

Lebanon R-III School District

Basic Financial Statements
Year Ended June 30, 2021



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Board of Education
Lebanon R-III School District
Lebanon, Missouri

Report on the Financial Statements

We have audited the basic financial statements of the governmental activities and each major fund of the Lebanon R-III School District as of and for the year ended June 30, 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 fraud or error.

Auditors' Responsibility

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

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

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

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Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities and each major fund of the Lebanon R-III School District as of June 30, 2021, and the respective changes in modified cash basis financial position thereof for the year then ended, in accordance with the basis of accounting described in Note 1.

Basis of Accounting

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

Disclaimer of Opinion on Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The budgetary comparison information, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The pension information and budgetary comparison 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 Financial Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lebanon R-III School District's basic financial statements. The data contained under Other Financial Information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements.

The Other Financial Information and the Schedule of Expenditures of Federal Awards 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. The 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "KPM CPAs, PC". The letters are cursive and slightly slanted to the right.

KPM CPAs, PC
Springfield, Missouri
November 16, 2021

Government-Wide Financial Statements

Lebanon R-III School District

Statement of Net Position – Modified Cash Basis

June 30, 2021

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 24,148,922
Cash and cash equivalents - GOCAPS	24,490
Investments	1,365,000
Total Assets	<u><u>\$ 25,538,412</u></u>
Net Position	
Restricted for student activities	\$ 1,021,933
Restricted for debt service	1,812,509
Restricted for escrow for crossover refunding of bonded debt	8,688,728
Restricted for GOCAPS	24,490
Unrestricted	13,990,752
Total Net Position	<u><u>\$ 25,538,412</u></u>

See accompanying notes to the financial statements.

Lebanon R-III School District

Statement of Activities – Modified Cash Basis

Year Ended June 30, 2021

		Program Cash Receipts			Net (Disbursements)
	Cash	Charges for	Operating	Capital	Receipts and
	Disbursements	Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
Governmental Activities					
Instruction	\$ (26,342,104)	\$ 1,876,581	\$ 8,799,032	\$ -	\$ (15,666,491)
Student services	(2,769,295)	-	-	-	(2,769,295)
Instructional staff support	(1,227,296)	-	505,718	-	(721,578)
Building administration	(2,497,926)	-	-	-	(2,497,926)
General administration	(3,246,016)	-	-	-	(3,246,016)
Operation of plant	(4,617,883)	-	-	-	(4,617,883)
Transportation	(3,222,222)	-	454,295	-	(2,767,927)
Food Service	(2,601,574)	181,451	3,087,695	-	667,572
Community services	(720,517)	-	349,952	-	(370,565)
Facilities acquisition and construction	(1,494,302)	-	-	-	(1,494,302)
Debt service	(3,245,347)	-	-	-	(3,245,347)
Net Program					
(Disbursements) Receipts	<u>\$ (51,984,482)</u>	<u>\$ 2,058,032</u>	<u>\$ 13,196,692</u>	<u>\$ -</u>	<u>(36,729,758)</u>
General Receipts					
Ad valorem tax receipts					15,109,618
Prop C sales tax receipts					4,786,515
Other tax receipts					656,354
County receipts					770,607
State receipts					19,566,855
Interest receipts					396,073
Other receipts					51,397
Total General Receipts					<u>41,337,419</u>
Special Items					
Net insurance recovery					1,168,857
Sale of other property					917
Tuition from other districts					218,400
Contracted educational services					44,893
Total Special Items					<u>1,433,067</u>
<i>Change in Net Position</i>					6,040,728
Net Position - Beginning of year					<u>19,497,684</u>
Net Position- End of year					<u><u>\$ 25,538,412</u></u>

See accompanying notes to the financial statements.

Fund Financial Statements

Lebanon R-III School District

Statement of Assets and Fund Balances – Governmental Funds – Modified Cash Basis

June 30, 2021

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 9,690,875	\$ -	\$ 9,336,585	\$ 5,121,462	\$ 24,148,922
Investments	200,348	-	1,164,652	-	1,365,000
Total Assets	<u><u>\$ 9,891,223</u></u>	<u><u>\$ -</u></u>	<u><u>\$10,501,237</u></u>	<u><u>\$ 5,121,462</u></u>	<u><u>\$ 25,513,922</u></u>
Fund Balances					
Restricted					
Student activities	\$ 1,021,933	\$ -	\$ -	\$ -	\$ 1,021,933
Debt service	-	-	1,812,509	-	1,812,509
Escrow amount for crossover refunding of bonded debt	-	-	8,688,728	-	8,688,728
Assigned for capital outlay	-	-	-	5,121,462	5,121,462
Unassigned	8,869,290	-	-	-	8,869,290
Total Fund Balances	<u><u>\$ 9,891,223</u></u>	<u><u>\$ -</u></u>	<u><u>\$10,501,237</u></u>	<u><u>\$ 5,121,462</u></u>	<u><u>\$ 25,513,922</u></u>
Total Fund Balances - Governmental Funds					\$ 25,513,922

Amounts reported for governmental activities in the statement of net position are different because:

The proprietary fund (an internal service fund) is used by the District's management to charge the costs of the Greater Ozarks Centers for Advanced Professional Studies (GOCAPS) program. The assets of the fund are included in governmental activities in the statement of net position - modified cash basis.

	<u>24,490</u>
Net Position of Governmental Activities	<u><u>\$ 25,538,412</u></u>

See accompanying notes to the financial statements

Lebanon R-III School District

Statement of Receipts, Disbursements, and Changes in Fund Balances – Governmental Funds – Modified Cash Basis

Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
Receipts					
Local	\$ 12,363,715	\$ 7,794,631	\$ 2,877,861	\$ 21,782	\$ 23,057,989
County	561,868	153,310	55,429	-	770,607
State	4,147,396	16,696,634	-	1,472,107	22,316,137
Federal	10,277,497	169,913	-	-	10,447,410
Total Receipts	<u>27,350,476</u>	<u>24,814,488</u>	<u>2,933,290</u>	<u>1,493,889</u>	<u>56,592,143</u>
Disbursements					
Instruction	6,567,110	19,645,585	-	129,409	26,342,104
Student services	1,571,532	1,197,763	-	-	2,769,295
Instructional staff support	301,182	926,114	-	-	1,227,296
Building administration	631,511	1,866,415	-	-	2,497,926
General administration	1,994,884	762,024	-	489,108	3,246,016
Operation of plant	3,413,157	6,440	-	1,208,154	4,627,751
Transportation	3,009,044	194	-	212,984	3,222,222
Food service	2,404,955	-	-	196,619	2,601,574
Community services	310,564	409,953	-	-	720,517
Facilities acquisition and construction	-	-	-	1,494,302	1,494,302
Debt service	-	-	3,126,405	118,942	3,245,347
Total Disbursements	<u>20,203,939</u>	<u>24,814,488</u>	<u>3,126,405</u>	<u>3,849,518</u>	<u>51,994,350</u>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	7,146,537	-	(193,115)	(2,355,629)	4,597,793
Other Financing Sources (Uses)					
Net Insurance Recovery	-	-	-	1,168,857	1,168,857
Sale of other property	917	-	-	-	917
Tuition from other districts	218,400	-	-	-	218,400
Contracted educational services	44,893	-	-	-	44,893
Operating transfers in (out)	(2,347,928)	-	-	2,347,928	-
Total Other Financing Sources (Uses)	<u>(2,083,718)</u>	<u>-</u>	<u>-</u>	<u>3,516,785</u>	<u>1,433,067</u>
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	5,062,819	-	(193,115)	1,161,156	6,030,860
Fund Balance, July 1, 2020	6,948,948	-	10,694,352	1,839,762	19,483,062
Balance Transfer	(2,120,544)	-	-	2,120,544	-
Fund Balance, June 30, 2021	<u>\$ 9,891,223</u>	<u>\$ -</u>	<u>\$ 10,501,237</u>	<u>\$ 5,121,462</u>	<u>\$ 25,513,922</u>

Net change in fund balances - total governmental funds - modified cash basis \$ 6,030,860

The proprietary fund (an internal service fund) is used by the District's management to charge the costs of the Greater Ozarks Centers for Professional Studies (GOCAPS) program. The net receipts of the activities of the fund are reported in the governmental activities in the statement of activities - modified cash basis.

Change in net position of governmental activities - modified cash basis 9,868

\$ 6,040,728

See accompanying notes to the financial statements.

Lebanon R-III School District

Statement of Net Position – Proprietary Fund – Modified Cash Basis

June 30, 2021

	Internal Service Fund
Assets	
Cash and cash equivalents	<u>\$ 24,490</u>
Net Position	
Restricted for GOCAPS	<u>\$ 24,490</u>

See accompanying notes to the financial statements.

Lebanon R-III School District

Statement of Receipts, Disbursements, and Changes in Net Position – Proprietary Fund – Modified Cash Basis

Year Ended June 30, 2021

	Internal Service Fund
Receipts	
Charges for services	\$ 218,400
Total Receipts	<u>218,400</u>
Disbursements	
Teacher salaries and administrative expenses	<u>223,359</u>
Total Disbursements	<u>223,359</u>
<i>Operating (Loss)</i>	(4,959)
Nonoperating Receipts	
Interest receipts	834
Grants	<u>13,993</u>
Total Nonoperating Receipts	<u>14,827</u>
<i>Net Income</i>	9,868
Net Position, July 1, 2020	<u>14,622</u>
Net Position, June 30, 2021	<u><u>\$ 24,490</u></u>

See accompanying notes to the financial statements.

Lebanon R-III School District

Statement of Cash Flows – Proprietary Fund – Modified Cash Basis

Year Ended June 30, 2021

	Internal Service Fund
Cash Flows from Operating Activities	
Receipts from participants	\$ 218,400
Payment of teacher salaries and administrative costs	(223,359)
Net Cash (Used) by Operating Activities	(4,959)
Cash Flows from Noncapital Financing Activities	
Grants	13,993
Net Cash Provided by Financing Activities	13,993
Cash Flows from Investing Activities	
Interest received	834
Net Cash Provided by Investing Activities	834
<i>Net Increase in Cash</i>	9,868
Cash and Cash Equivalents, July 1, 2020	14,622
Cash and Cash Equivalents, June 30, 2021	\$ 24,490
Reconciliation of Operating (Loss) to Net Cash (Used) by Operating Activities	
Operating (Loss)	\$ (4,959)
Net Cash (Used) by Operating Activities	\$ (4,959)

See accompanying notes to the financial statements.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

1. Summary of Significant Accounting Policies

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

Financial Reporting Entity

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

Basis of Presentation

Government-Wide Financial Statements

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

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, fund equity, receipts and disbursements. The District has four governmental funds and one proprietary fund. The funds of the District are all considered major funds.

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

Governmental Funds:

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

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

Debt Service Fund: Accounts for receipts restricted, committed, or assigned for the retirement of principal and interest on the District's general obligation bonds.

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

Proprietary Fund:

Proprietary Fund: The Internal Service Fund of the District is used to account for the Greater Ozarks Centers for Advanced Professional (GOCAP) Studies program.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

Basis of Accounting

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

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

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

Capital Outlay

General fixed assets are recorded as disbursements in the Capital Projects Fund at the time the goods received are purchased.

Compensated Absences

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

Long-Term Debt

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

Teachers' Salaries

The salary payment schedule of the District for the 2020-2021 school year requires the payment of salaries for a twelve-month period. Consequently, the July and August 2021 payroll checks are included in the financial statements as disbursements in the month of June. This practice has been consistently followed in previous years.

Pooled Cash, Cash Equivalents and Investments

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

Inventories

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

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

Equity Classification

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

Restricted net position: Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or 2) law through constitutional provisions or enabling legislation.

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

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

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

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

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

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

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

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

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

Program Receipts

Amounts reported as program receipts include 1) charges to students or others for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. All other governmental receipts are reported as general receipts. All taxes are classified as general receipts even if restricted for a specific purpose.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

2. Risks & Uncertainties

During 2020, a strain of Coronavirus (COVID-19) was identified as a global pandemic and began affecting the health of large portions of the global population. The detrimental impact of this virus is not yet fully determinable, but will likely continue to be significant for both the District and the overall economy. COVID-19 has been identified as a significant risk and uncertainty that could impact future operations and result in changes in estimates and assumptions made in the financial statements.

3. Cash & Cash Equivalents

State statutes require that the District's deposits be insured or collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2021, all bank balances on deposit are entirely insured or collateralized with securities.

4. Investments

The District has the following investments at June 30, 2021:

Investment Type	Maturity	Total
Pro-rata shares of investment contracts with BOK Financial through the Missouri School District Direct Deposit Program	N/A	\$ 1,164,652
Certificates of Deposit	7/1/2021	200,348
		<u>\$ 1,365,000</u>

Investment Contracts with BOK Financial

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

Certificates of Deposit

Certificates of deposit with maturities in excess of three months are classified as investments but are considered deposits for custodial risk determination. State statutes require that the District's deposits be collateralized in the name of the District by the trust department of a bank that does not hold the collateralized deposits. As of June 30, 2021, all certificates of deposit are entirely insured or collateralized with securities.

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

5. Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1 and payable by December 31. The county collects the property tax and remits it to the District.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

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

The assessed valuation of the tangible taxable property for the calendar year 2020 for purposes of local taxation was:

Real estate	\$ 242,831,740
Personal property	92,822,418
	<u>\$ 335,654,158</u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2020 for purposes of local taxation was:

	<u>Unadjusted</u>	<u>Adjusted</u>
General Fund	\$ 2.9070	\$ 2.9070
Special Revenue Fund	.8000	.8000
Debt Service Fund	.7830	.7830
Total Levy	<u>\$ 4.4900</u>	<u>\$ 4.4900</u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2021, aggregated approximately 100 percent of the current assessment computed on the basis of the levy as shown above.

6. Risk Management

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

7. Compensated Absences

After working for the District for 10 years and meeting the requirements to qualify for teacher or Public Education employee retirement benefits, professional staff may receive \$38.50 per day and support staff may receive up to \$30 per day for each sick leave day accumulated, up to 120 days upon retirement but not upon termination.

8. Claims & Adjustments

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulation, the District may be required to reimburse the grantor government. As of June 30, 2021, disbursements have not been audited by grantor

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

governments, but the District believes that disallowed disbursements, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

9. General Obligation Bonds Payable

Bonds payable at June 30, 2021, consist of:

\$10,000,000 general obligation bonds issued March 10, 2015, due in varying annual installments through March 1, 2035; interest at 3.00% to 4.00%.	\$ 10,000,000
\$8,825,000 general obligation bonds issued January 1, 2016, due in varying installments through March 1, 2029; interest at 2.00% to 5.00%. Note: These bonds will be paid March 1, 2024 using crossover escrow established by the issuance of Series 2017 general obligation refunding bonds.	8,525,000
\$8,660,000 general obligation refunding bonds issued December 29, 2017, due in varying annual installments through March 1, 2029; interest at 2.25% to 3.00%.	8,660,000
\$3,825,000 general obligation bonds issued July 24, 2019, due in varying annual installments through March 1, 2036; interest at 4.00% to 5.00%.	2,760,000
\$4,435,000 general obligation refunding bonds issued February 11, 2020, due in varying annual installments through March 1, 2024; interest at 2.00% to 4.00%	4,435,000
	<u>\$ 34,380,000</u>

The following is a summary of bond transactions for the year ended June 30, 2021:

Bonds Payable, July 1, 2020	\$ 36,145,000
Bonds issued	-
Bonds retired	(1,765,000)
Bonds Payable, June 30, 2021	<u>\$ 34,380,000</u>

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

Debt service requirements are:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,855,000	\$ 1,316,316	\$ 3,171,316
2023	1,970,000	1,269,516	3,239,516
2024	2,120,000	1,190,716	3,310,716
2025	3,045,000	1,105,916	4,150,916
2026	3,175,000	985,066	4,160,066
2027	3,390,000	858,316	4,248,316
2028	3,655,000	723,116	4,378,116
2029	3,920,000	576,966	4,496,966
2030	1,460,000	419,866	1,879,866
2031	1,540,000	376,066	1,916,066
2032	1,610,000	328,326	1,938,326
2033	1,710,000	263,926	1,973,926
2034	1,790,000	195,526	1,985,526
2035	1,890,000	123,926	2,013,926
2036	1,250,000	62,500	1,312,500
	<u>\$ 34,380,000</u>	<u>\$ 9,796,064</u>	<u>\$ 44,176,064</u>

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a district to 15 percent of the assessed valuation of the district. The legal debt margin (excluding state assessed railroad and utility) of the District at June 30, 2021, was:

Constitutional debt limit	\$ 50,348,124
General obligation bonds payable	(34,380,000)
Amount available in Debt Service Fund	10,501,237
Legal Debt Margin	<u>\$ 26,469,361</u>

10. Leases & Loans Payable

On June 3, 2021, the District entered into a four-year cancelable lease to finance the purchase of twelve buses at a cost of \$802,800. This lease provides for interest at 1.16%.

On July 1, 2019, the District entered into a four-year cancelable lease to finance the purchase of three buses at a cost of \$274,816. This lease provides for interest at 2.42%.

On September 11, 2018, the District entered into a four-year cancelable lease to finance the purchase of four buses at a cost of \$259,920. This lease provides for interest at 2.925%.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

On August 21, 2017, the District entered into a five-year cancelable lease to finance the purchase of four buses at a cost of \$203,827. The lease purchase provides for interest at 1.93%.

On January 22, 2015, the District entered into a ten-year loan agreement with the Missouri Department of Economic Development/Energy Division in the amount of \$26,845 to finance certain improvements. The loan provides for annual payments of principal and interest with an interest rate of 2.5%.

Although the agreements provide for cancellation of the leases/loans at the District's option at the renewal dates, the District does not foresee exercising its options to cancel. If cancellation is selected, the principal remaining becomes due in full or underlying collateral is transferred to lender.

The following is a schedule of the future minimum lease/loan payments (assuming noncancellation):

Year Ending June 30,	Direct Borrowing					
	2017 Bus Lease	2018 Bus Lease	2019 Bus Lease	DNR Energy Loan	2021 Bus Lease	Total
2022	\$ 53,573	\$ 55,082	\$ 57,971	\$ 3,201	\$ 164,920	\$ 334,747
2023	-	55,083	57,971	3,201	164,920	281,175
2024	-	-	57,971	3,201	164,920	226,092
2025	-	-	-	1,403	164,920	166,323
2026	-	-	-	-	164,920	164,920
Total Minimum Lease/Loan Payments	53,573	110,165	173,913	11,006	824,600	1,173,257
Less Amount Representing Interest	(1,023)	(5,312)	(8,089)	(524)	(21,800)	(36,748)
Net Lease/Loan Payments	\$ 52,550	\$ 104,853	\$ 165,824	\$ 10,482	\$ 802,800	\$ 1,136,509

The following represents the changes in the net lease/loan payments for the year ended June 30, 2021:

Leases/Loans Payable, July 1, 2020	\$ 568,310
Additional obligations	802,800
Net retirements	(234,601)
Leases/Loans Payable, June 30, 2021	\$ 1,136,509

11. Certificates of Participation Payable

During the year ended June 20, 2021, the District entered into a lease purchase agreement with UMB Bank, N.A. to finance the construction of facilities, including a gymnasium at Maplecrest Elementary School, a FEMA shelter at Boswell Elementary School, and replacing field turf at the high school athletic stadium. In the event of default, the Lessor may take possession of the facilities, declare all remaining rental payments for the remainder of the current renewal term immediately due and payable, terminate the lease, or take whatever action at law or in equity that appears necessary. These certificates are direct borrowings.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

The following is a schedule of the future minimum Certificates of Participation payable payments:

Year Ending June 30,	Principal	Interest	Total
2022	\$ -	\$ 133,350	\$ 133,350
2023	-	133,350	133,350
2024	-	133,350	133,350
2025	-	133,350	133,350
2026	235,000	133,350	368,350
2027-2031	1,315,000	555,300	1,870,300
2032-2036	1,515,000	345,900	1,860,900
2037-2040	1,380,000	105,000	1,485,000
	<u>\$ 4,445,000</u>	<u>\$ 1,672,950</u>	<u>\$ 6,117,950</u>

The following represents the changes in Certificates of Participation payable for the year ended June 30, 2021:

Certificates of Participation Payable, July 1, 2020	\$ -
Additions	4,445,000
Retirements	-
Certificates of Participation Payable, June 30, 2021	<u>\$ 4,445,000</u>

12. Retirement Plans

Public School Retirement System of Missouri and Public Education Employee Retirement System of Missouri

Summary of Significant Accounting Policies

The District participates in the Public School Retirement System and the Public Education Employee Retirement System (PSRS and PEERS, also referred to as the Systems). The financial statements of the District were prepared using the modified cash basis of accounting. Therefore, member and employer contributions are recognized when paid and the District's net pension liability, deferred outflows and inflows of resources related to pensions are not recorded in these financial statements.

Plan Description. PSRS is a mandatory cost-sharing multiple employer retirement system for all full-time certificated employees and certain part-time certificated employees of all public school districts in Missouri (except the school districts of St. Louis and Kansas City) and all public community colleges. PSRS also includes certificated employees of the Systems, Missouri State Teachers' Association, Missouri State High School Activities Association, and certain employees of the State of Missouri who elected to remain covered by PSRS under legislation enacted in 1986, 1987 and 1989. The majority of PSRS members are exempt from Social Security contributions. In some instances, positions may be determined not to be exempt from Social Security contributions. Any PSRS member who is required to contribute to Social Security comes under the requirements of Sections 169.070 (9) RSMo, known as the "two-thirds statute." PSRS members required to contribute to Social Security are required to contribute two-thirds of the approved PSRS contribution rate and their employer is required to match the contribution. The members' benefits are further calculated at two-thirds the normal benefit amount.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

Plan Description. PEERS is a mandatory cost-sharing multiple employer retirement system for all non-certificated public school district employees (except the school districts of St. Louis and Kansas City), employees of the Missouri Association of School Administrators, and community college employees (except the Community College of St. Louis). Employees of covered districts who work 20 or more hours per week on a regular basis and who are not contributing members of PSRS must contribute to PEERS. Employees of the Systems who do not hold Missouri educator certificates also contribute to PEERS. PEERS was established as a trust fund by an Act of the Missouri General Assembly effective October 13, 1965. Statutes governing the System are found in Sections 169.600 - 169.715 and Sections 169.560 - 169.595 RSMo. The statutes place responsibility for the operation of PEERS on the Board of Trustees of PSRS.

Benefits Provided. PSRS is a defined benefit plan providing retirement, disability, and death/survivor benefits. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 2.5% benefit factor. Actuarially age-reduced benefits are available for members with 5 to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Benefits Provided. PEERS is a defined benefit plan providing retirement, disability, and death benefits to its members. Members are vested for service retirement benefits after accruing five years of service. Individuals who (a) are at least age 60 and have a minimum of five years of service, (b) have 30 years of service, or (c) qualify for benefits under the "Rule of 80" (service and age total at least 80) are entitled to a monthly benefit for life, which is calculated using a 1.61% benefit factor. Members qualifying for "Rule of 80" or "30-and-out" are entitled to an additional temporary benefit until reaching minimum Social Security age (currently age 62), which is calculated using a 0.8% benefit factor. Actuarially age-reduced retirement benefits are available with 5 to 24.9 years of service at age 55. Members who are younger than age 55 and who do not qualify under the "Rule of 80" but have between 25 and 29.9 years of service may retire with a lesser benefit factor. Members that are three years beyond normal retirement can elect to have their lifetime monthly benefits actuarially reduced in exchange for the right to also receive a one-time partial lump sum (PLSO) payment at retirement equal to 12, 24, or 36 times the Single Life benefit amount.

Cost-of-Living Adjustments (COLA). The Board of Trustees has established a policy of providing a 0.00% COLA for years in which the CPI increases between 0.00% and 2.00%, a 2.00% COLA for years in which CPI increases between 2.00% and 5.00%, and a COLA of 5.00% if the CPI is greater than 5.00%. If the CPI decreases, no COLA is provided. For any PSRS member retiring on or after July 1, 2001, such adjustments commence on the second January after commencement of benefits and occur annually thereafter. For PEERS members, such adjustments commence on the fourth January after commencement of benefits and occur annually thereafter. The total of such increases may not exceed 80% of the original benefit for any member.

Contributions. PSRS members were required to contribute 14.5% of their annual covered salary during fiscal year 2021. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

Contributions. PEERS members were required to contribute 6.86% of their annual covered salary during fiscal year 2021. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5% of pay.

The District's contributions to PSRS and PEERS were \$3,067,584 and \$645,172, respectively, for the year ended June 30, 2021.

Summary Plan descriptions detailing the provisions of the plans as well as additional information regarding the District's net pension liability and deferred inflows and outflows of resources can be found on the Systems' website at www.psrs-peers.org.

13. Post-Employment Benefits

In addition to the pension benefits described in Note 12, the District makes available post-retirement healthcare benefits to all employees who retire from the District. Participation by retirees in the District health plan is subjected to terms and conditions set forth in the Board policy. The cost of the coverage is charged to the retiree at a blended rate for all employees. The District has not made a formal evaluation or projection on the future cost of the existing health care benefit plan in relation to retirees.

14. Commitment

At June 30, 2021, the District was committed to a contract with Bales Construction in the amount of \$61,214 for additions and renovations.

15. Interfund Transfers

Transfers between funds of the District for the year ended June 30, 2021, were as follows:

	Transfers In	Transfers Out
General Fund	\$ -	\$ 2,347,928
Capital Projects Fund	2,347,928	-
	<u>\$ 2,347,928</u>	<u>\$ 2,347,928</u>

The District makes allowed transfers from the General Fund to the Special Revenue Fund and Capital Projects Fund to cover disbursements and build balances as allowed by state law. During the year ended June 30, 2021, the District approved a balance transfer from the General Fund to the Capital Projects Fund in the amount of \$2,120,544 to utilize available transfers of funds from prior years.

Lebanon R-III School District

Notes to the Financial Statements

June 30, 2021

16. Tax Abatements

As of June 30, 2021, the District did not provide tax abatements to any businesses. However, the District's taxes were reduced by agreements entered into by other governments through the following: Enhance Enterprise Zones and the Urban Redevelopments Corporation or Chapter 353.

- The Enhanced Enterprise Zones Program is designed to attract new or expanding businesses to the area. Under Sections 135.950-135.970, RSMo., in order for a manufacturer, distributor, or certain service industries to qualify for various tax abatements for 10 to 25 years, the business must meet certain minimum criteria depending on the type of business facility. New or expanded business facilities must have two new employees and \$100,000 in new investment. Replacement business facilities must have two new employees and \$1,000,000 in new investment. Both types of business facilities must also offer health insurance to full time employees in Missouri, of which at least 50% is paid by the employer. The City of Lebanon, Missouri had abatements that reduced taxes by \$95,309 and Laclede County had abatements that reduced taxes by \$13,076 under this program.
- The Urban Redevelopment Corporation Law, or Chapter 353, is an economic development tool to encourage redevelopment of blighted areas. Under Sections 353.010-353.190, RSMo., the Urban Redevelopment Corporation has a tax abatement available for 25 years. During the first 10 years, the property is not subject to real property taxes except in the amount of real property taxes assessed on the land during the calendar year during with the Urban Redevelopment Corporation acquired title to the real property. For the remaining 15 years, the property may be assessed up to 50% of its true value. Payments in lieu of taxes (PILOTs) may be imposed on the Urban Redevelopment Corporation by the city in order to replace all or part of the real estate taxes abated. The PILOTs must be allocated based on a proportionate share to each taxing district. The City of Lebanon, Missouri granted abatements under this program that resulted in a tax reduction of \$69,971.

Supplementary Information

Lebanon R-III School District

Budgetary Comparison Schedule – General Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Receipts				
Local	\$ 16,238,110	\$ 12,363,715	\$ 12,363,715	\$ -
County	527,086	561,868	561,868	-
State	20,615,879	4,147,396	4,147,396	-
Federal	5,093,760	10,277,497	10,277,497	-
Total Receipts	<u>42,474,835</u>	<u>27,350,476</u>	<u>27,350,476</u>	<u>-</u>
Disbursements				
Instruction	6,746,041	6,567,110	6,567,110	-
Student services	1,227,562	1,571,532	1,571,532	-
Instructional staff support	352,159	301,182	301,182	-
Building administration	672,120	631,511	631,511	-
General administration	2,000,263	1,994,884	1,994,884	-
Operation of plant	3,670,275	3,413,157	3,413,157	-
Transportation	3,136,439	3,009,044	3,009,044	-
Food service	2,526,741	2,404,955	2,404,955	-
Community services	338,030	310,564	310,564	-
Total Disbursements	<u>20,669,630</u>	<u>20,203,939</u>	<u>20,203,939</u>	<u>-</u>
<i>Excess of Receipts Over Disbursements</i>	21,805,205	7,146,537	7,146,537	-
Other Financing Sources (Uses)				
Sale of other property	-	917	917	-
Tuition from other districts	-	218,400	218,400	-
Contracted educational services	-	44,893	44,893	-
Operating transfers in (out)	(22,214,575)	(2,347,928)	(2,347,928)	-
Total Other Financing Sources (Uses)	<u>(22,214,575)</u>	<u>(2,083,718)</u>	<u>(2,083,718)</u>	<u>-</u>
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements and Other (Uses)</i>	(409,370)	5,062,819	5,062,819	-
Fund Balance, July 1, 2020	6,960,514	6,948,948	6,948,948	-
Balance Transfer	-	(2,120,544)	(2,120,544)	-
Fund Balance, June 30, 2021	<u>\$ 6,551,144</u>	<u>\$ 9,891,223</u>	<u>\$ 9,891,223</u>	<u>\$ -</u>

See accompanying Notes to the Budgetary Comparison Schedules.

Lebanon R-III School District

Budgetary Comparison Schedule – Special Revenue Fund

Year Ended June 30, 2021

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Receipts				
Local	\$ 2,994,101	\$ 7,794,631	\$ 7,794,631	\$ -
County	182,809	153,310	153,310	-
State	307,246	16,696,634	16,696,634	-
Federal	176,715	169,913	169,913	-
Total Receipts	<u>3,660,871</u>	<u>24,814,488</u>	<u>24,814,488</u>	<u>-</u>
Disbursements				
Instruction	19,765,172	19,645,585	19,645,585	-
Student services	1,270,479	1,197,763	1,197,763	-
Instructional staff support	991,519	926,114	926,114	-
Building administration	1,873,640	1,866,415	1,866,415	-
General administration	728,343	762,024	762,024	-
Operation of plant	6,440	6,440	6,440	-
Transportation	-	194	194	-
Community services	394,166	409,953	409,953	-
Total Disbursements	<u>25,029,759</u>	<u>24,814,488</u>	<u>24,814,488</u>	<u>-</u>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	(21,368,888)	-	-	-
Other Financing Sources				
Operating transfers in	<u>21,368,888</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of Receipts & Other Sources Over Disbursements</i>	-	-	-	-
Fund Balance, July 1, 2020	-	-	-	-
Fund Balance, June 30, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to the Budgetary Comparison Schedules.

Lebanon R-III School District

Budgetary Comparison Schedule – Debt Service Fund

Year Ended June 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Local	\$ 2,816,137	\$ 2,877,861	\$ 2,877,861	\$ -
County	55,550	55,429	55,429	-
Total Receipts	<u>2,871,687</u>	<u>2,933,290</u>	<u>2,933,290</u>	<u>-</u>
Disbursements				
Debt service	<u>2,866,765</u>	<u>3,126,405</u>	<u>3,126,405</u>	<u>-</u>
<i>Excess (Deficit) of Receipts Over Disbursements</i>	4,922	(193,115)	(193,115)	-
Fund Balance, July 1, 2020	<u>10,694,353</u>	<u>10,694,352</u>	<u>10,694,352</u>	-
Fund Balance, June 30, 2021	<u><u>\$ 10,699,275</u></u>	<u><u>\$ 10,501,237</u></u>	<u><u>\$ 10,501,237</u></u>	<u><u>\$ -</u></u>

See accompanying Notes to the Budgetary Comparison Schedules.

Lebanon R-III School District

Budgetary Comparison Schedule – Capital Projects Fund

Year Ended June 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Receipts				
Local	\$ 106	\$ 21,782	\$ 21,782	\$ -
State	-	1,472,107	1,472,107	-
Total Receipts	106	1,493,889	1,493,889	-
Disbursements				
Instruction	149,422	129,409	129,409	-
Building administration	762	-	-	-
General administration	490,692	489,108	489,108	-
Operation of plant	-	1,208,154	1,208,154	-
Transportation	210,303	212,984	212,984	-
Food service	-	196,619	196,619	-
Facilities acquisition and construction	1,538,869	1,494,302	1,494,302	-
Debt service	296,771	118,942	118,942	-
Total Disbursements	2,686,819	3,849,518	3,849,518	-
<i>(Deficit) of Receipts Over Disbursements</i>	(2,686,713)	(2,355,629)	(2,355,629)	-
Other Financing Sources				
Net Insurance Recovery	-	1,168,857	1,168,857	-
Operating transfers in	845,687	2,347,928	2,347,928	-
Total Other Financing Sources	845,687	3,516,785	3,516,785	-
<i>Excess (Deficit) of Receipts and Other Sources Over Disbursements</i>	(1,841,026)	1,161,156	1,161,156	-
Fund Balance, July 1, 2020	1,841,026	1,839,762	1,839,762	-
Balance Transfer	-	2,120,544	2,120,544	-
Fund Balance, June 30, 2021	<u>\$ -</u>	<u>\$ 5,121,462</u>	<u>\$ 5,121,462</u>	<u>\$ -</u>

See accompanying Notes to the Budgetary Comparison Schedules.

Lebanon R-III School District

Notes to the Budgetary Comparison Schedules

June 30, 2021

Budgets and Budgetary Accounting

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

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

Other Financial Information

Lebanon R-III School District

Schedule of Receipts by Source

Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Local					
Current Taxes	\$ 8,931,813	\$ 2,458,015	\$ 2,405,783	\$ -	\$ 13,795,611
Delinquent Taxes	855,943	226,243	231,821	-	1,314,007
School District Trust Fund (Prop C)	796,281	3,990,234	-	-	4,786,515
Financial Institution Tax	1,585	446	436	-	2,467
M&M Surtax	534,906	118,981	-	-	653,887
Earnings from Temporary Deposits	133,836	634	239,821	21,782	396,073
Sales to Pupils - Reimbursable					
School Meals	118,482	-	-	-	118,482
Food Service Non-Program Food Sales	62,969	-	-	-	62,969
Admissions - Student Activities	498,859	-	-	-	498,859
Revenue from Enterprise Activities	344,137	-	-	-	344,137
Rentals	33,507	-	-	-	33,507
Gifts	21,333	-	-	-	21,333
Miscellaneous Local Revenue	30,064	-	-	-	30,064
Total Local	12,363,715	6,794,553	2,877,861	21,782	22,057,911
County					
Fines, Escheats, Etc.	-	153,310	-	-	153,310
State Assessed Utilities	561,868	-	55,429	-	617,297
Total County	561,868	153,310	55,429	-	770,607
State					
Basic Formula - State Monies	2,755,767	15,286,022	-	-	18,041,789
Transportation	401,803	-	-	-	401,803
Early Childhood Special Education	-	1,408,612	-	-	1,408,612
Basic Formula - Classroom Trust	233,377	-	-	1,472,107	1,705,484
Educational Screening Prog/PAT	107,746	-	-	-	107,746
Career Education	429,940	2,000	-	-	431,940
Food Service - State	16,214	-	-	-	16,214
Residential Placement/Excess Cost	24,084	-	-	-	24,084
High Need Fund - Special Education	146,465	-	-	-	146,465
Other - State	32,000	-	-	-	32,000
Total State	4,147,396	16,696,634	-	1,472,107	22,316,137

Lebanon R-III School District

Schedule of Receipts by Source

Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Federal					
Medicaid	232,613	-	-	-	232,613
CRRSA - ESSER II	3,869,036	-	-	-	3,869,036
Perkins Basic Grant, Career Education	13,993	65,532	-	-	79,525
Coronavirus Relief Fund (OA CRF)	401,210	-	-	-	401,210
IDEA Grants	18,167	-	-	-	18,167
IDEA Entitlement Funds, Part B IDEA	842,519	-	-	-	842,519
Early Childhood Special Education - Federal	38,699	104,381	-	-	143,080
After School Snack Program	2,745	-	-	-	2,745
Title I - ESEA	1,046,752	-	-	-	1,046,752
Title IV.A Student Support and Academic Enrichment	82,768	-	-	-	82,768
Title II, Part A&B, ESEA - Teacher and Principal Training	199,555	-	-	-	199,555
Childcare Development Fund Grant	4,404	-	-	-	4,404
CARES - School Lunch Program	51,729	-	-	-	51,729
CARES - School Breakfast Program	25,355	-	-	-	25,355
Dept of Health Food Service Program	2,991,652	-	-	-	2,991,652
Title VI, Part B Rural Education Initiative	88,650	-	-	-	88,650
Other - Federal	367,650	-	-	-	367,650
Total Federal	10,277,497	169,913	-	-	10,447,410
Other Sources					
Net Insurance Recovery	-	-	-	1,168,857	1,168,857
Sale of Other Property	917	-	-	-	917
Tuition from Other Districts	218,400	947,158	-	-	1,165,558
Area Voc Fees from Other LEAs	-	52,920	-	-	52,920
Contracted Educational Services	44,893	-	-	-	44,893
Total Other Sources	264,210	1,000,078	-	1,168,857	2,433,145
Total Receipts	<u>\$27,614,686</u>	<u>\$24,814,488</u>	<u>\$ 2,933,290</u>	<u>\$ 2,662,746</u>	<u>\$ 58,025,210</u>

The above presentation agrees to the Annual Secretary of the Board Report.

Lebanon R-III School District

Schedule of Disbursements by Object

Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Total
Certificated - Regular Salaries	\$ 114,181	\$ 15,384,236	\$ -	\$ -	\$15,498,417
Certificated - Administrators Salaries	371,891	2,371,687	-	-	2,743,578
Certificated - Part-Time Salaries	-	68,362	-	-	68,362
Certificated - Other Part-Time Salaries	-	58,830	-	-	58,830
Certificated Supplemental Pay	36,132	1,091,756	-	-	1,127,888
Certificated Unused Leave and/or Severance Pay	-	76,496	-	-	76,496
Classified Salaries Regular	5,146,229	-	-	-	5,146,229
Classified Instructional Aide Salaries	2,246,019	169,172	-	-	2,415,191
Classified Substitute Salaries	18,580	-	-	-	18,580
Classified Salaries - Part-Time	224,528	21,398	-	-	245,926
Classified Employees Unused Leave and/or Severance	8,055	-	-	-	8,055
Teacher's Retirement	41,278	3,027,298	-	-	3,068,576
Non-Teacher Retirement	634,379	9,818	-	-	644,197
Old Age Survivor and Disability (OASDI)	468,160	36,483	-	-	504,643
Medicare	112,615	265,240	-	-	377,855
Employee Insurance	1,647,613	2,200,142	-	-	3,847,755
Workers' Compensation Insurance	212,078	-	-	-	212,078
Unemployment Compensation	14,972	-	-	-	14,972
Other Employer Provided Benefits	6,691	33,570	-	-	40,261
Purchased Instructional Services - Tuition	719,700	-	-	-	719,700
Pupil Services	484	-	-	-	484
Audit Services	30,952	-	-	-	30,952
Legal Services	15,112	-	-	-	15,112
Election Services	4,351	-	-	-	4,351
Other Professional Services	164,044	-	-	-	164,044
Repairs and Maintenance	239,036	-	-	-	239,036
Rentals - Land and Buildings	18,200	-	-	-	18,200
Rentals - Equipment	85,812	-	-	-	85,812
Water and Sewer	61,089	-	-	-	61,089
Trash Removal	16,980	-	-	-	16,980
Travel	122,041	-	-	-	122,041
Other Transportation Services	82	-	-	-	82
Property Insurance	380,864	-	-	-	380,864
Liability Insurance	32,340	-	-	-	32,340
Communication	76,667	-	-	-	76,667

Lebanon R-III School District

Schedule of Disbursements by Object

Year Ended June 30, 2021

	General	Special	Debt	Capital	
	Fund	Revenue	Service	Projects	
	Fund	Fund	Fund	Fund	Total
Advertising	2,871	-	-	-	2,871
Printing and Binding	7,001	-	-	-	7,001
Dues and Membership	126,972	-	-	-	126,972
Other Purchased Services	2,255,849	-	-	-	2,255,849
Other Expenses	1,402	-	-	-	1,402
General Supplies (Excludes 6412)	2,296,916	-	-	-	2,296,916
Supplies - Technology - Related	31,437	-	-	-	31,437
Library Books	25,273	-	-	-	25,273
Resource Materials	7,613	-	-	-	7,613
Food Supplies - Exclude Non-Food					
Supplies	1,250,318	-	-	-	1,250,318
Electric	470,571	-	-	-	470,571
Gas - Natural	227,713	-	-	-	227,713
Gas - L.P.	1,820	-	-	-	1,820
Gasoline/Diesel	140,640	-	-	-	140,640
Other Supplies and Materials	86,388	-	-	-	86,388
Buildings	-	-	-	56,441	56,441
Improvements Other than Buildings	-	-	-	124,348	124,348
Regular Equipment	-	-	-	1,928,271	1,928,271
Equipment - Classroom Instructional					
Apparatus	-	-	-	22,035	22,035
Vehicles - Except School Buses	-	-	-	31,925	31,925
Pupil Transportation Vehicles -					
School Buses	-	-	-	206,163	206,163
Other Capital Outlay	-	-	-	1,361,393	1,361,393
Principal - Bonded Indebtedness	-	-	1,765,000	-	1,765,000
Principal - Lease Purchase Agreements	-	-	-	25,531	25,531
Principal - Long Term Loans	-	-	-	2,885	2,885
Interest - Bonded Indebtedness	-	-	1,359,565	-	1,359,565
Interest - Lease Purchase Agreements	-	-	-	90,210	90,210
Interest - Long Term Loans	-	-	-	316	316
Fees - Bonded Indebtedness	-	-	1,840	-	1,840
Total Disbursements	\$ 20,203,939	\$ 24,814,488	\$ 3,126,405	\$ 3,849,518	\$51,994,350

The above presentation agrees to the Annual Secretary of the Board Report.

Lebanon R-III School District

Schedule of Transportation Costs Eligible for State Aid

Year Ended June 30, 2021

	District Owned	Disabled Transportation District Owned	Total
Administrative salaries	\$ 99,200	\$ -	\$ 99,200
Non-certified salaries	1,637,065	162,734	1,799,799
Employee benefits	535,792	70,852	606,644
Purchased services	125,635	100	125,735
Supplies	266,952	100	267,052
Capital outlay	6,799	-	6,799
Depreciation	319,875	-	319,875
	<u>\$ 2,991,318</u>	<u>\$ 233,786</u>	<u>\$ 3,225,104</u>
School buses leased/purchased			
Principal	<u>\$ 206,185</u>		
Interest	<u>\$ 12,793</u>		

Other Reporting Requirements



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

Board of Education
Lebanon R-III School District
Lebanon, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of the Lebanon R-III School District as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Lebanon R-III School District's basic financial statements, and have issued our report thereon dated November 16, 2021.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Lebanon R-III School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances, for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Lebanon R-III School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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.

A handwritten signature in black ink that reads "KPM CPAs, PC". The letters are cursive and slanted to the right.

KPM CPAs, PC
Springfield, Missouri
November 16, 2021



Independent Auditors' Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance

Board of Education
Lebanon R-III School District
Lebanon, Missouri

Report on Compliance for Each Major Federal Program

We have audited the Lebanon R-III School District'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 the Lebanon R-III School District's major federal programs for the year ended June 30, 2021. The Lebanon R-III School District'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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

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

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

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Opinion on Each Major Federal Program

In our opinion, the Lebanon R-III School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

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

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



KPM CPAs, PC
Springfield, Missouri
November 16, 2021

Lebanon R-III School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Federal Grantor/Pass Through Grantor/Program Title	Assistance Listing Number	Pass-through Grantor's Number	Passed-through to Subrecipients	Federal Expenditures
U.S. Department of Agriculture				
Missouri Department of Elementary and Secondary Education				
Child Nutrition Cluster				
National School Lunch Program				
National School Lunch Program - commodities	10.555	053-113	\$ -	\$ 237,161
National School Lunch Program - cash		20210N109943	-	2,745
COVID-19 National School Lunch Program - Cash		2020N850343	-	77,084
			-	316,990
Missouri Department of Health and Senior Services			-	
Summer Food Service Program for Children	10.559	ERS0461944S	-	2,829,711
Total Child Nutrition Cluster			-	3,146,701
Total U.S. Department of Agriculture			-	3,146,701
U.S. Department of Education				
Missouri Department of Elementary and Secondary Education				
Title I Grants to LEAs	84.010	S010A200025	-	735,261
		S010A190025	-	251,009
		S367A200024	-	71,659
		S424A200026	-	33,265
			-	1,091,194
Special Education Grants Cluster				
Special Education Grants to States	84.027	H027A200040	-	904,857
		H027A190040	-	69,217
			-	974,074
Special Education Preschool Grants	84.173	H173A200103	-	22,392
		H173A190103	-	7,301
			-	29,693
Total Special Education Grants Cluster			-	1,003,767
Rural Education	84.358	S358B200025	-	50,930
		S358B190025	-	19,470
		S424A200026	-	53,890
			-	124,290
Supporting Effective Instruction State Grant	84.367	S367A200024	-	66,278
		S367A190024	-	70,764
			-	137,042
COVID-19 Education Stabilization Fund	84.425D	S425D210021	-	3,869,036
Total U.S. Department of Education			-	6,225,329

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

Lebanon R-III School District

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

<u>Federal Grantor /Pass Through Grantor/Program Title</u>	<u>Assistance Listing Number</u>	<u>Pass-through Grantor's Number</u>	<u>Passed-through to Subrecipients</u>	<u>Federal Expenditures</u>
U.S. Department of the Treasury				
Missouri Department of Elementary and Secondary Education				
COVID-19 Coronavirus Relief Fund	21.019	053-113	-	401,210
Laclede County				
COVID-19 Coronavirus Relief Fund	21.019	N/A	-	367,650
Total U.S. Department of the Treasury			-	768,860
Total Expenditures of Federal Awards			\$ -	\$ 10,140,890

N/A - Not Applicable

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

Lebanon R-III School District

Notes to the Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

1. The Schedule of Expenditures of Federal Awards is presented using the modified cash basis of accounting, which is described in Note 1 to the District's financial statements.
2. Commodities received and expended are valued by the Food Service Section of the Department of Elementary and Secondary Education.
3. The District did not provide funds to subrecipients in the current year.
4. The District elected not to use the 10% de minimis indirect cost rate.

Lebanon R-III School District

Schedule of Findings and Questioned Costs

Year Ended June 30, 2021

Section I: Summary of Audit Results

Financial Statements		
Type of report the auditor issued on whether the financial statements audited were prepared in accordance with the modified cash basis of accounting:		Unmodified
Internal Control over Financial Reporting:		
Material weakness(es) identified?		No
Significant deficiency(ies) identified?		None Reported
Noncompliance material to financial statements noted?		No
Federal Awards		
Internal control over major federal programs:		
Material weakness(es) identified?		No
Significant deficiency(ies) identified?		None Reported
Type of auditor's report issued on compliance for major federal programs:		Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?		No
Identification of major federal programs:		
Assistance Listing Number(s)	Name of Federal Program or Cluster	
21.019	COVID-19 Coronavirus Relief Fund	
84.425D	COVID-19 Education Stabilization Fund	
Dollar threshold used to distinguish between type A and type B programs:		\$750,000
Auditee qualified as low-risk auditee?		No

Section II: Financial Statement Findings

None

Section III: Federal Award Findings and Questioned Costs

None

Lebanon R-III School District

Summary Schedule of Prior Audit Findings

Year Ended June 30, 2021

There were no prior year audit findings.

Supplementary State Information



Independent Accountants' Report on Management's Assertions about Compliance with Specified Requirements of Missouri Laws and Regulations

Board of Education
Lebanon R-III School District
Lebanon, Missouri

We have examined management's assertions that Lebanon R-III School District complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure of the District's attendance records of average daily attendance, standard day length, resident membership on the last Wednesday of September, pupil transportation records of the average daily transportation of pupils eligible and ineligible for state aid, the number of miles eligible and ineligible for state aid and other statutory requirements as listed in the schedule of selected statistics during the year ended June 30, 2021. Lebanon R-III School District's management is responsible for its assertions. Our responsibility is to express an opinion on management's assertions based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertions are fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertions. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertions, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, management's assertions referred to above are fairly stated, in all material respects.

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

KPM CPAs, PC

KPM CPAs, PC
Springfield, Missouri
November 16, 2021

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Lebanon R-III School District

Schedule of Selected Statistics

Year Ended June 30, 2021

1. Calendar (Sections 160.041, 171.029, 171.031, and 171.033 RSMo)

Report each unique calendar the district/charter school has as defined by Sections 160.041, 171.029, 171.031, and 171.033, RSMo.

School Code	Begin Grade	End Grade	Half Day Indicator	Standard Day Length	Days	Hours in Session
4020	PK	PK	A	3.25	164.00	533.00
4020	PK	PK	-	6.45	164.00	1,056.75
4020	K	1	-	6.60	164.00	1,056.90
4060	2	3	-	6.60	164.00	1,056.90
4080	4	5	-	6.60	164.00	1,056.90
2050	6	8	-	6.80	164.00	1,089.55
1050	9	12	-	6.80	164.00	1,089.70

2. Attendance Hours

Report the total attendance hours of PK-12 students allowed to be claimed for the calculation of Average Daily Attendance.

School Code	Grade Level	Full-Time	Part-Time	Remedial Hours	Other	Summer School	Total
4020	PA	26,500.30	-	-	-	-	26,500.30
	PK	34,765.39	-	-	-	-	34,765.39
	K	310,573.21	-	719.75	-	10,800.60	322,093.56
	1	286,711.11	-	761.25	-	10,067.40	297,539.76
4060	2	277,483.98	901.67	619.42	-	9,982.80	288,987.87
	3	293,378.32	-	416.00	-	8,911.20	302,705.52
4080	4	310,511.68	-	373.00	-	7,151.52	318,036.20
	5	303,802.55	1,027.97	389.00	-	7,630.92	312,850.44
2050	6	311,670.30	2,458.18	88.00	-	6,643.92	320,860.40
	7	345,928.27	3,002.84	14.00	-	6,395.76	355,340.87
	8	340,395.72	5,511.78	41.00	-	4,072.08	350,020.58
1050	9	371,981.90	559.01	-	-	3,338.48	375,879.39
	10	314,019.95	350.86	-	-	5,893.92	320,264.73
	11	265,146.23	455.47	-	-	7,186.20	272,787.90
	12	240,238.77	1,228.35	-	-	6,752.40	248,219.52
Grand Total	PA-12	4,033,107.68	15,496.13	3,421.42	-	94,827.20	4,146,852.43

Lebanon R-III School District

Schedule of Selected Statistics

Year Ended June 30, 2021

3. September Membership

Report the FTE count of resident students in grades PK-12 taken the last Wednesday in September who are enrolled on the count day and in attendance at least 1 of the 10 previous school days, by grade at each attendance center. This count should only include PK students marked as being eligible to be claimed for state aid in the October MOSIS Student Core File.

School Code	Grade Level	Full-Time	Part-Time	Other	Total
4020	PA-PK	87.00	-	-	87.00
4020	K-1	601.00	-	-	601.00
4060	2-3	565.00	-	-	565.00
4080	4-5	604.00	0.57	-	604.57
2050	6-8	995.00	9.89	-	1,004.89
1050	9-12	1,274.00	3.14	-	1,277.14
Grand Total	PA-12	4,126.00	13.60	-	4,139.60

Notes:	

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

Report the FTE count taken the last Wednesday in January of resident students enrolled in grades K-12 and in attendance at least 1 of the 10 previous school days whose eligibility for free or reduced lunch is documented through the application process using federal eligibility guidelines or through the direct certification process. Desegregation students are considered residents of the district in which the students are educated.

School Code	Free Lunch	Reduced Lunch	DESEG In Free	DESEG In Reduced	Total
N/A – Res II	3.00	-	-	-	3.00
4020	318.00	76.00	-	-	394.00
4060	270.00	64.00	-	-	334.00
4080	299.57	75.00	-	-	374.57
2050	433.85	116.91	-	-	550.76
1050	428.00	98.00	-	-	526.00
Grand Total	1,752.42	429.91	-	-	2,182.33

Lebanon R-III School District

Schedule of Selected Statistics

Year Ended June 30, 2021

5. Finance

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
5.1	The district/charter school maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.	True
5.2	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	
	Academic Programs Off-Campus	N/A
	Career Exploration Program – Off Campus	True
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program	N/A
	Dual enrollment	True
	Homebound instruction	True
	Missouri Options	True
	Prekindergarten eligible to be claimed for state aid	True
	Remediation	True
	Sheltered Workshop participation	N/A
	Students participating in the school flex program	True
	Traditional instruction (full and part-time students)	True
	Virtual instruction (MOCAP or other option)	True
	Work Experience for Students with Disabilities	True
5.3	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation of September Membership for all students in accordance with all applicable state rules and regulations.	True
5.4	The district/charter school maintained complete and accurate attendance and other applicable records allowing for the accurate reporting of the State FTE count for Free and Reduced Lunch for all students in accordance with all applicable state rules and regulations.	True
5.5	As required by Section 162.401, RSMo, a bond was purchased for the district's/charter school's treasurer in the total amount of:	\$50,000
5.6	The district's/charter school's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo.	True
5.7	The district maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. (Not applicable to charter schools)	True
5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records.	True

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5.9	If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approve a resolution to make the transfer, which identified the specific projects to be funded by the transfer and an expected expenditure date for the projects to be undertaken. (Not applicable to charter schools)	N/A
5.10	The district/charter school published a summary of the prior year's audit report within thirty days of the receipt of the audit pursuant to Section 165.121, RSMo.	True
5.11	The district has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. Spending requirement is modified to seventy-five percent (75%) of one half percent (1/2%) of the current year basic formula apportionment if through fiscal year 2024 the amount appropriated and expended to public schools for transportation is less than twenty-five percent (25%) of allowable cost. (Not applicable to charter schools.)	True
5.12	The amount spent for approved professional development committee plan activities was:	\$145,620
5.13	The district/charter school has posted, at least quarterly, a searchable expenditure and revenue document or database detailing actual income, expenditures, and disbursement for the current calendar or fiscal year on the district or school website or other form of social media as required by Section 160.066, RSMo.	True

Notes:	

All above "False" answers must be supported by a finding or management letter comment.

Finding:	None
Management Letter Comment:	N/A

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6. Transportation (Section 163.161, RSMo)

Answer the following questions with an appropriate response of true, false, or N/A unless otherwise noted.

Section	Question	Answer
6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.	True
6.2	The district's/charter school's pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.	True
6.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	
	Eligible ADT	2,092.50
	Ineligible ADT	13
6.4	The district's/charter school's transportation odometer mileage records are maintained in a manner to accurately disclose in all material respects the eligible and ineligible mileage for the year.	True
6.5	Actual odometer records show the total district/charter-operated and contracted mileage for the year was:	498,478
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	
	Eligible Miles (including food/instructional delivery miles 2020-21)	376,251
	Ineligible Miles (Non-Route/Disapproved)	122,227
6.7	Number of days the district/charter school operated the school transportation system during the regular school year:	164

Notes:	

All above "False" answers must be supported by a finding or management letter comment.

Finding:	None
Management Letter Comment:	N/A