

LONE JACK C-6 SCHOOL DISTRICT

LONE JACK, MISSOURI

BASIC FINANCIAL STATEMENTS

Year Ended June 30, 2014

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INDEPENDENT AUDITORS' REPORT

Board of Education
Lone Jack C-6 School District
Lone Jack, Missouri

We have audited the basic financial statements of the governmental activities and each major fund of the Lone Jack C-6 School District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note A; this includes determining that the modified 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.

Auditors' Responsibility

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

Board of Education
Lone Jack C-6 School District
Lone Jack, Missouri

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities and each major fund of Lone Jack C-6 School District as of June 30, 2014, and the respective changes in modified cash basis financial position thereof for the year then ended, in conformity with the basis of accounting described in Note A.

Basis of Accounting

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

Disclaimer of Opinion on 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 budgetary comparison information on pages 26-30, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Board of Education
Lone Jack C-6 School District
Lone Jack, Missouri

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2014, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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.

Other Financial Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lone Jack C-6 School District's basic financial statements. The data contained under Other Financial Information, is presented for purposes of additional analysis and is not a required part of the financial statements.

The Other Financial Information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 10, 2014

GOVERNMENT-WIDE FINANCIAL STATEMENTS

LONE JACK C-6 SCHOOL DISTRICT
 STATEMENT OF NET POSITION – MODIFIED CASH BASIS
 June 30, 2014

	<u>Governmental Activities</u>
ASSETS	
Cash and investments - unrestricted	\$ 1,642,510
Cash and investments - restricted	<u>751,619</u>
TOTAL ASSETS	<u><u>\$ 2,394,129</u></u>
NET POSITION	
Restricted for:	
Scholarships	\$ 11,225
Student activities	72,908
Debt service	667,486
Unrestricted	<u>1,642,510</u>
TOTAL NET POSITION	<u><u>\$ 2,394,129</u></u>

See accompanying notes.

LONE JACK C-6 SCHOOL DISTRICT
STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS
Year Ended June 30, 2014

	Cash Disbursements	Program Cash Receipts		Capital Grants and Contributions	Net (Disbursements) Receipts and Changes in Net Position
		Charges for Services	Operating Grants and Contributions		
Governmental Activities:					
Instruction	\$ (3,144,858)	\$ 281,973	\$ 234,148	\$ -	\$ (2,628,737)
Student services	(221,046)	-	-	-	(221,046)
Instructional staff support	(293,362)	-	70,151	-	(223,211)
Building administration	(277,853)	-	-	-	(277,853)
General administration	(330,095)	-	-	-	(330,095)
Operation of plant	(544,662)	-	-	-	(544,662)
Transportation	(277,705)	-	46,783	-	(230,922)
Food service	(256,306)	156,781	69,483	-	(30,042)
Community services	(177,736)	91,565	56,531	-	(29,640)
Facilities acquisition and construction	(5,864)	-	-	-	(5,864)
Debt service	(685,774)	-	-	-	(685,774)
NET PROGRAM (DISBURSEMENTS) RECEIPTS	<u>\$ (6,215,261)</u>	<u>\$ 530,319</u>	<u>\$ 477,096</u>	<u>\$ -</u>	<u>(5,207,846)</u>
General Receipts:					
Ad valorem tax receipts					2,687,489
Prop C sales tax receipts					478,076
Other tax receipts					42,361
County receipts					121,556
State receipts					2,103,760
Interest receipts					40,580
Other receipts					5,381
TOTAL GENERAL RECEIPTS					<u>5,479,203</u>
INCREASE IN NET POSITION					271,357
NET POSITION - Beginning of year					<u>2,122,772</u>
NET POSITION - End of year					<u>\$ 2,394,129</u>

See accompanying notes.

FUND FINANCIAL STATEMENTS

LONE JACK C-6 SCHOOL DISTRICT
 STATEMENT OF ASSETS AND FUND BALANCES – GOVERNMENTAL FUNDS – MODIFIED CASH
 BASIS
 June 30, 2014

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
ASSETS					
Cash and investments - unrestricted	\$ 1,543,496	\$ 5	\$ -	\$ 99,009	\$ 1,642,510
Cash and investments - restricted	<u>84,133</u>	<u>-</u>	<u>667,486</u>	<u>-</u>	<u>751,619</u>
TOTAL ASSETS	<u>\$ 1,627,629</u>	<u>\$ 5</u>	<u>\$ 667,486</u>	<u>\$ 99,009</u>	<u>\$ 2,394,129</u>
FUND BALANCES					
Restricted for:					
Scholarships	\$ 11,225	\$ -	\$ -	\$ -	\$ 11,225
Student activities	72,908	-	-	-	72,908
Debt service	-	-	667,486	-	667,486
Assigned to:					
Certified salaries	-	5	-	-	5
Capital outlay	-	-	-	99,009	99,009
Unassigned	<u>1,543,496</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,543,496</u>
TOTAL FUND BALANCES	<u>\$ 1,627,629</u>	<u>\$ 5</u>	<u>\$ 667,486</u>	<u>\$ 99,009</u>	<u>\$ 2,394,129</u>

See accompanying notes.

LONE JACK C-6 SCHOOL DISTRICT
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS – MODIFIED CASH BASIS
Year Ended June 30, 2014

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
RECEIPTS					
Local	\$ 2,457,272	\$ 478,081	\$ 687,326	\$ 42,577	\$ 3,665,256
County	83,373	4,747	33,436	-	121,556
State	181,513	2,048,961	-	54,799	2,285,273
Federal	173,847	121,736	-	-	295,583
Other	-	118,950	-	-	118,950
TOTAL RECEIPTS	2,896,005	2,772,475	720,762	97,376	6,486,618
DISBURSEMENTS					
Instruction	279,130	2,822,413	-	43,315	3,144,858
Student services	103,249	117,797	-	-	221,046
Instructional staff support	172,254	71,383	-	49,725	293,362
Building administration	91,901	185,952	-	-	277,853
General administration	203,124	126,971	-	-	330,095
Operation of plant	544,662	-	-	-	544,662
Transportation	253,823	6,632	-	17,250	277,705
Food service	256,306	-	-	-	256,306
Community services	115,098	59,922	-	2,716	177,736
Facilities acquisition and construction	-	-	-	5,864	5,864
Debt service	-	-	685,774	-	685,774
TOTAL DISBURSEMENTS	2,019,547	3,391,070	685,774	118,870	6,215,261
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	876,458	(618,595)	34,988	(21,494)	271,357
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	618,595	-	-	618,595
Operating transfers (out)	(618,595)	-	-	-	(618,595)
TOTAL OTHER FINANCING SOURCES (USES)	(618,595)	618,595	-	-	-
EXCESS (DEFICIT) OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS AND OTHER (USES)	257,863	-	34,988	(21,494)	271,357
FUND BALANCE, July 1, 2013	1,369,766	5	632,498	120,503	2,122,772
FUND BALANCE, June 30, 2014	\$ 1,627,629	\$ 5	\$ 667,486	\$ 99,009	\$ 2,394,129

See accompanying notes.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District's accounting policies conform to the modified cash basis of accounting, which is characteristic of local governmental units of this type.

Financial Reporting Entity

The District is organized under the laws of the State of Missouri and is a primary government governed by an elected seven-member board. The District is not financially accountable for any other organization, nor is it a component unit of any other primary governmental entity.

Basis of Presentation

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. The statements present governmental activities generally financed through taxes, intergovernmental receipts, and other non-exchange transactions

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 assets, fund equity, receipts, and disbursements. The District has governmental funds only. The governmental funds of the District are all considered major funds by the Department of Elementary and Secondary Education.

The funds presented in the accompanying basic financial statements include all funds established under Missouri Revised Statutes and controlled by the Board of Education. The purpose of each fund is:

General Fund - Accounts for disbursements for non-certified employees, school transportation costs, operation of plant, fringe benefits, student body activities, community services, the food service program, and any disbursements not accounted for in other funds.

Special Revenue Fund - Accounts for receipts for certified employees involved in administration and instruction, and includes receipts restricted by the State for the payment of teacher salaries and taxes allocated to this fund based on the District's tax levy.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Debt Service Fund - Accounts for receipts restricted, committed, or assigned for the retirement of principal and interest on the District's long-term debt.

Capital Projects Fund - Accounts for taxes and other receipts restricted, committed, or assigned for acquisition or construction of major capital assets and other capital outlay as defined by State of Missouri statutes.

Basis of Accounting

The government-wide Statement of Net Position, Statement of Activities, and the fund financial statements are presented using the modified cash basis of accounting. This basis recognizes assets, net position/fund equity, receipts, and disbursements when they result from cash transactions. The modification to the cash basis of accounting relates to the presentation of investments. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of the modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenditures (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements.

If the District utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financials would be presented on the accrual basis of accounting.

Capital Outlay

General fixed assets are recorded as disbursements in the Capital Projects Fund at the time the invoice for the capital item is paid.

Compensated Absences

Vacation time, personal business days, and sick leave are considered as disbursements in the year paid. Such amounts unused that are vested in the employee are payable upon termination at varying rates depending on length of service.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Long-Term Debt

Long-term debt arising from cash transactions of the governmental funds is not reported in the government-wide financial statements or the fund financial statements, which is consistent with the modified cash basis of accounting. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as disbursements.

Teachers' Salaries

The salary payment schedule of the District for the 2013-2014 school year requires the payment of salaries for a twelve-month period. Consequently, the July and August 2014 payroll checks are included in the financial statements as disbursements in the month of June. This practice has been consistently followed in previous years.

Pooled Cash and Investments

Cash and investments of the individual funds are combined to form a pool of cash and investments, with the exception of the Debt Service Fund which is kept in separate bank accounts. Cash equivalents and investments of the pooled accounts consist primarily of money market accounts and Certificates of Deposit, carried at cost, which approximates market.

Inventories

Inventories are valued at cost and consist of food and educational materials. The cost is recorded as a disbursement at the time inventory is purchased.

Equity Classification

In the government-wide financial statements, net position is classified in two components as follows:

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.

Unrestricted net position – All other net position that does not meet the definition of “restricted”.

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

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on constraints imposed on the use of these resources as follows:

Nonspendable fund balance – This classification includes amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact.

Restricted fund balance – This classification reflects the constraints imposed on resources either a) externally by creditors, grantors, contributors, or laws and regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance – These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the Board of Education – the government’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the Board of Education removes the specified use by taking the same type of action imposing the commitment.

Assigned fund balance – This classification reflects the amounts constrained by the District’s “intent” to be used for specific purposes, but are neither restricted nor committed. Assigned fund balances include all remaining amounts (except negative balances) that are reported in the governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

Unassigned fund balance – This fund balance is the residual classification for the General Fund. It is used to report negative fund balances in other governmental funds.

In circumstances when a disbursement is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

Program Receipts

In the Statement of Activities, receipts that are derived directly from each activity, or from parties outside the District’s taxpayers, are reported as program receipts. These include various grants from the state and federal governments. All other governmental receipts are reported as general. All taxes are classified as general receipts, even if restricted for a specific purpose.

LONE JACK C-6 SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2014

NOTE B – CASH AND CASH EQUIVALENTS

State statutes require that the District’s deposits be insured or collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2014, all bank balances on deposit were insured or collateralized with securities.

NOTE C – INVESTMENTS

Investments of the District as of June 30, 2014, are as follows:

<u>Investment Type</u>	<u>Maturity</u>	<u>Amount</u>
Certificates of Deposit	Various	\$ 2,359,105
Pro-rata share of investment contracts with Wells Fargo Bank through the Missouri School District Direct Deposit Program	N/A	<u>224,456</u>
TOTAL INVESTMENTS		<u><u>\$ 2,583,561</u></u>

Certificates of Deposit

Certificates of Deposit with maturities in excess of three months are classified as investments, but are considered deposits for custodial risk determination. State statutes require that the District’s deposits be collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2014, all Certificates of Deposit are entirely insured or collateralized with securities.

Investment Contracts with Wells Fargo Bank

Funds on deposit with Wells Fargo Bank are invested in investment contracts in which the District has a pro-rata share of the investment contract. The investment contracts are in accordance with Section 165.051 and Section 360 of the Missouri Revised Statutes through the Missouri School District Direct Deposit Program. The investment contracts are with credit providers whose unsecured long-term debt is rated at the time of such agreement in either of the two highest rating categories by a nationally recognized rating service. Fair market value approximates cost.

The District does not have a policy on interest rate risk.

LONE JACK C-6 SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2014

NOTE D – TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The counties collect the property taxes and remit them to the District.

The District also receives sales tax collected by the State and remitted based on eligible pupils. The District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year unless the voters have approved a waiver of the rollback provision. The District has voted a full waiver of the rollback provision.

The assessed valuation of the tangible taxable property for the calendar year 2013 for purposes of local taxation was:

Real estate	\$ 40,593,822
Personal property	<u>8,770,802</u>
TOTAL ASSESSED VALUATION	<u><u>\$ 49,364,624</u></u>

The tax levy per \$100 of the assessed valuation of tangible property for the calendar year 2013 for purposes of local taxation was:

	<u>Unadjusted</u>	<u>Adjusted</u>
General Fund	\$ 4.1266	\$ 4.1266
Debt Service Fund	<u>1.3875</u>	<u>1.3875</u>
TOTAL LEVY	<u><u>\$ 5.5141</u></u>	<u><u>\$ 5.5141</u></u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2014, aggregated approximately 99 percent of the current assessment computed on the basis of the levy as shown above.

NOTE E – RETIREMENT PLANS

The District contributed to the Public School Retirement System of Missouri (PSRS), a cost-sharing multiple-employer defined benefit pension plan. PSRS provides retirement and disability benefits to full-time (and certain part-time) certificated employees, and death benefits to members and beneficiaries. Positions covered by the Public School Retirement System are not covered by Social Security. PSRS benefit provisions are set forth in Chapter 169.010-.141 of the Missouri Revised Statutes (1986). The statutes assign responsibility for the administration of the system to a seven-member Board of Trustees. PSRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Public School Retirement System of Missouri, P.O. Box 268, Jefferson City, Missouri 65102, or by calling 1-800-392-6848.

LONE JACK C-6 SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2014

NOTE E – RETIREMENT PLANS (continued)

PSRS members are required to contribute 14.5% of their annual covered salary and the District is required to contribute a matching amount. The contribution requirements of members and the District are established and may be amended by the PSRS Board of Trustees. The District’s employer and employee contributions to PSRS for the years ended June 30, 2014, 2013, and 2012, were \$745,257, \$699,428, and \$702,780, respectively, equal to the required contributions.

The District also contributes to the Public Education Employee Retirement System of Missouri (PEERS), a cost-sharing multiple-employer defined benefit pension plan. PEERS provides retirement and disability benefits to employees of the district who work 20 or more hours per week and who do not contribute to the Public School Retirement System of Missouri. Positions covered by the Public Education Employee Retirement System are also covered by Social Security. Benefit provisions are set forth in Chapter 169.600 - .715 of the Missouri Revised Statutes. The statutes assign responsibility for the administration of the system to the Board of Trustees of the Public School Retirement System. PEERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Public Education Employee Retirement System of Missouri, P. O. Box 268, Jefferson City, Missouri 65102, or by calling 1-800-392-6848.

PEERS members are required to contribute 6.86% of their annual covered salary and the District is required to contribute a matching amount. The contribution requirements of members and the District are established and may be amended by the PSRS Board of Trustees. The Lone Jack C-6 School District’s employer and employee contributions to PEERS for the years ended June 30, 2014, 2013, and 2012, were \$98,059, \$97,175, and \$95,165, respectively, equal to the required contributions.

NOTE F – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at June 30, 2014, consist of:

\$1,100,000 qualified school construction bond (QSCB) issue dated November 19, 2009, due in varying annual installments through September 15, 2025, with interest at 1.60%.	\$ 1,100,000
\$700,000 general obligation bond issue dated August 14, 2009, due in varying annual installments through March 1, 2017, with interest at 2.50% to 3.25%.	400,000
\$3,310,000 general obligation refunding bond issue dated March 15, 2012, due in varying annual installments through March 1, 2021, with interest at 1.125% to 2.00%.	2,770,000
	<u>\$ 4,270,000</u>

LONE JACK C-6 SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2014

NOTE F – GENERAL OBLIGATION BONDS PAYABLE

The following is a summary of bond transactions for the year ended June 30, 2014:

	<u>Total</u>
Bonds Payable, July 1, 2013	\$ 4,860,000
Bonds Issued	-
Bonds Retired	(590,000)
Bonds Payable, June 30, 2014	<u>\$ 4,270,000</u>

Annual debt service requirements to maturity for the above bonds are:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal Intercepts</u>	<u>Total</u>
2015	\$ 500,000	\$ 78,738	-	\$ 578,738
2016	510,000	67,988	-	577,988
2017	425,000	56,788	-	481,788
2018	535,000	42,538	-	577,538
2019	395,000	36,519	150,000	581,519
2020	400,000	31,087	150,000	581,087
2021	405,000	24,687	150,000	579,687
2022	-	17,600	150,000	167,600
2023	-	17,600	150,000	167,600
2024	-	17,600	150,000	167,600
2025	-	4,400	200,000	204,400
	<u>\$ 3,170,000</u>	<u>\$ 395,545</u>	<u>\$ 1,100,000</u>	<u>\$ 4,665,545</u>

The interest and principal accumulation deposits on the Series QSCB issue will be intercepted under the Missouri Direct Deposit Program guidelines. The principal accumulation intercepts of various amounts per year beginning on September 15, 2018, are intercepted by DESE over a ten month period. On September 15 of each year, those funds are to be transferred to UMB Bank and deposited in the principal account of the bond fund. On September 15, 2024, the principal accumulation deposits will pay off \$1,100,000 Series 2009 QSCB issue in full.

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15 percent of the assessed valuation of the district. The legal debt margin of the District at June 30, 2014, was:

Constitutional debt limit	\$ 7,404,694
General obligation bonds payable	(4,270,000)
Amount available in Debt Service Fund	<u>667,486</u>
LEGAL DEBT MARGIN	<u>\$ 3,802,180</u>

LONE JACK C-6 SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2014

NOTE G – LEASES PAYABLE

Leases payable at June 30, 2014, consist of:

\$105,696 lease purchase agreement for 300 laptop computers dated June 30, 2014, due in monthly installments of \$2,936 through July 2017.	\$ 105,687
\$65,445 lease purchase agreement for 70 desktop computers dated June 30, 2014, due in monthly installments of \$1,818 through July 2017.	65,445
	<u>\$ 171,132</u>

The following is a summary of lease transactions for the year ended June 30, 2014:

Lease Payable, July 1, 2013	\$ -
Additional Lease Obligations	171,132
Net Lease Retirements	-
Lease Payable, June 30, 2014	<u>\$ 171,132</u>

Debt service requirements are:

Year Ended June 30,	
2015	\$ 57,044
2016	57,044
2017	57,044
TOTAL MINIMUM LEASE PAYMENTS	<u>\$ 171,132</u>

NOTE H – CLAIMS AND ADJUSTMENTS

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulation, the District may be required to reimburse the grantor government. As of June 30, 2014, disbursements have not been audited by grantor governments, but the District believes that disallowed disbursements, if any, based on subsequent audits, will not have a material effect on any of the individual government funds or the overall financial position of the District.

NOTE I – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has transferred its risk by obtaining coverage from commercial insurance companies. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

NOTE J – COMPENSATED ABSENCES

Compensated absences payable consists of accumulated sick leave by District personnel. The District's policy allows certified and non-certified employees to be reimbursed for accumulated sick days earned after working for the District for at least five years. Non-certified employees will be paid \$10 per day, while certified employees will be paid \$20 per day, up to 45 days. Annually, for any days exceeding 45 days, certified employees are paid \$45 per day. The District will pay an employee upon retirement or resignation for each unused sick day accumulated. Total compensated absences payable at June 30, 2014, was \$26,039.

LONE JACK C-6 SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2014

NOTE K – INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2014, consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 618,595
Special Revenue Fund	618,595	-
	<u>\$ 618,595</u>	<u>\$ 618,595</u>

The District is required to make a transfer from the General Fund to the Special Revenue Fund to cover the excess of disbursements over receipts, if applicable, each year.

NOTE L – PARTIAL DEBT DEFEASANCE

On December 9, 2013, the District placed \$105,278 in an irrevocable escrow account for the purpose of defeasing \$100,000 aggregate principal amount of bonds maturing on March 1, 2016. As of June 30, 2014, the bonds maturing on March 1, 2016 are considered defeased and are not reflected in the District’s bond requirements in Note F to the District’s financial statements. As of June 30, 2014, the balance to be paid on the defeased bonds is \$100,000 and the balance of the escrow account was \$105,278.

NOTE M – POST EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note E, the District makes available post-retirement healthcare benefits to all employees who retire from the District. Participation by retirees in the District health plan is subjected to terms and conditions set forth in the Board policy. The cost of the coverage is charged to the retiree at a blended rate for all employees. The District has not made a formal evaluation or projection on the future cost of the existing health care benefit plan in relation to retirees.

LONE JACK C-6 SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2014

NOTE N – SUBSEQUENT EVENTS

In November 2014, the voters of the District passed a \$2,690,000 bond issue for renovations to the elementary and high schools.

SUPPLEMENTARY INFORMATION

LONE JACK C-6 SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
 Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget: Positive (Negative)
RECEIPTS				
Local	\$ 2,480,170	\$ 2,480,170	\$ 2,457,272	\$ (22,898)
County	57,267	57,267	83,373	26,106
State	136,090	136,090	181,513	45,423
Federal	131,180	131,180	173,847	42,667
TOTAL RECEIPTS	2,804,707	2,804,707	2,896,005	91,298
DISBURSEMENTS				
Instruction	313,493	324,090	279,130	44,960
Student services	100,533	100,533	103,249	(2,716)
Instructional staff support	198,161	198,161	172,254	25,907
Building administration	101,791	101,792	91,901	9,891
General administration	183,975	183,976	203,124	(19,148)
Operation of plant	459,033	530,033	544,662	(14,629)
Transportation	251,810	251,808	253,823	(2,015)
Food service	242,762	252,761	256,306	(3,545)
Community services	120,734	120,733	115,098	5,635
TOTAL DISBURSEMENTS	1,972,292	2,063,887	2,019,547	44,340
EXCESS OF RECEIPTS OVER DISBURSEMENTS	832,415	740,820	876,458	135,638
OTHER FINANCING (USES)				
Operating transfers (out)	(843,306)	(893,302)	(618,595)	274,707
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS AND OTHER (USES)	(10,891)	(152,482)	257,863	410,345
FUND BALANCE, July 1, 2013	1,369,766	1,369,766	1,369,766	-
FUND BALANCE, June 30, 2014	<u>\$ 1,358,875</u>	<u>\$ 1,217,284</u>	<u>\$ 1,627,629</u>	<u>\$ 410,345</u>

LONE JACK C-6 SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE – SPECIAL REVENUE FUND
 Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget: Positive (Negative)
RECEIPTS				
Local	\$ 454,771	\$ 454,771	\$ 478,081	\$ 23,310
County	7,585	7,585	4,747	(2,838)
State	1,828,875	1,828,875	2,048,961	220,086
Federal	99,000	99,000	121,736	22,736
Other	115,900	115,900	118,950	3,050
TOTAL RECEIPTS	2,506,131	2,506,131	2,772,475	266,344
DISBURSEMENTS				
Instruction	2,798,494	2,848,493	2,822,413	26,080
Student services	118,211	118,211	117,797	414
Instructional staff support	60,797	60,796	71,383	(10,587)
Building administration	188,441	188,441	185,952	2,489
General administration	127,018	127,018	126,971	47
Transportation	6,632	6,632	6,632	-
Community services	49,844	49,842	59,922	(10,080)
TOTAL DISBURSEMENTS	3,349,437	3,399,433	3,391,070	8,363
(DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	(843,306)	(893,302)	(618,595)	274,707
OTHER FINANCING SOURCES				
Operating transfers in	843,306	893,302	618,595	(274,707)
EXCESS OF RECEIPTS AND OTHER SOURCES OVER DISBURSEMENTS	-	-	-	-
FUND BALANCE, July 1, 2013	5	5	5	-
FUND BALANCE, June 30, 2014	\$ 5	\$ 5	\$ 5	\$ -

LONE JACK C-6 SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE – DEBT SERVICE FUND
 Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variance with Final Budget: Positive (Negative)
	Original	Final		
RECEIPTS				
Local	\$ 676,695	\$ 676,695	\$ 687,326	\$ 10,631
County	20,498	20,498	33,436	12,938
TOTAL RECEIPTS	697,193	697,193	720,762	23,569
DISBURSEMENTS				
Debt service	670,575	770,575	685,774	84,801
TOTAL DISBURSEMENTS	670,575	770,575	685,774	84,801
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	26,618	(73,382)	34,988	108,370
FUND BALANCE, July 1, 2013	632,498	632,498	632,498	-
FUND BALANCE, June 30, 2014	<u>\$ 659,116</u>	<u>\$ 559,116</u>	<u>\$ 667,486</u>	<u>\$ 108,370</u>

LONE JACK C-6 SCHOOL DISTRICT
 BUDGETARY COMPARISON SCHEDULE – CAPITAL PROJECTS FUND
 Year Ended June 30, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget: Positive (Negative)
RECEIPTS				
Local	\$ 30,965	\$ 30,965	\$ 42,577	\$ 11,612
State	59,625	59,625	54,799	(4,826)
TOTAL RECEIPTS	90,590	90,590	97,376	6,786
DISBURSEMENTS				
Instruction	8,500	33,500	43,315	(9,815)
Instructional staff support	31,500	53,900	49,725	4,175
Operation of plant	4,000	4,000	-	4,000
Transportation	15,000	15,000	17,250	(2,250)
Food service	3,000	3,000	-	3,000
Community services	2,000	2,000	2,716	(716)
Facilities acquisition and construction	20,000	20,000	5,864	14,136
TOTAL DISBURSEMENTS	84,000	131,400	118,870	12,530
EXCESS (DEFICIT) OF RECEIPTS OVER DISBURSEMENTS	6,590	(40,810)	(21,494)	19,316
FUND BALANCE, July 1, 2013	120,503	120,503	120,503	-
FUND BALANCE, June 30, 2014	\$ 127,093	\$ 79,693	\$ 99,009	\$ 19,316

LONE JACK C-6 SCHOOL DISTRICT
NOTE TO BUDGETARY COMPARISON SCHEDULES
June 30, 2014

Budgets and Budgetary Accounting

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

- 1) In accordance with Chapter 67, RSMo, the District adopts a budget for each fund.
- 2) Prior to July, the superintendent, who serves as the Budget Officer, submits to the Board of Education a proposed budget for the fiscal year beginning on the following July 1. The budget includes estimated receipts and proposed disbursements for all District funds. Budgeted disbursements cannot exceed beginning available monies plus estimated receipts for the year.
- 3) A public hearing is conducted to obtain taxpayer comments. Prior to its approval by the Board of Education, the budget document is available for public inspection.
- 4) Prior to July 1, the budget is legally enacted by a vote of the Board of Education.
- 5) Subsequent to its formal approval of the budget, the Board of Education has the authority to make necessary adjustments to the budget by formal vote of the Board. Adjustments made during the year are reflected in the budget information included in the financial statements. Budgeted amounts are as originally adopted, or as amended by the Board of Education. Individual amendments were not material to the original appropriations, which were amended.
- 6) Budgets for District funds are prepared and adopted on the modified cash basis (budget basis).

OTHER FINANCIAL INFORMATION

LONE JACK C-6 SCHOOL DISTRICT
SCHEDULE OF RECEIPTS BY SOURCE
Year Ended June 30, 2014

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
LOCAL					
Current taxes	\$ 1,821,163	\$ -	\$ 614,361	\$ -	\$ 2,435,524
Delinquent taxes	188,558	-	63,407	-	251,965
School district trust fund (Prop C)	-	478,076	-	-	478,076
Financial institution tax	120	-	40	-	160
M&M surtax	-	-	-	41,436	41,436
In lieu of tax	-	-	-	765	765
Tuition from individuals (K-12)	28,875	-	-	-	28,875
Earnings on investments	30,681	5	9,518	376	40,580
Food service program	100,163	-	-	-	100,163
Food service non-program	56,618	-	-	-	56,618
Student activities	134,148	-	-	-	134,148
Community services	91,565	-	-	-	91,565
Other	5,381	-	-	-	5,381
TOTAL LOCAL	2,457,272	478,081	687,326	42,577	3,665,256
COUNTY					
Fines, escheats, etc.	-	4,747	-	-	4,747
State assessed utilities	83,373	-	33,436	-	116,809
TOTAL COUNTY	83,373	4,747	33,436	-	121,556
STATE					
Basic formula	-	1,884,564	-	-	1,884,564
Transportation	46,783	-	-	-	46,783
Early childhood special education	18,115	-	-	-	18,115
Basic formula - classroom trust fund	-	164,397	-	54,799	219,196
Educational screening prog/PAT	20,406	-	-	-	20,406
Food service	2,035	-	-	-	2,035
Career education enhancement grant	18,703	-	-	-	18,703
Residential placement/excess cost	29,293	-	-	-	29,293
High need fund	10,053	-	-	-	10,053
Missouri preschool project	36,125	-	-	-	36,125
TOTAL STATE	181,513	2,048,961	-	54,799	2,285,273

LONE JACK C-6 SCHOOL DISTRICT
SCHEDULE OF RECEIPTS BY SOURCE (CONTINUED)
Year Ended June 30, 2014

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
FEDERAL					
Medicaid	4,984	-	-	-	4,984
IDEA grants	690	-	-	-	690
IDEA entitlement funds, Part B IDEA	-	100,583	-	-	100,583
Early childhood special education	6,038	-	-	-	6,038
School lunch program	54,444	-	-	-	54,444
School breakfast program	13,004	-	-	-	13,004
Title I, ESEA	25,261	21,153	-	-	46,414
Title II, Part A, ESEA - teacher & principal quality	18,621	-	-	-	18,621
Title VI, Part B rural education initiative	50,805	-	-	-	50,805
TOTAL FEDERAL	173,847	121,736	-	-	295,583
OTHER SOURCES					
Tuition from other districts	-	118,950	-	-	118,950
TOTAL OTHER SOURCES	-	118,950	-	-	118,950
TOTAL RECEIPTS	<u>\$ 2,896,005</u>	<u>\$ 2,772,475</u>	<u>\$ 720,762</u>	<u>\$ 97,376</u>	<u>\$ 6,486,618</u>

Note: The Schedule of Receipts by Source agrees to the Annual Secretary of the Board Report.

LONE JACK C-6 SCHOOL DISTRICT
SCHEDULE OF DISBURSEMENTS BY OBJECT
Year Ended June 30, 2014

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Salaries	\$ 619,521	\$ 2,674,656	\$ -	\$ -	\$ 3,294,177
Teacher retirement	1,864	373,155	-	-	375,019
Non-teacher retirement	49,123	1,091	-	-	50,214
Social security	36,298	11,636	-	-	47,934
Medicare	8,528	35,800	-	-	44,328
Employee insurance	70,604	205,360	-	-	275,964
Tuition	-	86,845	-	-	86,845
Professional services	3,743	-	-	-	3,743
Audit services	9,600	-	-	-	9,600
Technical services	23,558	-	-	-	23,558
Legal services	9,729	-	-	-	9,729
Property services	173,643	-	-	-	173,643
Contracted transportation to and from school	137,839	-	-	-	137,839
Other contracted pupil transportation (non-route)	5,240	-	-	-	5,240
Travel	13,943	-	-	-	13,943
Property insurance	29,617	-	-	-	29,617
Liability insurance	24,795	-	-	-	24,795
Other purchased services	174,335	2,527	-	-	176,862
General supplies	245,294	-	-	-	245,294
Regular textbook	12,273	-	-	-	12,273
Library books	11,489	-	-	-	11,489
Periodicals	1,728	-	-	-	1,728
Food service - food only	138,032	-	-	-	138,032
Energy supplies/service	211,730	-	-	-	211,730
Other supplies	7,021	-	-	-	7,021
Buildings	-	-	-	1,327	1,327
Improvement to sites	-	-	-	4,537	4,537
Equipment - general	-	-	-	94,076	94,076
Equipment - instructional apparatus	-	-	-	1,680	1,680
School buses	-	-	-	17,250	17,250
Principal	-	-	590,000	-	590,000
Interest	-	-	94,316	-	94,316
Other	-	-	1,458	-	1,458
TOTAL DISBURSEMENTS	\$ 2,019,547	\$ 3,391,070	\$ 685,774	\$ 118,870	\$ 6,215,261

LONE JACK C-6 SCHOOL DISTRICT
 SCHEDULE OF TRANSPORTATION COSTS ELIGIBLE FOR STATE AID
 Year Ended June 30, 2014

	District Owned	Contracted	Total
Administrative salaries	\$ -	\$ 6,632	\$ 6,632
Non-certified salaries	46,977	-	46,977
Employee benefits	3,478	-	3,478
Purchased services	16,308	136,500	152,808
Supplies	875	43,106	43,981
Depreciation	4,001	-	4,001
	<u>\$ 71,639</u>	<u>\$ 186,238</u>	<u>\$ 257,877</u>



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

Board of Education
Lone Jack C-6 School District
Lone Jack, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying financial statements of the governmental activities and each major fund of Lone Jack C-6 School District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Lone Jack C-6 School District's basic financial statements and have issued our report thereon dated November 10, 2014.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Lone Jack C-6 School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances, for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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. However, as described in the accompanying schedule of findings and responses, we identified a certain deficiency in internal control over financial reporting that we consider to be a material weakness.

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A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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. We consider the deficiency described in the accompanying schedule of findings and responses to be a material weakness. It is identified as item 2014-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Lone Jack C-6 School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Response to Findings

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. We did not audit the District's response and, accordingly, express no opinion on it.

Purpose of This Report

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 10, 2014

LONE JACK C-6 SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2014

MATERIAL WEAKNESS

2014-001 Segregation of duties

Condition: Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction. The District currently has one full-time bookkeeper to handle the accounting needs of the District. There are some mitigating controls in place but it is not possible to have segregation in all areas.

Criteria: Duties should be segregated so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

Effect: Risk is present that errors or irregularities in amounts that would be material to the basic financial statements may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Recommendation: We realize that because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

Response: The limited number of available personnel prohibits segregation of incompatible duties and the District does not have the resources to hire additional accounting personnel.

SUPPLEMENTARY STATE INFORMATION



**INDEPENDENT ACCOUNTANTS' REPORT ON MANAGEMENT'S
ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED
REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS**

Board of Education
Lone Jack C-6 School District
Lone Jack, Missouri

We have examined management's assertions that Lone Jack C-6 School District, Lone Jack, Missouri, complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure of the District's attendance records of average daily attendance, resident membership on the last Wednesday of September, pupil transportation records of the average daily transportation of pupils eligible and ineligible for state aid, the number of miles eligible and ineligible for state aid and other statutory requirements as listed in the schedule of selected statistics during the year ended June 30, 2014. Management is responsible for the Lone Jack C-6 School District's compliance with those requirements. Our responsibility is to express an opinion on management's assertions based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining on a test basis, evidence about the Lone Jack C-6 School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the Lone Jack C-6 School District's compliance with specified requirements.

In our opinion, management's assertions referred to above are fairly stated, in all material respects, with the aforementioned requirements for the year ended June 30, 2014.

This report is intended solely for the information and use of the Board of Education, District management, and the Missouri Department of Elementary and Secondary Education and is not intended to be, and should not be, used by anyone other than these specified parties.

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 10, 2014

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LONE JACK C-6 SCHOOL DISTRICT 048-075
 SCHEDULE OF SELECTED STATISTICS
 Year Ended June 30, 2014

1. Calendar (Sections 160.041 and 171.031, RSMo)

- A. The number of actual calendar hours classes were in session and pupils were under the direction of teachers during this school year was 1,132.77.
- B. The number of days classes were in session and pupils were under the direction of the teachers during this school year was 162.

2. Average Daily Attendance (ADA)

Average Daily Attendance:

Regular term:

Full-time and part-time

Resident I - Kindergarten – Grade 12

516.75

Resident II - Grade 9

0.65

Remedial

1.14

Total regular term

518.54

Summer school average daily attendance

7.70

Total Average Daily Attendance

526.24

3. September Membership

September Membership FTE Count

538.00

4. Free and Reduced Price Lunch FTE Count (Section 163.011(6), RSMo)

State FTE Total

Free

72.00

Reduced

42.00

Total

114.00

5. Finance

- A. A bond, as required by Section 162.401, RSMo, has been purchased for the District treasurer in the amount of \$50,000.
- B. The District's deposits were adequately secured during the year as required by Sections 110.010 and 110.020, RSMo.
- C. The District maintained a separate bank account for its Debt Service Fund in accordance with Section 165.011, RSMo.

LONE JACK C-6 SCHOOL DISTRICT 048-075
SCHEDULE OF SELECTED STATISTICS (continued)
Year Ended June 30, 2014

5. Finance (continued)

- D. Salaries reported for educators in the October core data cycle are supported by payroll/contract records.
- E. The District did not make a \$162,326 or 7% x SAT x WADA transfer.
- F. The District published a summary of the 2012-2013 audit report within thirty days of receipt of the audit, pursuant to Section 165.121, RSMo.
- G. The District has a professional development committee plan adopted by the Board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment.
- H. The amount spent for approved professional development committee plan activities was \$21,077.

There were no findings noted above.

6. Transportation (Section 163.161, RSMo)

- A. The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.
- B. The District's school transportation ridership records are so maintained as to accurately disclose, in all material respects, the average number of regular riders transported.
- C. Based on the ridership records, the average number of students (non-disabled K-12, career education, and K-12 students with disabilities) transported on a regular basis (ADT) eligible for state transportation aid was 229.50 and the average number of students transported on a regular basis (ADT) ineligible to be counted for state transportation aid was 73.50.
- D. The District's transportation odometer mileage records are so maintained as to accurately disclose, in all material respects, the eligible and ineligible mileage for the year.
- E. Actual odometer records show the total District operated and contracted mileage for the year was 86,620. Of this total, the eligible non-disabled and students with disabilities route miles combined were 60,714 and the ineligible non-route and disapproved miles combined were 25,906.
- F. The District operated the school transportation system for 162 days during this school year.

There were no findings noted above.