<u>-</u>	<u>11,843,402</u>	<u>11,843,402</u>
Total receipts	<u>6,811,116</u>	<u>24,291,251</u>	<u>17,480,135</u>
Disbursements			
Purchased services	-	2,785,565	2,785,565
Capital outlays	-	11,239,712	11,239,712
Buildings, acquisition and improvement	87,996,540	20,297,613	(67,698,927)
Bond issuance costs	-	111,718	111,718
Total disbursements	<u>87,996,540</u>	<u>34,434,608</u>	<u>(53,561,932)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (81,185,424)</u>	<u>(10,143,357)</u>	<u>\$ 71,042,067</u>
Budgetary fund balance, August 31, 2022		<u>\$ 72,158,693</u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - School Nutrition Fund
Year Ended August 31, 2022

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021		\$ (219,870)	
Receipts:			
Sale of lunches/milk	\$ 1,150,000	1,920,907	\$ 770,907
Interest	-	62	62
State reimbursement	50,000	-	(50,000)
Federal reimbursement	13,124,178	14,162,939	1,038,761
Local receipts	1,100,000	181,161	(918,839)
Total receipts	15,424,178	16,265,069	840,891
Disbursements:			
Salaries and benefits	5,620,000	5,178,850	(441,150)
Supplies and materials	1,050,000	142,612	(907,388)
Contracted services	7,500,000	6,756,573	(743,427)
Other	-	4,433	4,433
Equipment	10,000	-	(10,000)
Total disbursements	14,180,000	12,082,468	(2,097,532)
Excess (deficiency) of receipts over disbursements	\$ 1,244,178	4,182,601	\$ 2,938,423
Budgetary fund balance, August 31, 2022		\$ 3,962,731	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Employee Benefit Fund
Year Ended August 31, 2022

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021		\$ 6,816,957	
Receipts:			
Interest	\$ 1,500	17,170	\$ 15,670
Other receipts	1,200,000	852,487	(347,513)
Operational transfers from the General Fund			
General fund	30,000,000	32,159,343	2,159,343
Total receipts	31,201,500	33,029,000	1,827,500
Disbursements:			
Purchased services	38,605,045	31,556,713	(7,048,332)
Other	-	32,224	32,224
Total disbursements	38,605,045	31,588,937	(7,016,108)
Excess (deficiency) of receipts over disbursements	\$ (7,403,545)	1,440,063	\$ 8,843,608
Budgetary fund balance, August 31, 2022		\$ 8,257,020	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Depreciation Fund
Year Ended August 31, 2022

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021, as previously reported		\$ 14,132,660	
Prior period adjustment		7,427	
Budgetary fund balance, September 1, 2021, restated		<u>14,140,087</u>	
Receipts			
Interest	\$ 10,000	23,504	\$ 13,504
Operational transfers from the General Fund			
General fund	-	7,474,878	7,474,878
Total receipts	<u>10,000</u>	<u>7,498,382</u>	<u>7,488,382</u>
Disbursements			
Capital outlays:			
Furniture and equipment	7,043,864	673,110	(6,370,754)
Building and site acquisition and improvement	-	628,567	628,567
Total disbursements	<u>7,043,864</u>	<u>1,301,677</u>	<u>(6,370,754)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (7,033,864)</u>	<u>6,196,705</u>	<u>\$ 13,859,136</u>
Budgetary fund balance, August 31, 2022		<u><u>\$ 20,336,792</u></u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Contingency Fund
Year Ended August 31, 2022

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021		\$ 2,000,000	
Receipts			
Interest	\$ -	4,622	\$ 4,622
Other	-	420,151	420,151
Total receipts	-	424,773	424,773
Disbursements			
Judgments	-	100	100
Insurance Claims	2,000,000	14,516	(1,985,484)
Total disbursements	2,000,000	14,616	(1,985,384)
Excess (deficiency) of receipts over disbursements	\$ (2,000,000)	410,157	\$ 2,410,157
Budgetary fund balance, August 31, 2022		\$ 2,410,157	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Activities Fund
Year Ended August 31, 2022

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2021		<u>\$ 4,935,815</u>	
Receipts			
Activities revenue	\$ 7,700,000	7,805,962	\$ 105,962
Operational transfers from the General Fund			
General fund	-	6,153	6,153
Total receipts	<u>7,700,000</u>	<u>7,812,115</u>	<u>112,115</u>
Disbursements			
Purchased services	<u>9,746,669</u>	<u>7,660,199</u>	<u>(2,086,470)</u>
Total disbursements	<u>9,746,669</u>	<u>7,660,199</u>	<u>(2,086,470)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (2,046,669)</u>	<u>151,916</u>	<u>\$ 2,198,585</u>
Budgetary fund balance, August 31, 2022		<u><u>\$ 5,087,731</u></u>	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Student Fees Fund
Year Ended August 31, 2022

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Over (Under)
Budgetary fund balance, September 1, 2021		\$ 315,066	
Receipts			
Activity fees	600,000	433,264	(166,736)
Total receipts	600,000	433,264	(166,736)
Disbursements			
Current			
Support Services	726,299	362,097	(364,202)
Total disbursements	726,299	362,097	(364,202)
Excess (deficiency) of receipts over disbursements	\$ (126,299)	71,167	\$ 197,466
Budgetary fund balance, August 31, 2022		\$ 386,233	

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Debt Service Fund
Year Ended August 31, 2022

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Over (Under)</u>
Budgetary fund balance, September 1, 2021		\$ 19,253,738	
Receipts			
Local sources:			
Local property taxes	\$ 14,685,193	15,598,279	\$ 913,086
Carline tax	-	993	993
Public power district	-	488,845	488,845
Total local sources	<u>14,685,193</u>	<u>16,088,117</u>	<u>1,402,924</u>
State sources:			
Homestead exemption	-	344,746	344,746
Pro-rata motor vehicle	30,000	34,736	4,736
Agriculture state tax credit	-	112	112
Total state sources	<u>30,000</u>	<u>379,594</u>	<u>349,594</u>
Non-revenue sources:			
Net proceeds from sale of refunding bonds	<u>40,000,000</u>	<u>38,770,000</u>	<u>(1,230,000)</u>
Total non-revenue receipts	<u>40,000,000</u>	<u>38,770,000</u>	<u>(1,230,000)</u>
Interest	<u>5,000</u>	<u>42,412</u>	<u>(257,588)</u>
Total receipts	<u>54,720,193</u>	<u>55,280,123</u>	<u>39,619,460</u>
Disbursements			
Redemption of principal on bonds payable	10,890,000	11,405,000	515,000
Payment to escrow account to refund bonds	40,000,000	35,145,000	(4,855,000)
Debt service interest	5,542,696	8,649,437	3,106,741
Other expenses	<u>5,000</u>	<u>-</u>	<u>-</u>
Total disbursements	<u>56,437,696</u>	<u>55,199,437</u>	<u>(1,233,259)</u>
Excess (deficiency) of receipts over disbursements	<u>\$ (1,717,503)</u>	<u>80,686</u>	<u>\$ 2,636,183</u>
Budgetary fund balance, August 31, 2022		<u>\$ 19,334,424</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, 2022

	General Fund	Contingency	Employee Fund	Depreciation	Total General Funds	Special Building	School Nutrition	Activities Fund	Student Fees Fund	Debt Service Fund	Total Governmental Funds
Revenues											
Local receipts	\$ 151,116,401	\$ -	\$ -	\$ -	\$ 151,116,401	\$ 6,569,002	\$ 181,161	\$ -	\$ -	\$ 16,088,117	\$ 173,954,681
County receipts	638,841	-	-	-	638,841	-	-	-	-	-	638,841
State receipts	99,996,356	-	-	-	99,996,356	144,678	-	-	-	379,594	100,520,628
Federal receipts	12,097,010	-	-	-	12,097,010	5,462,309	14,162,939	-	-	-	31,722,258
Sales of lunch	-	-	-	-	-	-	1,920,907	-	-	-	1,920,907
Interest	28,167	4,622	17,170	23,504	73,463	271,860	62	-	-	42,412	387,797
Categorical grants from corporations and other private interests	1,977,616	-	-	-	1,977,616	-	-	-	-	-	1,977,616
Non-revenue receipts	63,944	420,151	852,487	-	1,336,582	1,845,130	-	7,805,962	433,264	-	11,420,938
Total revenues	<u>265,918,335</u>	<u>424,773</u>	<u>869,657</u>	<u>23,504</u>	<u>267,236,269</u>	<u>14,292,979</u>	<u>16,265,069</u>	<u>7,805,962</u>	<u>433,264</u>	<u>16,510,123</u>	<u>322,543,666</u>
Expenditures											
Current											
Instructional services	129,748,109	-	-	-	129,748,109	-	-	-	-	-	129,748,109
Support services and facilities	83,838,680	-	-	-	83,838,680	-	-	-	-	-	83,838,680
Other salaries and benefits	-	-	-	-	-	-	5,178,850	-	-	-	5,178,850
Supplies and materials	-	-	-	-	-	37,882	96,299	-	-	-	134,181
Purchased services	-	-	31,556,713	-	31,556,713	2,747,683	6,756,573	-	-	-	41,060,969
Capital outlay	1,876,044	-	-	673,110	2,549,154	11,239,712	46,313	-	-	-	13,835,179
Building and site acquisition and improvement	-	-	-	628,567	628,567	20,297,613	-	-	-	-	20,926,180
Other	900,551	14,616	32,224	-	947,391	-	4,433	7,660,199	362,097	-	8,974,120
Debt service											
Redemption of principal	-	-	-	-	-	-	-	-	-	11,405,000	11,405,000
Debt service interest and fiscal charges	96,646	-	-	-	96,646	111,718	-	-	-	8,649,437	8,857,801
Total expenditures	<u>216,460,030</u>	<u>14,616</u>	<u>31,588,937</u>	<u>1,301,677</u>	<u>249,365,260</u>	<u>34,434,608</u>	<u>12,082,468</u>	<u>7,660,199</u>	<u>362,097</u>	<u>20,054,437</u>	<u>323,959,069</u>
Excess of revenues over (under) expenditures	<u>49,458,305</u>	<u>410,157</u>	<u>(30,719,280)</u>	<u>(1,278,173)</u>	<u>17,871,009</u>	<u>(20,141,629)</u>	<u>4,182,601</u>	<u>145,763</u>	<u>71,167</u>	<u>(3,544,314)</u>	<u>(1,415,403)</u>
Other Financing Sources											
Bond issuance	-	-	-	-	-	9,480,000	-	-	-	38,770,000	48,250,000
Bond premium	-	-	-	-	-	518,272	-	-	-	-	518,272
Payments to refunding bond agent	-	-	-	-	-	-	-	-	-	(35,145,000)	(35,145,000)
Transfers in	-	-	32,159,343	7,474,878	39,634,221	-	-	6,153	-	-	39,640,374
Transfers out	(39,640,374)	-	-	-	(39,640,374)	-	-	-	-	-	(39,640,374)
Total other financing sources	<u>(39,640,374)</u>	<u>-</u>	<u>32,159,343</u>	<u>7,474,878</u>	<u>(6,153)</u>	<u>9,998,272</u>	<u>-</u>	<u>6,153</u>	<u>-</u>	<u>3,625,000</u>	<u>13,623,272</u>
Net change in fund balances	<u>9,817,931</u>	<u>410,157</u>	<u>1,440,063</u>	<u>6,196,705</u>	<u>17,864,856</u>	<u>(10,143,357)</u>	<u>4,182,601</u>	<u>151,916</u>	<u>71,167</u>	<u>80,686</u>	<u>12,207,869</u>
Fund Balances											
Beginning of year, as previously reported	40,091,244	2,000,000	6,816,957	14,132,660	63,040,861	82,302,050	(219,870)	-	-	19,253,738	164,376,779
Prior period adjustment	151,062	-	-	7,427	158,489	-	-	4,935,815	315,066	-	5,409,370
Beginning of year, as restated	<u>40,242,306</u>	<u>2,000,000</u>	<u>6,816,957</u>	<u>14,140,087</u>	<u>63,199,350</u>	<u>82,302,050</u>	<u>(219,870)</u>	<u>4,935,815</u>	<u>315,066</u>	<u>19,253,738</u>	<u>169,786,149</u>
End of year	<u>\$ 50,060,237</u>	<u>\$ 2,410,157</u>	<u>\$ 8,257,020</u>	<u>\$ 20,336,792</u>	<u>\$ 81,064,206</u>	<u>\$ 72,158,693</u>	<u>\$ 3,962,731</u>	<u>\$ 5,087,731</u>	<u>\$ 386,233</u>	<u>\$ 19,334,424</u>	<u>\$ 181,994,018</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, 2022

Receipts

Local receipts

1100 Local district taxes	\$ 132,514,839
1115 Carline tax	8,682
1120 Public power district sales tax	4,392,250
1125 Motor vehicle taxes	13,607,433
1312 Tuition received from individuals - general education	261,163
1510 Interest on investments	28,167
1921 Local sources and police court fines	299,484
1925 Categorical grants from corporations & other private interests	2,475,617
1980 Other refund of prior year's expenditures	28,000
Total local receipts	<u>153,615,635</u>

County receipts

2110 County fines and license fees	638,841
Total county receipts	<u>638,841</u>

State receipts

3110 State aid	73,782,429
3120 Special education (school age)	11,818,106
3125 Special education transportation (school age)	659,158
3130 Homestead exemption	3,121,903
3131 Property tax credit	6,140,378
3155 Textbook loan	61,545
3165 Flex funding: ages 0-5 support services	87,498
3166 Flex funding: school age support services	634,697
3180 Pro-rata motor vehicles	302,115
3400 State apportionment	3,192,095
3535 Payments for high ability learners	159,277
3541 Early childhood endowment grants	36,176
3990 Other state receipts	979
Total state sources	<u>99,996,356</u>

Federal receipts

4416 IDEA Part C, planning region team grant	18,171
4505 Title I, Part A	1,463,475
4509 Title II, Part A	331,129
4510 Title IV, Part A	140,183
4516 IDEA Preschool (619)	90,512
4518 IDEA Part B (611)	4,306,402
4521 IDEA Part B: proportionate share	122,635
4525 Vocational education	127,545
4527 Title III, Part A	64,008
4708 Medicaid	617,671
4709 Medicaid administrative activities	300,722
4996 ESSER I	10,721
4997 ESSER II	4,005,836
Total federal sources	<u>11,599,010</u>

Non-revenue receipts

5320 Sale of property	381
5690 Non-revenue receipts	68,113
Total non-revenue receipts	<u>68,494</u>

Total receipts	<u>265,918,336</u>
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Millard Public Schools
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - General Fund (Continued)
Year Ended August 31, 2022

Disbursements		
Program		
1100 Regular instructional programs		118,657,443
1125 Regular instructional programs school age (flex-spending)		2,046,243
1150 Limited english proficiency programs		2,055,241
1160 Poverty programs		4,328,208
1190 Early childhood educational programs		489,954
1195 Regular instructional programs below age five		225,285
1200 Special education instruction programs		23,372,608
1291 Special education instruction programs - ages 3-5		308,138
1292 Special education instruction programs - ages 0-2		209,268
1300 Summer school		1,433,004
2100 Support services - pupils		12,593,166
2200 Support services - staff		6,185,887
2300 Support services - general administration		16,881,812
2400 Office of the principal		12,924,520
2500 Central services		7,426,477
2600 Support services - maintenance and operation of building and site		25,046,359
27RG Support services - regular pupil transportation		1,317,695
27SP Support services - school age special education transportation		3,269,123
3300 Community services		7,050
3400 Categorical grants from corporations/private interests		1,234,755
3500 State categorical programs		167,320
4000 Facilities		18,460
6000 Federal programs and other categorical aid		15,896,236
8000 Transfers to other funds		6,153
Total disbursements by all programs		<u>256,100,405</u>
Fund balance, September 1, 2021, as previously reported	\$	40,091,244
Prior period adjustment		<u>151,062</u>
Fund balance, September 1, 2021, as restated		40,242,306
Cash receipts		<u>265,918,336</u>
Total funds available		<u>306,160,642</u>
Cash disbursements		<u>256,100,405</u>
Fund balance, August 31	\$	<u>50,060,237</u>
Analysis of fund balance		
Cash in bank		
Checking accounts	\$	29,990,427
Investment		19,816,680
Due from school nutrition fund		253,130
Total fund balance	\$	<u>50,060,237</u>
Cash at county treasurer's, not included above:		
County Treasurer's		
Douglas County	\$	8,355,132
Sarpy County		763,875
	\$	<u>9,119,007</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, 2022

	Actual Amounts
Fund balance, September 1, 2021	\$ 82,302,050
Cash Receipts:	
Local property taxes	5,608,745
Carline tax	371
Public power district sales tax	187,197
Other local receipts	511,147
Homestead exemptions	131,773
Pro-rata motor vehicle	12,905
Property tax credit	261,500
Other state receipts	42
Other federal receipts	5,462,309
Interest	271,860
Proceeds from bond issuance	9,480,000
Bond premium	518,272
Insurance adjustments	844,753
Sale of property	1,000,377
Total cash receipts	24,291,251
Total funds available	106,593,301
Cash disbursements	
Maintenance of buildings	317,719
Security	573,633
Building improvements	33,431,538
Debt services	111,718
Total cash disbursements	34,434,608
Fund balance, August 31, 2022	\$ 72,158,693
Analysis of fund balance	
Cash in bank	
Checking accounts	\$ -
Investments	72,158,693
Total fund balance	\$ 72,158,693
Cash at county treasurer's, not included above:	
County Treasurer's	
Douglas County	\$ 712,043
Sarpy County	19,497
	\$ 731,540

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, 2022

Fund balance, September 1, 2021	<u>\$ (219,870)</u>
Cash receipts:	
Sale of lunches/milk	1,920,907
Interest	62
Federal reimbursement	14,162,939
Local receipts	87,563
Special functions	93,598
Total cash receipts	<u>16,265,069</u>
Total funds available	<u>16,045,199</u>
Cash disbursements:	
Food services operations	<u>12,082,468</u>
Total cash disbursements	<u>12,082,468</u>
 Fund balance, August 31, 2022	 <u><u>\$ 3,962,731</u></u>
Analysis of fund balance	
Cash in bank	
Checking accounts	\$ 4,215,861
Investments	-
Due to General Fund	<u>(253,130)</u>
Total fund balance	<u><u>\$ 3,962,731</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Debt Service Fund
Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	<u>\$ 19,253,738</u>
Cash receipts:	
Local sources:	
Local property taxes	14,915,669
Carline tax	993
Public power district	488,845
Homestead exemption	344,746
Property tax credit	682,610
Agriculture state tax credit	112
Pro-rata motor vehicle	34,736
Bond premiums	-
Net proceeds from sale of refunding bonds	38,770,000
Interest	42,412
Total cash receipts	<u>55,280,123</u>
Total funds available	<u>74,533,861</u>
Cash disbursements:	
Redemption of principal on bonds payable	11,405,000
Payment to escrow account to refund bonds	35,145,000
Debt services	8,649,437
Total cash disbursements	<u>55,199,437</u>
Fund balance, August 31, 2022	<u><u>\$ 19,334,424</u></u>
Analysis of fund balance	
Cash in bank	
Checking	\$ -
Investments	19,334,424
Total fund balance	<u><u>\$ 19,334,424</u></u>
Cash at county treasurer's, not included above:	
County Treasurer's	
Douglas County	\$ 1,855,035
Sarpy County	50,876
	<u><u>\$ 1,905,911</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, 2022

	Actual Amounts
Fund balance, September 1, 2021	<u>\$ 2,000,000</u>
Cash receipts:	
Interest	4,622
Other receipts	<u>420,151</u>
Total cash receipts	<u>424,773</u>
Cash disbursements	
Judgments	100
Insurance Claims	<u>14,516</u>
Total cash disbursements	<u>14,616</u>
Fund balance, August 31, 2022	<u><u>\$ 2,410,157</u></u>
Analysis of fund balance	
Cash in bank	
Checking	\$ -
Investments	<u>2,410,157</u>
Total fund balance	<u><u>\$ 2,410,157</u></u>

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Douglas County, Nebraska
Schedule of Cash Receipts, Disbursements, and Fund Balance
Cash Basis - Actual - Depreciation Fund
Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	\$ 14,132,660
Prior period adjustment	7,427
Fund balance, September 1, 2021, as restated	<u>14,140,087</u>
Cash receipts:	
Interest	23,504
Operational transfers from the General Fund	<u>7,474,878</u>
Total cash receipts	<u>7,498,382</u>
Cash disbursements:	
Other support services	<u>1,301,677</u>
Total cash disbursements	<u>1,301,677</u>
Fund balance, August 31, 2022	<u><u>\$ 20,336,792</u></u>
Analysis of fund balance	
Cash in bank	
Checking	\$ -
Investments	<u>20,336,792</u>
Total fund balance	<u><u>\$ 20,336,792</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, 2022

	Actual Amounts
Fund balance, September 1, 2021	<u>\$ 6,816,957</u>
Cash receipts:	
Interest	17,170
Other receipts	852,487
Operational transfers from the General Fund	32,159,343
Total cash receipts	<u>33,029,000</u>
Cash disbursements:	
Other support services	31,588,937
Total cash disbursements	<u>31,588,937</u>
Fund balance, August 31	<u><u>\$ 8,257,020</u></u>
Analysis of fund balance	
Cash in bank	
Checking	\$ -
Investments	8,257,020
Total fund balance	<u><u>\$ 8,257,020</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Activities Fund
Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	<u>\$ 4,935,815</u>
Cash receipts:	
Activities revenue	<u>7,812,115</u>
Total cash receipts	<u>7,812,115</u>
Total funds available	<u>12,747,930</u>
Cash disbursements:	
Current	
Total cash disbursements	<u>7,660,199</u>
Fund balance, August 31, 2022	<u><u>\$ 5,087,731</u></u>
Analysis of fund balance	
Cash in bank	
Checking accounts	\$ 4,542,213
Investments	<u>545,518</u>
Total fund balance	<u><u>\$ 5,087,731</u></u>

School District #17 - Millard Public Schools
Douglas County, Nebraska
Budgetary Comparison Schedule - Cash Basis - Student Fee Fund
Year Ended August 31, 2022

	Actual Amounts
Fund balance, September 1, 2021	<u>\$ 315,066</u>
Cash receipts:	
Activities revenue	<u>433,264</u>
Total cash receipts	<u>433,264</u>
Total funds available	<u>748,330</u>
Cash disbursements:	
Purchased services	<u>362,097</u>
Total cash disbursements	<u>362,097</u>
Fund balance, August 31, 2022	<u><u>\$ 386,233</u></u>
Analysis of fund balance	
Cash in bank	
Checking accounts	<u>\$ 386,233</u>
Total fund balance	<u><u>\$ 386,233</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 those that are used by the District to prepare their Annual Financial Report, which the District submits to the Nebraska Department of Education.

**Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit
of Financial Statements Performed in Accordance
with *Government Auditing Standards***

To the Board of Education
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, 2022, 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 7, 2022.

Report on 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 black ink that reads "BergankDV, LLC". The signature is written in a cursive, flowing style.

Omaha, Nebraska
November 7, 2022

**School District #17 – Millard Public
Schools Douglas County, Nebraska
Schedule of Findings and Responses**

FINANCIAL STATEMENT FINDINGS

None

PRIOR YEAR FINDINGS AND QUESTIONED COSTS

None

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

**Independent Auditor's Reports on
Federal Single Audit**

August 31, 2022

**School District #17 – Millard Public Schools
Douglas County, Nebraska
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**School District #17 - Millard Public Schools
Douglas County, Nebraska
Schedule of Expenditures of Federal Awards
For the Year Ended August 31, 2022**

Federal Grantor/Pass Through Entity/Program or Cluster Title	Pass-Through Entity Identifying Number	Federal Assistance Listing Number	Federal Expenditures
U.S. Department of Agriculture			
Passed through Nebraska Department of Education			
Child Nutrition Cluster			
School Breakfast Program	280017	10.553	\$ 2,312,551
National School Lunch Program	280017	10.555	11,568,400
Child and Adult Care Food Program	280017	10.558	42,811
Summer Food Service Program	280017	10.559	239,178
Passed through the Nebraska Department of Health and Human Services			
Food Distribution Program	280017	10.555	915,036
Total Child Nutrition Cluster			<u>15,077,976</u>
Total U.S. Department of Agriculture			<u>15,077,976</u>
Federal Communications Commission			
Passed through Universal Service Administrative Company			
Emergency Connectivity Fund (ECF)		32.009	5,462,309
Total Federal Communications Commission			<u>5,462,309</u>
U.S. Department of Education			
Passed through Nebraska Department of Education			
Special Education Cluster (IDEA)			
Special Education - Grants to States (IDEA, Part B)	280017	84.027	5,296,114
Special Education - Preschool Grants (IDEA Preschool)	280017	84.173	92,094
Total Special Education Cluster (IDEA)			<u>5,388,208</u>
Perkins Grant	280017	84.048	145,030
Title I Grants to Local Education Agencies (Title I, Part A of the ESEA)	280017	84.010	1,396,006
English Language Acquisition - Title III, Part A	280017	84.365	101,669
Supporting Effective Instruction State Grants - Title II, Part A	280017	84.367	359,778
Student Support and Academic Enrichment Grants: Title IV, Part A	280017	84.424	138,495
Special Education - Grants for Infants and Families with Disabilities (IDEA, Part C)	280017	84.181	19,545
COVID-19 Elementary & Secondary School Emergency Relief (ESSER) - CARES ACT	280017	84.425D/U	8,335,044
Total U.S. Department of Education			<u>15,883,775</u>
U.S. Department of Health and Human Services - Medicaid Cluster			
Passed through Nebraska Department of Health and Human Services System			
Medical Assistance Program	47-6002642	93.778	918,393
Total U.S. Department of Health and Human Services			<u>918,393</u>
Total			<u>\$ 37,342,453</u>

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended August 31, 2022**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards has been prepared on a cash basis of accounting with the exception of commodities received under the food distribution program of \$915,036. Under this method, expenditures are recognized when disbursements are made. Some programs are funded jointly by District appropriations and federal funds.

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.

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended August 31, 2022**

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.

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.

**Independent Auditor's Report on Compliance for Each
Major Program and on Internal Control Over Compliance
Required By the Uniform Guidance**

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

Opinion on 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, 2022. 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 our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended August 31, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control Over Compliance

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

Report on Internal Control Over Compliance (Continued)

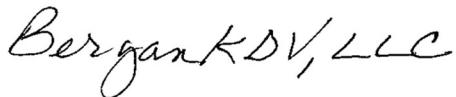
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the cash basis financial statements of the governmental activities and each major fund, of the District, as of and for the year ended August 31, 2022, and the related notes to financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 7, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 statements in all material respects in relation to the basic financial statements as a whole.



Minneapolis, Minnesota
January 20, 2023

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Schedule of Findings and Questioned Costs
For the Year Ended August 31, 2022**

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?	None Identified
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?	None Identified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516?	No

Identification of Major Programs

Assistance Listing No:	10.555
Name of Federal Program or Cluster:	National School Lunch Program (Child Nutrition Cluster)
Assistance Listing No:	84.425D/U
Name of Federal Program or Cluster	Elementary and Secondary School Emergency Relief Fund
Assistance Listing No:	93.778
Name of Federal Program or Cluster	Medical Assistance Program (Medicaid Cluster)
Assistance Listing No:	32.009
Name of Federal Program or Cluster	Emergency Connectivity Fund
Dollar threshold used to distinguish between Type A and Type B programs:	\$1,120,273
Auditee qualified as low risk auditee	No

**School District #17 – Millard Public Schools
Douglas County, Nebraska
Schedule of Findings and Questioned Costs
For the Year Ended August 31, 2022**

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