

SCOTTSBLUFF PUBLIC SCHOOLS

SCOTTSBLUFF, NEBRASKA

FINANCIAL STATEMENTS

AUGUST 31, 2021



**DANA F. COLE  
& COMPANY<sup>LLP</sup>**  
CERTIFIED PUBLIC ACCOUNTANTS

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
TABLE OF CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	1 - 3
FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Activities and Net Position - Modified Cash Basis	4 - 5
Fund Financial Statements	
Statement of Receipts, Disbursements, and Changes in Fund Balances - Modified Cash Basis and Statement of Assets and Fund Balances - Modified Cash Basis - Governmental Funds	6 - 7
NOTES TO FINANCIAL STATEMENTS	8 - 27
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures of Federal Awards	28 - 30
Notes to Schedule of Expenditures of Federal Awards	31
General Fund Components - Combining Schedule of Receipts, Disbursements, and Changes in Fund Balance - Modified Cash Basis and Combining Schedule of Assets and Fund Balance - Modified Cash Basis	32 - 33
Schedules of Receipts, Disbursements, and Changes in Fund Balance - Modified Cash Basis - Budget and Actual	
General Fund	34 - 37
Depreciation Fund	38
Employee Benefit Fund	39
School Nutrition Fund	40
Special Building Fund	41
Qualified Capital Purpose Undertaking Fund	42
Student Fee Fund	43
Cooperative Fund	44
Bond Fund	45
Activities Fund	46
Notes to Budgetary Schedules	47
Activities Fund - Schedule of Changes in Modified Cash Balances - Budget and Actual (Unaudited)	48
REPORTS REQUIRED BY GOVERNMENT AUDITING STANDARDS AND THE UNIFORM GUIDANCE	
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 <i>Government Auditing Standards</i>	49 - 50
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	51 - 52

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
TABLE OF CONTENTS

	Page
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	53 - 54
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS	55



**DANA F. COLE  
& COMPANY LLP**  
CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
Scottsbluff Public Schools  
Scottsbluff, Nebraska

### **Report on the Financial Statements**

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Scottsbluff Public Schools, Scottsbluff, Nebraska, as of and for the year ended August 31, 2021, 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 1; 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 error or fraud.

### ***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.

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 entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position - modified cash basis of the governmental activities, each major fund, and the aggregate remaining fund information of Scottsbluff Public Schools, Scottsbluff, Nebraska, as of August 31, 2021, and the respective changes in financial position - modified cash basis, thereof for the year then ended in accordance with the modified cash basis of accounting as described in Note 1.

## ***Emphasis of Matter***

As disclosed in Note 1 to the financial statements, in fiscal year 2021 the District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) No. 84, Fiduciary Activities. Our opinions are not modified with respect to this 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 modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

## ***Other Matters***

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Scottsbluff Public Schools, Scottsbluff, Nebraska's basic financial statements. The accompanying supplementary information on pages 32 - 48 is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards on pages 29 - 31 is presented for purposes of additional analysis as required by the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The supplementary information on pages 32 - 47 and the schedule of expenditures of federal awards on pages 28 - 31 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information on pages 32 - 47 and the schedule of expenditures of federal awards on pages 28 - 31 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The supplementary information included on page 48, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2021, on our consideration of Scottsbluff Public Schools, Scottsbluff, Nebraska's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Scottsbluff Public Schools, Scottsbluff, Nebraska's internal control over financial reporting and compliance.

Dana F Cole + Company, LLP

Scottsbluff, Nebraska  
November 3, 2021

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
STATEMENT OF ACTIVITIES AND NET POSITION - MODIFIED CASH BASIS  
FOR THE YEAR ENDED AUGUST 31, 2021

		Program Receipts		Net (Disbursements) Receipts and Changes in Net Position
	Disbursements	Charges for Services	Operating Grants and Contributions	Primary Government Total Governmental Activities
<b>FUNCTIONS/PROGRAMS</b>				
Governmental activities				
Instruction	23,298,806	37,970	2,537,023	(20,723,813)
Support services	13,381,034	448,930		(12,932,104)
Operation of noninstructional programs	16,076			(16,076)
Private and state categorical programs	581,422			(581,422)
Federal programs	4,712,205		5,061,377	349,172
School Nutrition Fund	1,482,878	110,668	1,706,827	334,617
Capital outlay	808,900			(808,900)
Debt service	3,524,307			(3,524,307)
Other disbursements	<u>381,711</u>	<u>327,055</u>		<u>(54,656)</u>
Total governmental activities	<u>48,187,339</u>	<u>924,623</u>	<u>9,305,227</u>	<u>(37,957,489)</u>
General receipts				
Taxes				21,406,299
Interest				69,742
Local receipts				282,936
County and ESU sources				227,444
State receipts				19,480,601
Nonrevenue receipts				<u>93,620</u>
Total general receipts				<u>41,560,642</u>
Change in net position resulting from receipts and disbursements				3,603,153
NET POSITION, beginning of year				<u>29,304,753</u>
NET POSITION, end of year				<u>32,907,906</u>

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
STATEMENT OF ACTIVITIES AND NET POSITION - MODIFIED CASH BASIS  
FOR THE YEAR ENDED AUGUST 31, 2021

				Net (Disbursements) Receipts and Changes in Net Position
		Program Receipts		Primary Government
	Disbursements	Charges for Services	Operating Grants and Contributions	Total Governmental Activities
<b>ASSETS</b>				
Pooled cash in bank				9,402,249
Pooled cash investments				17,769,060
Cash at county treasurer				<u>5,736,597</u>
<b>TOTAL ASSETS</b>				<u><u>32,907,906</u></u>
<b>NET POSITION</b>				
Restricted for:				
Debt service				5,315,276
Capital projects				2,448,352
Unrestricted				<u>25,144,278</u>
<b>TOTAL NET POSITION</b>				<u><u>32,907,906</u></u>

See accompanying notes to financial statements.



SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS AND  
STATEMENT OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2021

	Major Funds							Total Governmental Funds
	General Fund	School Nutrition Fund	Special Building Fund	Qualified Capital Purpose Undertaking Fund	Student Fee Fund	Cooperative Fund	Bond Fund	
<b>RECEIPTS</b>								
Taxes	17,252,870		141,970	785,217		3,226,242		21,406,299
Interest	53,663	1,930	5,791	3,861		4,497		69,742
Fines and licenses	18,720							18,720
Other local receipts	262,754					1,462		264,216
County and ESU sources	227,444							227,444
State receipts	21,660,057	5,769	12,222	67,612		277,733		22,023,393
Federal receipts	5,061,377	1,701,058						6,762,435
Program sales and charges	239,840	110,668			37,970	87,215	448,930	924,623
Nonrevenue receipts	93,618		2					93,620
Total receipts	<u>44,870,343</u>	<u>1,819,425</u>	<u>159,985</u>	<u>856,690</u>	<u>37,970</u>	<u>87,215</u>	<u>3,509,934</u>	<u>51,790,492</u>
<b>DISBURSEMENTS</b>								
Instructional services								
Regular instructional programs	17,963,309							17,963,309
Special education instructional programs	4,896,397							4,896,397
Summer school	439,100							439,100
Support services								
Student support	2,767,927						404,539	3,172,466
Instructional support	1,517,674							1,517,674
General administration	597,395							597,395
Office of the Principal	2,701,915							2,701,915
Central services	701,594							701,594
Operation and maintenance of plant	3,848,982							3,848,982
Student transportation	632,142							632,142
Early retirement	208,866							208,866
Operation of noninstructional programs								
Community services	16,076							16,076
Private and state categorical programs								
Private grants	29,386							29,386
State categorical programs	552,036							552,036
Federal programs	4,712,205							4,712,205
School Nutrition Fund		1,482,878						1,482,878
Capital outlay	808,900							808,900
Debt service				653,672		2,870,635		3,524,307
Other disbursements	238,871				47,817	95,023		381,711
Total disbursements	<u>42,632,775</u>	<u>1,482,878</u>		<u>653,672</u>	<u>47,817</u>	<u>95,023</u>	<u>2,870,635</u>	<u>48,187,339</u>

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCES - MODIFIED CASH BASIS AND  
STATEMENT OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED AUGUST 31, 2021

	Major Funds								Total Governmental Funds
	General Fund	School Nutrition Fund	Special Building Fund	Qualified Capital Purpose Undertaking Fund	Student Fee Fund	Cooperative Fund	Bond Fund	Student Activity Fund	
EXCESS (DEFICIENCY) OF RECEIPTS OVER DISBURSEMENTS	2,237,568	336,547	159,985	203,018	(9,847)	(7,808)	639,299	44,391	3,603,153
NET CHANGE IN FUND BALANCES	2,237,568	336,547	159,985	203,018	(9,847)	(7,808)	639,299	44,391	3,603,153
FUND BALANCES, beginning of year, as restated	<u>21,459,721</u>	<u>535,258</u>	<u>2,288,367</u>	<u>1,561,734</u>	<u>24,127</u>	<u>58,382</u>	<u>2,911,225</u>	<u>465,939</u>	<u>29,304,753</u>
FUND BALANCES, end of year	<u>23,697,289</u>	<u>871,805</u>	<u>2,448,352</u>	<u>1,764,752</u>	<u>14,280</u>	<u>50,574</u>	<u>3,550,524</u>	<u>510,330</u>	<u>32,907,906</u>
ASSETS									
ASSETS									
Pooled cash in bank	6,307,111	400,072	1,083,673	589,274	14,280	50,574	723,074	234,191	9,402,249
Pooled cash investments	12,820,299	471,733	1,324,800	954,905			1,921,184	276,139	17,769,060
Cash at county treasurer	<u>4,569,879</u>		<u>39,879</u>	<u>220,573</u>			<u>906,266</u>		<u>5,736,597</u>
TOTAL ASSETS	<u>23,697,289</u>	<u>871,805</u>	<u>2,448,352</u>	<u>1,764,752</u>	<u>14,280</u>	<u>50,574</u>	<u>3,550,524</u>	<u>510,330</u>	<u>32,907,906</u>
FUND BALANCES									
FUND BALANCES									
Restricted for:									
Debt service				1,764,752			3,550,524		5,315,276
Capital projects			2,448,352						2,448,352
Committed									
Student activities								510,330	510,330
Assigned									
Asset acquisitions	4,685,080								4,685,080
Employee benefits	8,568								8,568
School Nutrition Program		871,805							871,805
Student activities					14,280				14,280
Cooperative activities						50,574			50,574
Unassigned	<u>19,003,641</u>								<u>19,003,641</u>
TOTAL FUND BALANCES	<u>23,697,289</u>	<u>871,805</u>	<u>2,448,352</u>	<u>1,764,752</u>	<u>14,280</u>	<u>50,574</u>	<u>3,550,524</u>	<u>510,330</u>	<u>32,907,906</u>

See accompanying notes to financial statements.

SCOTTSLUFF PUBLIC SCHOOLS  
SCOTTSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the significant accounting policies of Scottsbluff Public Schools, Scottsbluff, Nebraska (the District).

Reporting Entity

The Scottsbluff Public Schools, Scottsbluff, Nebraska's Board of Education is the basic level of government, which has financial accountability and control over all activities related to public school education in the District. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined by the GASB pronouncement, since the District's board members are elected by the public and have decision-making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. In addition, there are no component units, as defined in Governmental Accounting Standards Board Statement 14, which are included in the District's reporting entity.

All significant activities and organizations on which the District exercises oversight responsibility have been included in the District's financial statements.

Basic Financial Statements - Government-Wide Statements

The District utilizes the provisions of Statement 34 of the Government Accounting Standards Board, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Statement 34 established standards for external financial reporting for all state and local government entities, which includes government-wide financial statements, fund financial statements, and the classification of net position into the following components: restricted and unrestricted.

The statement of net position and statement of activities report information on the District as a whole. They include all funds of the District except for fiduciary funds. The effects of interfund activity have been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental receipts, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not report any business-type activities.

The statement of activities demonstrates the degree to which the direct disbursements of a given function or segment are offset by program receipts. Direct disbursements are those that are clearly identifiable with a specific function or segment. Program receipts include (1) charges to customers or applicants who purchase, use, or directly benefit

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basic Financial Statements - Government-Wide Statements (Continued)

from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program receipts are reported instead as general receipts.

Basic Financial Statements - Fund Financial Statements

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements as applicable.

The financial transactions of the District are reported in individual funds in the fund financial statements. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, receipts, and disbursements.

Fund Types

The accounts of the District are organized on the basis of funds, which are grouped into the following fund types:

Governmental Fund Types

**General Fund** - The General Fund is the general operating fund of the District and accounts for all receipts and disbursements of the District not encompassed within other funds. It may finance all facets of services rendered by the District, inclusive of operation and maintenance. General Fund receipts are classified according to source while its disbursements are classified according to specific functions. All property tax receipts and other receipts that are not allocated by law, budgetary requirement, or contractual agreement to some other fund are accounted for in this fund. General operating disbursements and the new replacement capital outlay costs that are not paid through other funds are paid from the General Fund. General Fund disbursements are limited by the Tax Equity and Educational Opportunities Support Act.

**Depreciation Fund** - The Depreciation Fund is established by the District in order to facilitate the eventual purchase of a costly capital outlay by reserving such monies from the General Fund. To allocate monies from the General Fund, the District will show the movement of monies as a disbursement from the General Fund and the Depreciation

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Types (Continued)

Governmental Fund Types (Continued)

Fund will show the receipt as a "transfer from the General Fund." The District may divide this fund into more than one account to allocate a portion of this fund for different valid purposes. The purpose of a depreciation fund is to spread replacement costs of capital outlay over a period of years to avoid a disproportionate tax effect in a single year to meet such an expense. This fund is restricted as part of the Allowable Reserve by the Tax Equity and Educational Opportunities Support Act. The Depreciation Fund is considered a component of the General Fund.

Employee Benefit Fund - The Employee Benefit Fund is established to specifically reserve General Fund money for the benefit of the District employees (unemployment compensation, early retirement, health insurance deductibles, etc.). The District accounts for the allocation of funds from the General Fund to this fund as a disbursement in the General Fund and in the Employee Benefit Fund the receipt as a "transfer from the General Fund." This fund may consist of more than one account for valid allocation purposes. The cash reserve of this fund is restricted as part of the Allowable Reserve by the Tax Equity and Educational Opportunities Support Act. The Employee Benefit Fund is considered a component of the General Fund.

School Nutrition Fund - The School Nutrition Fund is used to accommodate the financial activities of the Child Nutrition Programs. These include the School Lunch, School Breakfast, After School Snack, Special Milk, Child and Adult Care Food, and the Summer Food Service Programs. The fund accounts for all receipts and disbursements of all Child Nutrition Programs. Receipts in this fund include the federal and state program cost reimbursements received by the District and General Fund support of the lunch program. All food purchases and other supplies are accounted for as disbursements of the School Nutrition Fund; accordingly, no inventories are maintained in this fund.

Bond Fund - The Bond Fund is used to record tax receipts and disbursements for the payment of bond principal and interest, and other related costs (i.e. investment interest, trustee fees, etc.). Receipts from a levy to retire bonds in the District are retained in a separate fund by the county treasurer, the financial institution serving as a fiscal agent, or the District. Funds are disbursed upon appropriate demand. All records of the transaction are maintained in this fund. Proceeds from bond issuance are deposited and recorded as a receipt in the Special Building Fund to be disbursed on the actual building project. The General Fund is used to make interest and bond retirement payments if the Bond Fund balance is not sufficient to meet these requirements.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Types (Continued)

Governmental Fund Types (Continued)

Special Building Fund - The Special Building Fund is established for acquiring or improving sites and buildings, including the construction, alteration, or improvement of buildings. The primary sources of receipts for the Special Building Fund include the sale of bonds, the sale of property, and tax receipts. Regardless of the source, all receipts for this purpose are accountable through this fund. General Fund disbursements for the purpose of this fund are not allowable. Special Building Fund accounting provides a more effective means of identifying those disbursements associated with construction activities and provides a complete and consolidated record of all costs of the building program at the conclusion of a project(s). If more than one Special Building Fund activity is active at the same time, separate accounts for each project may be established within the single Special Building Fund. The tax levy for this fund is restricted. The Board of Education may approve a budget with a levy limitation of \$0.14 per one hundred dollars of valuation, or a tax levy not to exceed \$0.175 per one hundred dollars of valuation may be established for this fund by a vote of the people within the District for a term not to exceed ten years.

Qualified Capital Purpose Undertaking Fund - The Qualified Capital Purpose Undertaking Fund (QCPUF) is established for a specific abatement project to address an actual or potential environmental hazard, accessibility barrier, life safety code violation, life safety hazard, or mold which exists within one or more existing school buildings or the school grounds of existing school buildings controlled by the District. Such determination shall not include abatement projects related to the acquisition of new property, the construction of a new building, the expansion of an existing building, or the remodeling of an existing building for purposes other than the abatement of environmental hazards, accessibility barriers, life safety code violations, life safety hazards, or mold. The period of years for such levy shall not exceed ten years and the levy for such project when combined with all other levies pursuant to Sections 79-10, 110.02 and 79-10, 110 R.R.S. shall not exceed \$0.03 per one hundred dollars of taxable valuation. General Fund disbursements for the purpose of these funds are not allowable.

For projects in place prior to April 19, 2016, the Qualified Capital Purpose Undertaking Fund maximum levy remains at \$0.052.

If taxable valuation is lower than the taxable valuation in the year when the District last issued QCPUF bonds and the \$0.03 maximum levy is insufficient to meet the combined annual principal and interest, the District can exceed the \$0.03 maximum levy for the difference to meet that year's principal and interest obligations.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Types (Continued)

Governmental Fund Types (Continued)

Student Fee Fund - The Student Fee Fund is established to collect fees from students for participation in extracurricular activities, postsecondary education costs, and summer school or night school. The money is disbursed for the purposes for which it was collected from the students.

Cooperative Fund - The Cooperative Fund is used by the District acting as the fiscal agent for any cooperative activity between the District and one or more public agencies as defined in Section 13-803(2) R.R.S. All public agencies, including the District acting as the fiscal agent, shall show the payment for services to a cooperative in their General Fund.

Activities Fund - The Activities Fund is used to account for the financial operations of quasi-independent student organizations, interschool athletics, and other self-supporting or partially self-supporting school activities not part of another fund. The Activities Fund shall not be used to record general operation receipts or disbursements, nor shall the Activities Fund be used as a clearing account for the General Fund. The District may divide this fund into more than one account to allocate a portion of this fund for different purposes.

Major Funds

The District reports all governmental funds as major funds. The General Fund and its components are considered one fund for reporting purposes.

Basis of Accounting

The District prepares its financial statements on the modified cash basis, which is in conformity with the accounting practices prescribed or permitted by the State of Nebraska Department of Education.

The modified cash basis of accounting is a basis of accounting other than GAAP as established by GASB. The modified cash basis of accounting is based on the recording of cash and cash equivalents and changes therein, and only recognizes revenues, expenses, assets, and liabilities resulting from cash transactions, adjusted for modifications that have substantial support in generally accepted accounting principles.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

Only cash (and cash equivalents) and items that involve the receipt or disbursement of cash (or equivalents) during the period are recognized, except for the following modifications:

Assets that normally convert to cash or cash equivalents (e.g., certificates of deposit) that arise from transactions and events involving cash or cash equivalents are recognized; and

Taxes and other revenues collected by the county treasurers are included in revenues of the District in the year collected by the counties and the District funds held by the county treasurers at year end are included as assets of the District. This is in accordance with the requirements of the State of Nebraska Department of Education.

As a result of the use of this modified cash basis of accounting, certain transactions are not recorded in the financial statements. For example, accounts receivable and revenue for billed or provided services that have not been collected in cash are not accrued as revenue or receivables. Additionally, capital assets, such as property, equipment, and infrastructure, are not reported and long-term liabilities, such as debt and compensated absences, are not reported.

If the District utilized accounting principles generally accepted in the United States of America, the fund financial statements for governmental funds would use the modified accrual basis of accounting, and the fund financial statements for proprietary fund types would use the accrual basis of accounting. All government-wide financial statements would be presented in accordance with the accrual basis of accounting.

Capital Assets

In accordance with the modified cash basis of accounting, capital assets are not recorded as assets on the government-wide or fund financial statements, and depreciation is not recognized. Purchases of capital assets are recorded as disbursements by function in the financial statements.

Long-Term Obligations

In accordance with the modified cash basis of accounting, long-term debt is not reported as a liability in the government-wide or fund financial statements. Proceeds from long-term debt are reported as receipts and payments of principal are reported as disbursements in both the government-wide and fund financial statements.



SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classification

Government-Wide Statements

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

Restricted net position consists of net assets with constraints placed on the use either by external groups, such as creditors, grantors, contributors, or laws and regulations of other governments, or through constitutional provision or enabling legislation.

Unrestricted net position consists of net assets that do not meet the definition of restricted.

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

Fund Financial Statements

Governmental fund equity is classified as fund balance.

Fund Balance Classification

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable

This classification includes amounts that cannot be spent because they either (a) are not in spendable form or (b) are legally or contractually required to be maintained intact. The District currently has no amounts classified in this category.

Restricted

This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

SCOTTSLUFF PUBLIC SCHOOLS  
SCOTTSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Equity Classification (Continued)

Fund Financial Statements (Continued)

Fund Balance Classification (Continued)

Committed

This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned

This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board delegating this responsibility to the District administrator through the budgetary process.

Unassigned

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

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Interfund Balances and Activities

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

Budget Process and Property Taxes

The District is required by state law to hold public hearings and adopt annual budgets for all funds on the modified cash basis of accounting. Total disbursements for each fund may not exceed the total budgeted disbursements. The General Fund is also subject to a total non-special education disbursement limit. Appropriations for disbursements lapse

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budget Process and Property Taxes (Continued)

at year end. Any revisions to the adopted budget of total disbursements to any fund require a public hearing. 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 disbursements and/or tax levy limitations.

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

Compensated Absences

In accordance with the modified cash basis of accounting, vacation and sick leave benefits are reported as disbursements when paid. The District has entered into negotiated contracts for employment for its certified and noncertified personnel for specified periods. Those contracts specify, in addition to other items, the sick and vacation leave accrual and use of these benefits. Subsequent negotiated contracts may alter those benefit terms. The District's negotiated contract terms for sick and vacation leave benefits are as follows:

Certified Personnel

Vacation leave - There is no benefit provided for vacation leave.

Sick leave - For full-time employees, sick leave accrues on September 1 of each year at a rate of ten days per year. Employees may accumulate 100 days of sick leave. Unused sick leave may be converted to a cash benefit upon retirement at age 55 or above, or death, at a rate of \$40 per day for a maximum of 75 days.

Noncertified Personnel

Vacation leave - For full-time, full-year employees, vacation leave accrues on September 1 of each year at a rate of two weeks per year for employees with 10 years of service or less and three weeks for employees with more than 10 years of service to the District. Vacation leave is pro-rated for employees entering service to the District after September 1. All unused vacation is forfeited as of August 31 of the year following the year in which it is earned.

Sick leave - Sick leave will accrue at a rate of one day per month of service. Employees may accumulate 60 days of sick leave. Unused sick leave may be converted to a cash benefit, at a specified contractual rate, upon disability or retirement, upon 10 years of service or more.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences (Continued)

Administrators

Vacation leave - Administrators with 12-month contracts receive 25 days of vacation annually upon contract renewal (July 1).

Sick leave - Ten days of sick leave are provided each of the first two years of employment and six days each succeeding year of employment. Sick leave of up to 100 days will be paid at the rate of \$40 per day upon retirement or death of the administrator.

Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting used by the District requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

New Accounting Pronouncements

In January 2017, GASB issued Statement 84, *Fiduciary Activities*. This statement is effective for fiscal years beginning after December 15, 2019. GASB 84 establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The District currently does not have any fiduciary activities that meet the new criteria. Activities not meeting this criterion will be reported as governmental funds.

NOTE 2. CASH AND INVESTMENTS

For the following disclosures, deposits - including checking accounts, savings accounts, money market accounts, and certificates of deposit - are all classified as cash or cash and cash equivalents on the financial statements.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. As of August 31, 2021, the District held bank deposits and also held funds in certificates of deposit with the Nebraska Liquid Asset Fund (NLAF).

The NLAF was formed in 1988 under the Interlocal Cooperation Act to provide a cash management program for school districts, educational service units and community colleges, public agencies, and other governmental subdivisions. The NLAF was established to assist public bodies throughout the state of Nebraska with the investment of their available cash reserves. Participation in the investment fund is voluntary for its members. The objective of the fund is to provide a means for investors to achieve a high rate of return while preserving principal and maintaining liquidity, while investing only in instruments permitted by applicable Nebraska statutes. NLAF seeks to achieve its investment objective through

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 2. CASH AND INVESTMENTS (Continued)

Custodial Credit Risk – Deposits (Continued)

professionally managed investment funds governed by the investment policies and restrictions specified. The NLAFF Board of Trustees is elected from representatives of various participants in the fund. The NLAFF Board of Trustees has engaged PFM Asset Management, LLC, as administrator and investment advisor. For a copy of the most recent audit report for the NLAFF, contact NLAFF at 1-877-667-3523 or via the NLAFF website at <https://www.nlafpool.org/>.

Bank Deposits

As of August 31, 2021, all of the District's deposits with financial institutions were fully insured or collateralized by securities held in the District's name in the form of joint safekeeping receipts. State law requires all funds in depositories to be fully insured or collateralized, and the District's policy is to require depositories to provide pledged securities to cover deposits in excess of FDIC limits.

NLAFF Deposits

State law required collateralization of deposits with Federal depository insurance or with U.S. Treasury and U.S. Agency securities having an aggregate value at least equal to the balance of deposits. As of August 31, 2021, all of NLAFF's deposits were insured and collateralized by securities held by the pledging financial institution in other than the NLAFF's name.

Investments

The NLAFF is a pooled cash account that invests primarily in U.S. government & agency obligations and repurchase agreements. The NLAFF seeks to maintain a stable net asset value of \$1 per share, but it is possible to lose money investing in the NLAFF. The NLAFF is not insured or guaranteed by the Federal Depository Insurance Corporation or any other governmental agency.

At August 31, 2021, the District had \$9,029,781 in NLAFF investments. These investments consisted of government agency securities and repurchase agreements that were collateralized by U.S. government securities.

The District is exposed to risks noted below in relation to its investments in the NLAFF. The District does not have a policy for these risks. The following NLAFF risk policies below were taken from footnotes in the NLAFF audit report.

Interest Rate Risk

The NLAFF investment policy limits its exposure to market value fluctuations due to changes in interest rates by requiring that the portfolio maintain a dollar-weighted average maturity of not greater than 60 days. The weighted average maturity of the entire portfolio at May 31, 2021, the date of the latest NLAFF audit report, was 50 days. All of the NLAFF's investments had a maturity of less than two years.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

Credit Risk

Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. According to the latest audit report on the NLAf, as of May 31, 2021, the NLAf limits the investments to certain fixed income instruments which school entities are permitted to invest in under Nebraska law. As of May 31, 2021, the investment portfolio was comprised of investments that were, in aggregate, rated by Standard & Poor's (S&P) as shown in the table below. The rates include the ratings of collateral underlying repurchase agreements in effect at May 31, 2021.

<u>S&amp;P Rating</u>	<u>Percent of Portfolio</u>
AA+*	28.18%
A-1+	5.96%
A-1	4.18%
Exempt**	58.63%
Not Rated***	3.05%

*\*Represents investments in obligations of the U.S. government or its agencies or instrumentalities, which are rated Aaa and AAA by Moody's Investor Service and Fitch Ratings, Inc., respectively, which are the highest category of credit ratings by each of those statistical rating organizations.*

*\*\*Represents investments in U.S. Treasury securities, which are not considered to be subject to overall credit risk per GASB.*

*\*\*\*Represents investments in certificates of deposit insured by the FDIC.*

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the NLAf will not be able to recover the value of its investment or collateral securities that are in the possession of the outside party. The NLAf has no specific policy as to custodial credit risk. All of the underlying securities for the NLAf investments in repurchase agreements at May 31, 2021, the latest audit report date for the NLAf, were collateralized at 102% of the obligation's principal and interest value. In the event of default on the obligation to repurchase, the NLAf has the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 2. CASH AND INVESTMENTS (Continued)

Investments (Continued)

Concentration of Credit Risk

The NLAF investment policy establishes certain restrictions on investments and limitations on portfolio composition. The investment portfolio at May 31, 2021, included the issuers shown in the table below, which individually represented greater than 5% of the total investment portfolio.

Issuer	Percent of Fund
BNP Paribas (NY)*	5.34%
Federal Farm Credit Banks	21.11%
Federal Home Loan Bank	8.09%
U.S. Treasury	53.29%

*\*This issuer is also counterparty to a repurchase agreement entered into by the Fund. This repurchase agreement is collateralized by U.S. Treasury Securities.*

NOTE 3. RETIREMENT PLAN

Plan Description

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

In 1945, the Nebraska Legislature enacted the law establishing a retirement plan for school employees of the State. During the NPERS fiscal year ended June 30, 2020, there were 265 participating school districts. These were the districts that had contributions during the fiscal year. All regular public school employees in Nebraska, other than those who have their own retirement plans (Class V school districts, Nebraska State Colleges, University of Nebraska, and Nebraska Community Colleges), are members of the plan.

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

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 3. RETIREMENT PLAN (Continued)

Plan Description (Continued)

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

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

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

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

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 through August 31, 2021. The school district (employer) contribution is 101 percent of the employee contribution. The District's contribution to the Plan for its year ended August 31, 2021, was \$2,484,992.

For the District's year ended August 31, 2021, the District's total payroll for all employees was \$28,428,493. Total covered payroll was \$25,576,629. Covered payroll refers to all compensation paid by the District to active employees covered by the Plan.



SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 3. RETIREMENT PLAN (Continued)

Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued Nebraska Public Employees Retirement Systems Plan financial report. NPERS issues a publicly available financial report that includes financial statements and required supplementary information for NPERS. That report may be obtained via the internet at [http://www.auditors.nebraska.gov/APA\\_Reports](http://www.auditors.nebraska.gov/APA_Reports).

NOTE 4. LONG-TERM DEBT

Long-term debt at August 31, 2021, consisted of the following:

The District issued Series 2016 General Obligation Bonds for renovation of the high school building. Total proceeds of the bond issuance were \$9,200,000. Principal payments are made annually on December 1st of each year beginning in 2016. Interest accrues at 2.00% to 3.00% and is payable in semiannual installments due on December 1 and June 1 of each year. The outstanding principal balance of these bonds was \$ - 0 - as of August 31, 2021.

The District issued Series 2017 General Obligation Bonds for advance refunding Series 2012 General Obligation Bonds. Total proceeds of the bond issuance were \$6,925,000. Principal payments are made annually on December 15th of each year beginning in 2018. Interest accrues at 1.15% to 2.25% and is payable in annual installments due on December 15 of each year. The outstanding principal balance of these bonds was \$4,765,000 as of August 31, 2021.

The District issued Series 2019 General Obligation Bonds for advance refunding Series 2014 General Obligation Bonds. Total proceeds of the bond issuance were \$4,195,000. Principal payments are made annually on December 15th of each year beginning in 2019. Interest accrues at 1.45% to 3.00% and is payable in annual installments due on December 15 of each year. The outstanding principal balance of these bonds was \$3,580,000 as of August 31, 2021.

The District issued Series 2014 Limited Tax Obligation Bonds for advance refunding Series 2012 Limited Tax Obligation Bonds. Total proceeds of the bond issuance were \$5,930,000. Principal payments are made annually on December 15th of each year beginning in 2014. Interest accrues at 0.25% to 2.50% and is payable in semiannual installments due on December 15 and June 15 of each year. The outstanding principal balance of these bonds was \$1,871,000 as of August 31, 2021.

The District issued Series 2020 General Obligation Bonds for advance refunding Series 2015 General Obligation Bonds. Total proceeds of the bond issuance were \$24,845,000. Principal payments are made annually on December 15th of each year

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 4. LONG-TERM DEBT (Continued)

beginning in 2020. Interest accrues at 1.45% to 3.00% and is payable in annual installments due on December 15 of each year. The outstanding principal balance of these bonds was \$24,845,000 as of August 31, 2021.

The District issued Series 2021 General Obligation Bonds for refunding Series 2016 General Obligation Bonds. Total proceeds of the bond issuance were \$6,071,412. Principal payments are made annually on December 1st of each year beginning in 2022. Interest accrues at 2.00% and is payable in semiannual installments due on June 1st and December 1st of each year. The outstanding principal balance of these bonds was \$5,710,000 as of August 31, 2021.

Defeasance

On March 25, 2021 the District issued General Obligation Bonds in the principle amount of \$5,710,000 and total debt service requirements of \$6,293,937 for the purpose of refunding the 2016 General Obligation Bonds of in the principle amount of \$5,945,000 and total debt service requirements of \$6,734,073.

The following is a summary of the District's long-term debt transactions for the year ended August 31, 2021:

	Balance September 1, 2020	Addi- tions	Retire- ments	Balance August 31, 2021
Series 2016 - General Obligation Bonds	6,195,000		6,195,000	
Series 2017 - General Obligation Bonds	5,545,000		780,000	4,765,000
Series 2019 - General Obligation Bonds	4,125,000		545,000	3,580,000
Series 2020 - General Obligation Bonds	25,470,000		625,000	24,845,000
Series 2021 - General Obligation Bonds		5,710,000		5,710,000
Series 2014 - Limited Tax Obligation Bonds	2,469,000		598,000	1,871,000
	<u>43,804,000</u>	<u>5,710,000</u>	<u>8,743,000</u>	<u>40,771,000</u>

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 4. LONG-TERM DEBT (Continued)

The following is a summary of the District's scheduled annual debt service requirements as of August 31, 2021:

Years Ended August 31,	2017 GO Bonds		2019 GO Bonds	
	Principal	Interest	Principal	Interest
2022	885,000	85,795	455,000	97,276
2023	935,000	69,808	405,000	87,675
2024	955,000	50,908	405,000	75,525
2025	455,000	36,808	580,000	60,750
2026	500,000	27,258	570,000	43,500
2027 - 2031	1,035,000	22,829	1,165,000	35,325
2032 - 2036				
2037 - 2041				
2042 - 2046				
	<u>4,765,000</u>	<u>293,406</u>	<u>3,580,000</u>	<u>400,051</u>

Years Ended August 31,	2020 GO Bonds		2021 GO Bonds	
	Principal	Interest	Principal	Interest
2022	535,000	464,195	255,000	111,650
2023	535,000	461,760	295,000	106,150
2024	540,000	458,919	310,000	100,100
2025	540,000	455,420	940,000	87,600
2026	545,000	450,970	950,000	68,700
2027 - 2031	5,235,000	2,115,639	2,960,000	88,800
2032 - 2036	9,710,000	1,408,031		
2037 - 2041	7,205,000	317,583		
2042 - 2046				
	<u>24,845,000</u>	<u>6,132,517</u>	<u>5,710,000</u>	<u>563,000</u>

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 4. LONG-TERM DEBT (Continued)

Years Ended August 31,	2014 LTO Bonds		Total	
	Principal	Interest	Principal	Interest
2022	610,000	44,010	2,740,000	802,926
2023	623,000	30,590	2,793,000	755,983
2024	638,000	15,950	2,848,000	701,402
2025			2,515,000	640,578
2026			2,565,000	590,428
2027 - 2031			10,395,000	2,262,593
2032 - 2036			9,710,000	1,408,031
2037 - 2041			7,205,000	317,583
	<u>1,871,000</u>	<u>90,550</u>	<u>40,771,000</u>	<u>7,479,524</u>

Components of debt service for the year ended August 31, 2021, are as follows:

Fund	Principal	Interest	Total
Qualified Capital Purpose Undertaking Fund	598,000	55,672	653,672
Bond Fund	<u>2,200,000</u>	<u>670,638</u>	<u>2,870,638</u>
Total	<u>2,798,000</u>	<u>726,310</u>	<u>3,524,310</u>

Direct Borrowing and Direct Placement Debt

The District had no direct borrowing or direct placement of long-term debt as of August 31, 2021.

NOTE 5. 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 purchased commercial insurance to offset these certain risks. Settled claims have not significantly exceeded this commercial coverage in any of the past three fiscal years.

NOTE 6. COMMITMENTS AND CONTINGENCIES

The District participates in numerous federal and state assisted grant programs which are governed by various rules and regulations of the grantor agencies. These programs are subject to financial and compliance audits by the granting agencies. To the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 7. BUDGET COMPLIANCE

Following is a summary of the actual and budget amounts by fund:

	Budget	Actual	Variance Favorable (Unfavorable)
General Fund	50,343,256	43,223,592	7,119,664
Special Building Fund	2,395,954		2,395,954
School Nutrition Fund	2,321,985	1,482,878	839,107
Qualified Capital Purpose			
Undertaking Fund	2,113,523	653,672	1,459,851
Depreciation Fund	4,164,380	808,900	3,355,480
Student Fee Fund	50,000	47,817	2,183
Employee Benefit Fund	500,000	238,871	261,129
Cooperative Fund	480,000	95,023	384,977
Bond Fund	4,533,744	2,870,635	1,663,109
Activities Fund	1,800,000	404,539	1,395,461
	<u>68,702,842</u>	<u>49,825,927</u>	<u>18,876,915</u>

NOTE 8. INTERFUND TRANSFERS

Transfers are used to move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to disburse them and to move unrestricted receipts collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Operating transfers consists of the following:

Fund	Transfers In	Transfers Out
Depreciation Fund	1,638,588	
General Fund		<u>1,638,588</u>
	<u>1,638,588</u>	<u>1,638,588</u>

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO FINANCIAL STATEMENTS

NOTE 9. TAX ABATEMENTS

The District is subject to property tax abatements granted by the City of Scottsbluff, Nebraska, through Tax Incremental Financing (TIF) agreements with various developers. The incremental increase in valuation from the development is not included in the District's available valuation base until the TIF agreement has expired, which is generally 15 years. The incremental taxes, including the District's share is returned to the developer, effectively rebating the taxes on the increased valuation.

Information relevant to the tax abatements impacting the District for the year ending August 31, 2021, are as follows:

Total TIF valuation 2020	22,795,298
District's total levy	1,315,269
District share of tax abatement	299,819

The District's total levy was not at the statutory limit. As such, the District received all tax revenue requested.

NOTE 10. RECENTLY ISSUED AND ADOPTED ACCOUNTING PRONOUNCEMENTS

In June 2017, GASB issued Statement 87, *Leases*. This statement is effective for fiscal years beginning after June 15, 2021. The District did not early implement this statement. When adopted, GASB 87 will require disclosure of the timing significance, and purpose of a government's leasing arrangements. When adopted, GASB 87 will not have a material effect on the financial statements other than possible disclosures in the notes.

NOTE 11. RESTATEMENT - GASB 84

As disclosed in Note 1, the District implemented GASB 84 during the year ended August 31, 2021. The effect of this implementation resulted in a beginning balance adjustment to the governmental activities net position of \$465,939, and the governmental funds fund balance of \$465,939. This reflected the change from reporting the Activities Fund from a fiduciary fund type to a governmental fund

NOTE 12. SUBSEQUENT EVENT

In preparing the financial statements, the District has evaluated events and transactions for potential recognition or disclosure through November 3, 2021, the date the financial statements were available to be issued.

**SUPPLEMENTARY INFORMATION**

SCOTTSLUFF PUBLIC SCHOOLS  
SCOTTSLUFF, NEBRASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	CFDA Number	Pass- Through Identifier	Expendi- tures
<u>U.S. Department of Agriculture</u>			
Passed through Nebraska Department of Education			
National School Breakfast Program	10.553	202020N109943 202021N109943	
National School Lunch Program	10.555	202020N109943 202021N109943	5,016
Special Milk Program for Children	10.556	202020N109943 202021N109943	28,739
Summer Food Service Program for Children	10.559	202021N109943	<u>1,651,589</u>
Total Child Nutrition Cluster			<u>1,685,344</u>
Fresh Fruits and Vegetables	10.582	202020L160343 202021L160343	15,714
Passed through Nebraska Department of Health and Human Services			
Child Nutrition Cluster			
National School Lunch Program	10.555	79-0032-000	<u>134,203</u>
Summer Food Service Program for Children	10.559	79-0032-000	<u>          </u>
Total Child Nutrition Cluster			<u>134,203</u>
Total U.S. Department of Agriculture			<u>1,835,261</u>
<u>U.S. Department of Education</u>			
Direct Programs			
Native American Education - Grants to Local Educational Agencies			
	84.060A	S060A210305	<u>22,379</u>



SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	CFDA Number	Pass- Through Identifier	Expendi- tures
<u>U.S. Department of Education</u> (Continued)			
Passed through Nebraska Department of Education			
Special Education Cluster (IDEA)			
Special Education - Grants to States	84.027	21-6408-00-13-079-0032 21-6412-00-13-079-0032	799,252
Special Education - Preschool Grants	84.173	21-6406-00-13-079-0032	<u>19,332</u>
Total Special Education Cluster (IDEA)			<u>818,584</u>
Title I Grants to Local Educational Agencies	84.010A	21-6200-00-13-079-0032	1,119,946
Career and Technical Education - Basic Grants to States	84.048	21-6700-00-13-079-0032	46,376
Education for Homeless Children and Youth	84.196	21-6991-00-13-079-0032	17,000
School Safety National Activities	84.287	21-6968-A0-13-079-0032 21-6968-A1-13-079-0032 21-6968-A2-13-079-0032	172,021
Rural Education	84.358B	RLIS FY 20 79-0032	38,140
Improving Teacher Quality State Grants	84.367A	21-6310-00-13-079-0032	144,081
Student Support and Academic Enrichment Program	84.424A	21-6969-00-13-079-0032	65,816
CARES Act ESSER	84.425	20-6996-00-13-079-0032	796,907
CRRSA Act ESSER II	84.425D	21-6996-00-13-079-0032	882,148

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	CFDA Number	Pass- Through Identifier	Expendi- tures
<u>U.S. Department of Education</u> (Continued)			
Passed through Nebraska Department of Education (Continued)			
School Safety National Activities	84.184G	S184G190061	418,344
Passed through Educational Service Unit 13			
English Language Acquisition Grants	84.365A	21-6925-00-13-079-0032	<u>21,889</u>
Passed through the Nebraska Governor's Office			
Education Stabilization Fund	84.425C	Unknown	<u>121,952</u>
Total U.S. Department of Education			<u>4,685,583</u>
<u>U.S. Department of Health and Human Services</u>			
Passed through Nebraska Department of Health and Human Services			
Medical Assistance Program	93.778	79-0032	<u>172,643</u>
Passed through Nebraska Children and Families Foundation			
Child Care and Development Block Grant	93.575	Unknown	<u>26,622</u>
Total U.S. Department of Health and Human Services			<u>199,265</u>
TOTAL EXPENDITURE OF FEDERAL AWARDS			<u><u>6,720,109</u></u>

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED AUGUST 31, 2021

NOTE 1. BASIS OF PRESENTATION

The schedule of expenditures of federal awards is prepared on the modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Accordingly, disbursements are recognized when cash is disbursed. This basis of accounting is consistent with the method utilized for the basic financial statements of the District.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2. BASIS FOR EXPENDITURES REPORTED

Cash Disbursements - For certain federal programs, the District makes cash disbursements under the federal program specifically identified as federal program costs. For these federal programs, the District reports federal disbursements in the amount of cash disbursed and indirect costs claimed under the federal program.

Cash Receipts - For certain federal programs, the District receives payment at specified rates per unit of service rendered or product distributed. For these federal programs, the District reports federal disbursements in the amount of cash received under the federal program.

Value of Goods - For certain federal programs, the District receives goods for use. For these federal programs, the District reports disbursements at the value of goods received.

NOTE 3. INDIRECT COSTS

The District utilized indirect cost of 15.2073% rate to determine indirect costs under the School Safety National Activities Program 84.184G.

NOTE 4. CONTINGENCIES

The District receives funds under various federal grant programs and such assistance is to be disbursed 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 noncompliance. 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 5. SUBRECIPIENTS

The District disbursed no awards to subrecipients during the year.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
GENERAL FUND COMPONENTS  
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE - MODIFIED  
CASH BASIS AND COMBINING SCHEDULE OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS  
FOR THE YEAR ENDED AUGUST 31, 2021

	General Fund	Depreciation Fund	Employee Benefit Fund	Reclassifi- cations	Total Governmental Funds
<b>RECEIPTS</b>					
Local receipts					
Taxes	17,252,870				17,252,870
Interest	36,549	17,114			53,663
Fines and licenses	18,720				18,720
Other local receipts	262,754				262,754
County and ESU sources	227,444				227,444
State receipts	21,660,057				21,660,057
Federal receipts	5,061,377				5,061,377
Nonrevenue receipts	93,618				93,618
Program sales and charges			239,840		239,840
Transfers in		1,638,588		(1,638,588)	
Total receipts	<u>44,613,389</u>	<u>1,655,702</u>	<u>239,840</u>	<u>(1,638,588)</u>	<u>44,870,343</u>
<b>DISBURSEMENTS</b>					
Instructional services					
Regular instructional programs	17,963,309				17,963,309
Special education instructional programs	4,896,397				4,896,397
Summer school	439,100				439,100
Support services					
Student support	2,767,927				2,767,927
Instructional support	1,517,674				1,517,674
General administration	597,395				597,395
Office of the principal	2,701,915				2,701,915
Central services	701,594				701,594
Operation and maintenance of plant	5,487,570			(1,638,588)	3,848,982
Student transportation	632,142				632,142
Early retirement	208,866				208,866
Community services	16,076				16,076
Private and state categorical programs					
Private grants	29,386				29,386
State categorical programs	552,036				552,036

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
GENERAL FUND COMPONENTS  
COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE - MODIFIED  
CASH BASIS AND COMBINING SCHEDULE OF ASSETS AND FUND BALANCES - MODIFIED CASH BASIS  
FOR THE YEAR ENDED AUGUST 31, 2021

	General Fund	Depreciation Fund	Employee Benefit Fund	Reclassifi- cations	Total Governmental Funds
DISBURSEMENTS (Continued)					
Federal programs	4,712,205				4,712,205
Capital outlay		808,900			808,900
Other disbursements			<u>238,871</u>		<u>238,871</u>
Total disbursements	<u>43,223,592</u>	<u>808,900</u>	<u>238,871</u>	<u>(1,638,588)</u>	<u>42,632,775</u>
RECEIPTS OVER DISBURSEMENTS	1,389,797	846,802	969		2,237,568
FUND BALANCES, beginning of year	<u>17,613,844</u>	<u>3,838,278</u>	<u>7,599</u>		<u>21,459,721</u>
FUND BALANCES, end of year	<u>19,003,641</u>	<u>4,685,080</u>	<u>8,568</u>		<u>23,697,289</u>
ASSETS					
Pooled cash in bank	4,148,554	2,149,989	8,568		6,307,111
Pooled cash investments	10,285,208	2,535,091			12,820,299
Cash at county treasurer	<u>4,569,879</u>				<u>4,569,879</u>
TOTAL ASSETS	<u>19,003,641</u>	<u>4,685,080</u>	<u>8,568</u>		<u>23,697,289</u>
FUND BALANCE					
Restricted for:					
Debt service					
Capital projects					
Committed					
Assigned		4,685,080	8,568		4,693,648
Unassigned	<u>19,003,641</u>				<u>19,003,641</u>
TOTAL FUND BALANCE	<u>19,003,641</u>	<u>4,685,080</u>	<u>8,568</u>		<u>23,697,289</u>

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual	
FUND BALANCE, beginning of year		<u>17,613,844</u>	
<b>RECEIPTS</b>			
Local sources			
Taxes			
1110	Property taxes - general purpose	16,311,870	15,241,790
1115	Carline tax	25,000	20,350
1120	Public Power District sales tax	500,000	476,182
1125	Motor vehicle taxes	1,250,000	1,514,548
1370	Preschool tuition and fees		202,082
1510	Interest	80,000	36,549
1800	Revenue from community services activities		21,461
1911	Local license fees	20,000	18,720
1900	Other local receipts	178,500	39,211
	Total local sources	<u>18,400,370</u>	<u>17,570,893</u>
County and ESU sources			
2110	County fines and license fees	200,000	226,126
2210	ESU receipts	3,500	1,318
	Total county and ESU sources	<u>203,500</u>	<u>227,444</u>
State sources			
3110	State aid	16,807,931	16,807,931
3120	Special education	2,100,000	2,537,023
3125	Special education - transportation	60,000	46,645
3130	Homestead exemption		554,798
3131	Property tax credit		725,651
3132	Personal property tax credit		17,053
3180	Pro-rate motor vehicle	50,000	57,182
3133	Nameplate capacity tax		274
3400	State apportionment	350,000	398,387
3500	State categorical programs	510,000	514,793
3990	Other state receipts	10,000	320
	Total state sources	<u>19,887,931</u>	<u>21,660,057</u>

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED AUGUST 31, 2021

		Original and Final Budget	Actual
RECEIPTS (Continued)			
Federal sources			
4307	Native American Education	25,000	22,344
4505	Title I, Part A: ESSA Improving Basic Programs	1,045,000	2,026,769
4509	Title II, Part A ESSA Supporting Effective Instruction	150,000	263,972
4511	Rural Low Income Schools	55,000	43,384
4516	IDEA preschool (619) base/IDEA enrollment poverty	468,525	384,423
4518	IDEA Part B (611) base & enrollment poverty allocation	200,000	689,093
4521	IDEA Part B proportionate share	101,475	32,110
4525	Federal vocational and applied technology (Carl Perkins)	41,000	44,683
4527	Title III, Part A ESSA English Language Acquisition		22,159
4530	JFROTC	353,000	48,039
4510	School Safety National Activities	496,000	452,498
4530	Other federal programs		166,352
4531	Twenty-First Century Community Learning Centers	176,075	214,856
4708	Medicaid in Public Schools (MIPS)	20,000	254,038
4709	Medicaid Administrative Activities (MAAPS)	50,000	172,643
4510	Title IV-A		93,204
4991	McKinney-Vento Homeless		26,407
4996	ESSERS I	538,930	104,403
	Total federal sources	<u>3,720,005</u>	<u>5,061,377</u>
Nonrevenue receipts			
5000	Other nonrevenue receipts	<u>25,000</u>	<u>93,618</u>
	Total receipts	<u>42,236,806</u>	<u>44,613,389</u>
TOTAL FUNDS AVAILABLE			<u>62,227,233</u>
DISBURSEMENTS			
Instructional services			
1100	Regular instructional programs	21,504,849	17,963,309
1200	Special education instructional programs	6,500,000	4,896,397
1300	Summer school	495,151	439,100

SCOTTSDLUFF PUBLIC SCHOOLS  
SCOTTSDLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED AUGUST 31, 2021

		Original and Final Budget	Actual
DISBURSEMENTS (Continued)			
Support services			
2100	Student support	2,700,000	2,767,927
2200	Instructional support	2,000,000	1,517,674
2300	General administration	775,000	597,395
2400	Office of the principal	2,800,001	2,701,915
2500	Central services	1,473,000	701,594
2600	Operation and maintenance of plant	5,145,255	5,487,570
2700	Student transportation	908,331	632,142
2900	Early retirement	271,669	208,866
Operation of noninstructional programs			
3300	Community service	118,402	16,076
Private and state categorical programs			
3400	Private grants	6,920	29,386
3500	State categorical programs	874,678	552,036
Federal programs			
6200	Title I, Part A ESSA Improving Basic Programs Operated by Local Educational Agencies	1,314,788	1,119,946
6230	Title I, Part D, Subpart 2 Prevention and Intervention Programs For Children and Youth Who Are Neglected, Delinquent, Or At-Risk	10,213	
6310	Title II, Part A ESSA Supporting Effective Instruction	186,071	144,081
6330	Title VI, Part B	85,499	38,140
6402	IDEA base allocation transportation		
6404	IDEA Part B (611) base allocation - birth through age four	588,553	304,208
6406	IDEA preschool (619) base allocation	40,928	19,332
6407	IDEA preschool (619) base allocation transportation	114,763	124,101
6408	IDEA Part B (611) base and enrollment poverty allocation birth through age twenty-one	39,278	36,715
6409	IDEA enrollment/poverty (619)	221,090	197,474
6410	IDEA enrollment/poverty (611)	32,181	113,194
6412	IDEA Part B proportionate share	59,512	23,560



SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
DISBURSEMENTS (Continued)		
Federal programs (Continued)		
6700 Federal vocational and applied technology education (Carl Perkins)	49,348	46,376
6910 Native American Education	24,903	22,379
6925 Title III, Part A ESEA/ESSA English Language Acquisition, Language Enhancement, & Academic Achievement	28,146	21,889
6968 Title IV, Part B ESSA 21st Century Community Learning Centers	220,619	172,021
6969 Title IV, Part A ESEA/ESSA Student Support & Academic Enrichment (SSAE) Grant	194,806	65,816
6990 Other federal categorical programs	497,508	566,918
6991 McKinney-Vento Homeless	8,263	17,000
6996 ESSERS I	1,053,531	796,907
6997 ESSERS II		882,148
Total disbursements	50,343,256	43,223,592
FUND BALANCE, end of year		19,003,641
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		4,148,554
Pooled cash investments		10,285,208
Cash at county treasurer		4,569,879
TOTAL FUND BALANCE		19,003,641

See accompanying notes to budgetary schedules.

SCOTTSBLUFF PUBLIC SCHOOLS  
 SCOTTSBLUFF, NEBRASKA  
 SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
 MODIFIED CASH BASIS - BUDGET AND ACTUAL  
 DEPRECIATION FUND  
 YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>3,838,278</u>
RECEIPTS		
Local sources		
Interest received		17,114
Transfers in	505,000	<u>1,638,588</u>
Total local receipts	<u>505,000</u>	<u>1,655,702</u>
TOTAL FUNDS AVAILABLE		<u>5,493,980</u>
DISBURSEMENTS		
Capital outlay	<u>4,164,380</u>	<u>808,900</u>
FUND BALANCE, end of year		<u>4,685,080</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		2,149,989
Pooled cash investments		<u>2,535,091</u>
		<u>4,685,080</u>

See accompanying notes to budgetary schedules.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
EMPLOYEE BENEFIT FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>7,599</u>
RECEIPTS		
Local sources		
Contributions received	<u>489,286</u>	<u>239,840</u>
TOTAL FUNDS AVAILABLE		<u>247,439</u>
DISBURSEMENTS		
Employee benefits paid	<u>500,000</u>	<u>238,871</u>
FUND BALANCE, end of year		<u>8,568</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		<u>8,568</u>
TOTAL FUND BALANCE		<u>8,568</u>

See accompanying notes to budgetary schedules.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
SCHOOL NUTRITION FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>535,258</u>
<b>RECEIPTS</b>		
Local sources		
Interest received	2,000	1,930
Lunch sales	330,000	110,668
State sources		
State reimbursement	5,000	5,769
Federal sources		
Federal reimbursements - National School Lunch	1,338,000	33,755
Federal reimbursements - Summer Food Service	300,000	1,651,589
Federal reimbursements - Fresh Fruits and Vegetables	<u>35,000</u>	<u>15,714</u>
Transfers in		
Total receipts	<u>2,010,000</u>	<u>1,819,425</u>
<b>TOTAL FUNDS AVAILABLE</b>		<u>2,354,683</u>
<b>DISBURSEMENTS</b>		
Purchased services	<u>2,321,985</u>	<u>1,482,878</u>
FUND BALANCE, end of year		<u>871,805</u>
<b>ANALYSIS OF FUND BALANCE</b>		
Cash in bank		
Pooled cash in bank		400,072
Pooled cash investments		<u>471,733</u>
		<u>871,805</u>

See accompanying notes to budgetary schedules.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
SPECIAL BUILDING FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>2,288,367</u>
RECEIPTS		
Local sources		
Taxes		
Property taxes - general purpose	147,160	137,440
Carline tax		184
Public Power District sales tax		4,296
Motor vehicle tax		50
Interest received		5,791
State sources		
Homestead exemption		5,005
Property tax credit		6,701
Pro-rate motor vehicle		516
Nonrevenue receipts		
Other nonrevenue receipts	1,200	2
Total receipts	<u>148,360</u>	<u>159,985</u>
TOTAL FUNDS AVAILABLE		<u>2,448,352</u>
DISBURSEMENTS		
Capital outlay	<u>2,395,954</u>	_____
FUND BALANCE, end of year		<u>2,448,352</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		1,083,673
Pooled cash investments		1,324,800
Cash at county treasurer		<u>39,879</u>
TOTAL FUND BALANCE		<u>2,448,352</u>

See accompanying notes to budgetary schedules.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
QUALIFIED CAPITAL PURPOSE UNDERTAKING FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>1,561,734</u>
<b>RECEIPTS</b>		
Local sources		
Taxes		
Property taxes - general purpose	813,940	760,162
Carline tax		1,015
Public Power District sales tax		23,761
Motor vehicle tax		279
Interest received	8,500	3,861
State sources		
Homestead exemption		27,684
Pro-rate motor vehicle		2,868
Property tax credit		37,060
Total receipts	<u>822,440</u>	<u>856,690</u>
<b>TOTAL FUNDS AVAILABLE</b>		<u>2,418,424</u>
<b>DISBURSEMENTS</b>		
Debt service	<u>2,113,523</u>	<u>653,672</u>
FUND BALANCE, end of year		<u>1,764,752</u>
<b>ANALYSIS OF FUND BALANCE</b>		
Cash in bank		
Pooled cash in bank		589,274
Pooled cash investments		954,905
Cash at county treasurer		<u>220,573</u>
<b>TOTAL FUND BALANCE</b>		<u>1,764,752</u>

See accompanying notes to budgetary schedules.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
STUDENT FEE FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>24,127</u>
RECEIPTS		
Local sources		
Summer or night school fees	<u>29,974</u>	<u>37,970</u>
TOTAL FUNDS AVAILABLE		<u>62,097</u>
DISBURSEMENTS		
Supplies and materials	<u>50,000</u>	<u>47,817</u>
FUND BALANCE, end of year		<u>14,280</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		<u>14,280</u>
TOTAL FUND BALANCE		<u>14,280</u>

See accompanying notes to budgetary schedules.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
COOPERATIVE FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>58,382</u>
RECEIPTS		
Local sources		
Participant contributions	<u>420,817</u>	<u>87,215</u>
Total receipts		
TOTAL FUNDS AVAILABLE		<u>145,597</u>
DISBURSEMENTS		
Payments to service providers	<u>480,000</u>	<u>95,023</u>
FUND BALANCE, end of year		<u>50,574</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		<u>50,574</u>
TOTAL FUND BALANCE		<u>50,574</u>

See accompanying notes to budgetary schedules.



SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
BOND FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>2,911,225</u>
RECEIPTS		
Local sources		
Taxes		
Property taxes - general purpose	3,344,225	3,123,238
Carline tax		4,172
Public Power District sales tax		97,626
Motor vehicle taxes		1,206
Interest received	17,500	4,497
Other income		1,462
State sources		
Homestead exemption		113,743
Property tax credit		152,267
Pro-rate motor vehicle		11,723
Total receipts	<u>3,361,725</u>	<u>3,509,934</u>
TOTAL FUNDS AVAILABLE		<u>6,421,159</u>
DISBURSEMENTS		
Debt service	<u>4,533,744</u>	<u>2,870,635</u>
FUND BALANCE, end of year		<u>3,550,524</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		723,074
Pooled cash investments		1,921,184
Cash at county treasurer		<u>906,266</u>
TOTAL FUND BALANCE		<u>3,550,524</u>

See accompanying notes to budgetary schedules.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL  
ACTIVITIES FUND  
YEAR ENDED AUGUST 31, 2021

	Original and Final Budget	Actual
FUND BALANCE, beginning of year		<u>465,939</u>
RECEIPTS		
General activity receipts	<u>1,603,887</u>	<u>448,930</u>
TOTAL FUNDS AVAILABLE		<u>914,869</u>
DISBURSEMENTS		
General activity disbursements	<u>1,800,000</u>	<u>404,539</u>
FUND BALANCE, end of year		<u>510,330</u>
ANALYSIS OF FUND BALANCE		
Cash in bank		
Pooled cash in bank		234,191
Pooled cash investments		<u>276,139</u>
		<u>510,330</u>

See accompanying notes to budgetary schedules.

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
NOTES TO BUDGETARY SCHEDULES

NOTE 1. SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN FUND BALANCE -  
MODIFIED CASH BASIS - BUDGET AND ACTUAL

Basis of Accounting

The accompanying schedules of receipts, disbursements, and changes in fund balance - modified cash basis - budget and actual are presented on the modified cash basis of accounting. This basis is consistent with the basis of accounting used in preparing the basic financial statements. All undisbursed appropriations lapse at the end of the budget year.

Budget Law

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

Reconciliation

The Nebraska Department of Education required separate budgets for those funds considered as General Fund components for budget purposes.

A reconciliation of the General Fund financial reporting basis to the budgetary basis is as follows:

Receipts over disbursements - financial reporting basis	
General Fund	<u>2,237,568</u>
Receipts over disbursements - budgetary basis	
General Fund	1,389,797
Depreciation Fund	846,802
Employee Benefit Fund	969
	<u>2,237,568</u>

SCOTTSSLUFF PUBLIC SCHOOLS  
SCOTTSSLUFF, NEBRASKA  
ACTIVITIES FUND  
SCHEDULE OF CHANGES IN MODIFIED CASH BALANCES - BUDGET AND ACTUAL  
(UNAUDITED)  
YEAR ENDED AUGUST 31, 2021

	Balance September 1, 2020	Receipts	Disburse- ments	Balance August 31, 2021
<b>ELEMENTARY ACTIVITIES</b>				
Academic Club	4,554	13	3,610	957
Booster Club	28,930	3,086	7,337	24,679
Class Activities	4,497			4,497
Other Activities	9,366	445	2,411	7,400
General District	<u>27,242</u>	<u>14,405</u>	<u>11,386</u>	<u>30,261</u>
Total elementary activities	<u>74,589</u>	<u>17,949</u>	<u>24,744</u>	<u>67,794</u>
<b>JUNIOR HIGH ACTIVITIES</b>				
Academic Club	17,707	5,949	3,156	20,500
Service Club	2,969		2,246	723
Class Activities	23,564	3,714	12,803	14,475
Other Activities	520			520
General District	<u>16,082</u>	<u>16,140</u>	<u>18,740</u>	<u>13,482</u>
Total junior high activities	<u>60,842</u>	<u>25,803</u>	<u>36,945</u>	<u>49,700</u>
<b>HIGH SCHOOL ACTIVITIES</b>				
Academic Club	84,968	98,080	76,748	106,300
Athletic Club	69,891	83,846	63,677	90,060
Service Club	73,770	45,355	43,603	75,522
Class Activities	2,787	8	1,244	1,551
Scholarship Activities	15,923	805	3,500	13,228
Other Activities	822	2	382	442
General District	<u>82,347</u>	<u>290,741</u>	<u>267,355</u>	<u>105,733</u>
Total high school activities	<u>330,508</u>	<u>518,837</u>	<u>456,509</u>	<u>392,836</u>
<b>TOTAL ACTIVITIES FUND</b>	<u>465,939</u>	<u>562,589</u>	<u>518,198</u>	<u>510,330</u>
<b>BUDGET</b>		<u>1,603,887</u>	<u>1,800,000</u>	



**DANA F. COLE  
& COMPANY<sup>LLP</sup>**  
CERTIFIED PUBLIC ACCOUNTANTS

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

To the Board of Education  
Scottsbluff Public Schools  
Scottsbluff, Nebraska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Scottsbluff Public Schools, Scottsbluff, Nebraska, as of and for the year ended August 31, 2021, and the related notes to the financial statements, which collectively comprise Scottsbluff Public Schools, Scottsbluff, Nebraska's basic financial statements, and have issued our report thereon dated November 3, 2021.

#### Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Scottsbluff Public Schools, Scottsbluff, Nebraska'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 Scottsbluff Public Schools, Scottsbluff, Nebraska's internal control. Accordingly, we do not express an opinion on the effectiveness of Scottsbluff Public Schools, Scottsbluff, Nebraska's internal control.

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

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

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether Scottsbluff Public Schools, Scottsbluff, Nebraska's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no 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 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.

Dana J Cole + Company, LLP

Scottsbluff, Nebraska  
November 3, 2021



**DANA F. COLE  
& COMPANY<sup>LLP</sup>**  
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY UNIFORM GUIDANCE

To the Board of Education  
Scottsbluff Public Schools  
Scottsbluff, Nebraska

**Report on Compliance for Each Major Federal Program**

We have audited Scottsbluff Public Schools, Scottsbluff, Nebraska's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Scottsbluff Public Schools, Scottsbluff, Nebraska's major federal programs for the year ended August 31, 2021. Scottsbluff Public Schools, Scottsbluff, Nebraska's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of Scottsbluff Public Schools, Scottsbluff, Nebraska's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Scottsbluff Public Schools, Scottsbluff, Nebraska's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### *Opinion on Each Major Federal Program*

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

### **Report on Internal Control Over Compliance**

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

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

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

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

*Dana J Cole + Company, LLP*

Scottsbluff, Nebraska  
November 3, 2021



SCOTTSBLUFF PUBLIC SCHOOLS  
 SCOTTSBLUFF, NEBRASKA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED AUGUST 31, 2021

SECTION I. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

Material weakness identified:  Yes  No

Significant deficiencies identified that are not considered to be material weaknesses:  Yes  No

Noncompliance matter to the financial statements disclosed:  Yes  No

Federal Awards

Internal control over major programs:

Material weakness identified:  Yes  No

Significant deficiencies identified that are not considered to be material weaknesses:  Yes  No

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a):  Yes  No

Identification of major programs:

Child Nutrition Cluster	10.553, 10.555, 10.559
Education Stabilization Fund (ESF) Cares Act ESSER I, CRRSA Act ESSER II	84.425
Special Education Cluster (IDEA)	
Special Education – Grants to States	84.027
Special Education – Preschool Grants	84.173

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

Auditee qualified as a low-risk auditee:  Yes  No

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED AUGUST 31, 2021

SECTION II. FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

SCOTTSBLUFF PUBLIC SCHOOLS  
SCOTTSBLUFF, NEBRASKA  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED AUGUST 31, 2021

There were no findings reported for the year ended August 31, 2020.