

JEFFERSON C-123 SCHOOL DISTRICT
CONCEPTION JUNCTION, MISSOURI

FINANCIAL STATEMENTS
WITH SUPPLEMENTARY DATA
AND INDEPENDENT AUDITORS' REPORTS

June 30, 2023

JEFFERSON C-123 SCHOOL DISTRICT
CONCEPTION JUNCTION, MISSOURI

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JEFFERSON C-123 SCHOOL DISTRICT
TABLE OF CONTENTS

	<u>Page No.</u>
FINANCIAL SECTION:	
Independent Auditors' Report	1-3
BASIC FINANCIAL STATEMENTS:	
Government-wide Financial Statements:	
Statement of Net Position Arising From Modified Cash Basis Transactions	4
Statement of Activities Arising From Modified Cash Basis Transactions	5
FUND FINANCIAL STATEMENTS:	
Statement of Assets and Fund Balance Arising From Modified Cash Transactions - All Fund Types	6
Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balance - All Governmental Fund Types	7
NOTES TO FINANCIAL STATEMENTS	8-16
SUPPLEMENTARY INFORMATION:	
Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balance - Budget and Actual	
General (Incidental) Fund	17
Special Revenue (Teachers') Fund	18
Debt Service Fund	19
Capital Projects (Building) Fund	20
Combined Funds	21
Budgets and Budgetary Accounting	22
Schedule of Revenues Collected by Source	23
Schedule of Expenditures Paid by Object	24
Summary Schedule of Revenues Collected, Expenditures Paid and Changes in Fund Balance	25
Schedule of Transportation Costs Eligible for State Aid	26
Schedule of State Financial Assistance	27
Public School Retirement System of Missouri	
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios	28
Schedule of Employer Contributions	29
Public Education Employee Retirement System of Missouri	
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios	30
Schedule of Employer Contributions	31
STATE COMPLIANCE SECTION:	
Independent Auditors' Report on Management's Assertions about Compliance with Specified Requirements of Missouri Laws and Regulations	32
Schedule of Selected Statistics	33-37
FEDERAL COMPLIANCE SECTION:	
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 <u>Government Auditing Standards</u>	38-39

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INDEPENDENT AUDITORS' REPORT

Board of Education
Jefferson C-123 School District
Conception Junction, Missouri 64434

Opinions

We have audited the accompanying financial statements of the governmental activities each major fund of Jefferson C-123 School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 Jefferson C-123 School District, as of June 30, 2023, and the respective changes in modified cash basis financial position thereof for the year then ended in accordance with the basis of accounting in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Jefferson C-123 School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis of Accounting

As described in Note 1 of the financial statements, 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.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis accounting described in Note 1; which includes the determination that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances; and 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information they may arise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Schedule of Receipts by Source, Schedule of Disbursements by Object, Schedule of Transportation Costs Eligible for State Aid, are presented for purposes of additional analysis and are 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 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 Schedule of Receipts by Source, Schedule of Disbursements by Object, Schedule of Transportation Costs Eligible for State Aid, are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

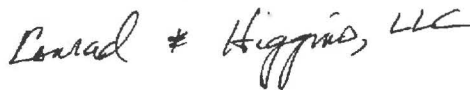
Other Information

Management is responsible for the other information. The other information comprises the budgetary comparison schedules but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2023, on our consideration of Jefferson C-123 School District's internal control over financial reporting and on our tests of its compliance with certain provisions of the laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's 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 Jefferson C-123 School District's internal control over financial reporting and compliance.



Conrad & Higgins, LLC

Chillicothe, Missouri

December 4, 2023

BASIC FINANCIAL STATEMENTS

Jefferson C-123 School District
Statement of Net Position Arising From Modified
Cash Basis Transactions - Governmental Activities
For the Year Ended June 30, 2023

ASSETS:

Cash	\$ (531)
Investments	1,936,603
Total Assets	<u>\$ 1,936,072</u>

Restricted for:

Debt service	119,739
Capital projects	6,123
Unrestricted	1,810,210
Total Net Position	<u>\$ 1,936,072</u>

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Statement of Activities Arising From Modified
Cash Basis Transactions-Governmental Activities
For the Year Ended June 30, 2023

	Expenditures	Program Receipts			Net Expenses and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Instruction	\$ 1,574,751	\$ 184,497	\$ 291,394	\$ -	\$ (1,098,860)
Student services	92,181	-	-	-	(92,181)
Instruction staff support	31,658	-	-	-	(31,658)
Building administration	133,683	-	-	-	(133,683)
General administration	209,024	-	-	-	(209,024)
Operation of plant	200,635	-	-	-	(200,635)
Pupil transportation	87,949	-	34,965	-	(52,984)
Food services	123,889	45,955	76,065	-	(1,869)
Community services	57,079	-	-	-	(57,079)
Interest and fees	20,128	-	-	-	(20,128)
Facilities acquisition	53,475	-	-	-	(53,475)
Principal	90,000	-	-	-	(90,000)
Total	<u>\$ 2,674,452</u>	<u>\$ 230,452</u>	<u>\$ 402,424</u>	<u>\$ -</u>	<u>(2,041,576)</u>
General Revenues:					
					1,077,542
					161,836
					835,369
					63,376
					10,513
					<u>107,060</u>
					1,829,012
					<u>\$ 1,936,072</u>

The accompanying notes to financial statements are an integral part of this statement.

FUND FINANCIAL STATEMENTS

Jefferson C-123 School District
Statement of Assets and Fund Balance
Arising from Modified Cash Transactions - All Fund Types
June 30, 2023

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
ASSETS					
Cash and investments	\$ (80,646)	\$ -	\$ 73,992	\$ 6,123	\$ (531)
Investments	1,890,856	-	45,747	-	1,936,603
Total Assets	<u>\$ 1,810,210</u>	<u>\$ -</u>	<u>\$ 119,739</u>	<u>\$ 6,123</u>	<u>\$ 1,936,072</u>
FUND BALANCE					
Nonspendable: Scholarships	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted for:					
Debt service	-	-	119,739	-	119,739
Assigned for:					
Capital projects	-	-	-	6,123	6,123
Unassigned:	<u>1,810,210</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,810,210</u>
Total Fund Balance	<u>\$ 1,810,210</u>	<u>\$ -</u>	<u>\$ 119,739</u>	<u>\$ 6,123</u>	<u>1,936,072</u>

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Statement of Revenues Collected, Expenditures Paid
and Changes in Fund Balance - All Governmental Fund Types
for the Year Ended June 30, 2023

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Funds	Totals (Governmental Funds)
REVENUES COLLECTED:					
Local	\$ 1,155,864	\$ 169,786	\$ 114,791	\$ 4,000	\$ 1,444,441
County	83,424	7,303	8,553	-	99,280
State	76,965	908,253	-	51,812	1,037,030
Federal	111,476	89,285	-	-	200,761
Other	-	-	-	-	-
Total Revenues Collected	<u>1,427,729</u>	<u>1,174,627</u>	<u>123,344</u>	<u>55,812</u>	<u>2,781,512</u>
EXPENDITURES PAID:					
Instruction	345,080	1,211,252	-	18,421	1,574,753
Guidance	1,919	59,492	-	-	61,411
Health services	30,770	-	-	-	30,770
Improvement of instruction	-	-	-	-	-
Professional development	4,326	8,838	-	-	13,164
Media services	2,819	15,675	-	-	18,494
Executive administration	134,438	69,797	-	1,209	205,444
Building level administration	42,345	91,338	-	-	133,683
Fiscal services	-	-	-	-	-
Operation of plant	200,635	-	-	-	200,635
Pupil transportation	82,680	5,269	-	-	87,949
Food services	123,889	-	-	-	123,889
Development services	2,753	826	-	-	3,579
Adult/community programs	4,000	-	-	-	4,000
Early childhood programs/instruction	1,705	51,373	-	-	53,078
Facilities acquisition and construction	-	-	-	53,475	53,475
Debt service:					
Principal	-	-	90,000	-	90,000
Interest and fees	-	-	19,810	-	19,810
Other	-	-	318	-	318
Total Expenditures Paid	<u>977,359</u>	<u>1,513,860</u>	<u>110,128</u>	<u>73,105</u>	<u>2,674,452</u>
REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID	<u>450,370</u>	<u>(339,233)</u>	<u>13,216</u>	<u>(17,293)</u>	<u>107,060</u>
OTHER FINANCING SOURCES (USES):					
Transfers	(339,233)	339,233	-	-	-
Total other financing sources (uses)	<u>(339,233)</u>	<u>339,233</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES	<u>111,137</u>	<u>-</u>	<u>13,216</u>	<u>(17,293)</u>	<u>107,060</u>
FUND BALANCE, JULY 1, 2022	<u>1,699,073</u>	<u>-</u>	<u>106,523</u>	<u>23,416</u>	<u>1,829,012</u>
FUND BALANCE, JUNE 30, 2023	<u>\$ 1,810,210</u>	<u>\$ -</u>	<u>\$ 119,739</u>	<u>\$ 6,123</u>	<u>\$ 1,936,072</u>

The accompanying notes to financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Jefferson C-123 School District was established in 1865 under the Statutes of the State of Missouri. The District operates as a "six director" district (with seven members of the Board of Education as described in RSMo Chapter 162).

The financial statements of Jefferson C-123 School District have been prepared on the modified-cash basis of accounting, which is a basis of accounting other than generally accepted accounting principles. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

* The financial statements include:

** Financial statements are prepared using the modified-cash basis for government-wide financial statements and fund financial statements for all of the District's activities.

A. Reporting Entity

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, no additional component units should be included in the reporting entity.

B. Basis of Presentation - Fund Accounting

The District's financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's General, Special Revenue, Debt Service, and Capital Projects funds are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities columns (a) are presented on a consolidated basis by column (b) and are reported on a modified-cash basis of accounting, which recognizes all long-term assets as well as long-term debt and obligations. The District's Net Position is reported in three parts-invested in capital assets, net of related debt; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, fines, permits and charges, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operation and capital grants. Program revenues must be directly associated with the function (food services, instruction, etc.). Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

The net costs (by function) are normally covered by general revenue (property, sales, intergovernmental revenues, interest income, etc.).

The District does not allocate indirect costs.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

C. Financial Statements-Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, reserves, fund balances, revenues collected, and expenditures paid, arising from cash transactions.

The following governmental fund types are used by the District:

General (Incidental) Fund: Accounts for general activities of the District, including student activities, food service, and textbooks, which are not required to be accounted for in another fund.

Special Revenue (Teachers') Fund: Accounts for expenditures for certified employees involved in administration and instruction. It includes revenues restricted by the State and the local tax levy for the payment of teacher salaries and certain employee benefits.

Debt Service Fund: Accounts for the accumulation of resources for, and the payment of, principal, interest and fiscal charges on long-term debt.

Capital Projects (Building) Fund: Accounts for the proceeds of long-term debt, taxes and other revenues restricted for acquisition or construction of major capital assets.

D. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. The District's policy is to prepare its government-wide financial statements on the modified-cash basis of accounting which recognizes all long-term assets and long-term debt obligations. The District's policy is to prepare its fund financial statements on the modified-cash basis of accounting, which recognizes investments; consequently, revenues are recognized when received rather than when earned, and expenditures and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

E. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Pooled Cash and Temporary Investments

Cash resources of the individual funds are combined to form a pool of cash and temporary investments, which is managed by the district treasurer. Investments of the pooled accounts may consist primarily of certificates of deposit and U.S. Government securities, carried at cost, which approximates market. Interest income received is allocated to contributing funds based on cash and temporary investment balances.

G. Compensated Absences

Vacation time, personal business days, and sick leave are considered as expenditures in the year paid. Amounts unused, which are vested in the employee are payable upon termination. Total vested and unpaid sick leave at June 30, 2023, amounted to \$15,547.

H. Teachers' Salaries

Payroll checks, written and dated in June 2023 for July and August 2023 payrolls, from 2022-2023 contracts in the amount of \$162,090 are included in the financial statements as an expenditure paid in the month of June. This practice has been consistently followed in previous years.

I. Post Employment Benefits

COBRA Benefits: Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District provides healthcare benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium, plus a 2% administration charge, is paid in full by the insured on or before the tenth (10th) day of the month for the actual month covered. This program is offered for a duration of 18 months after the termination date. There is no associated cost to the District under this program, and there were no participants in the program as of June 30, 2023.

J. Inventories

The District does not maintain inventory cost records. Inventory is deemed to be immaterial and accounted for using the purchase method in which supplies are charged to expenditures when purchased.

K. Public School Retirement System of Missouri

Financial reporting information pertaining to our participation in the Public School Retirement System of Missouri ("PSRS") and the Public Education Employee Retirement System of Missouri ("PEERS") is prepared in accordance with Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*.

The fiduciary net position, as well as additions to and deductions from the fiduciary net positions, of PSRS and PEERS have been determined on the same basis as they are reported by PSRS and PEERS. The financial statements were prepared using the cash basis of accounting. Members and employer contributions are recognized when paid, pursuant to formal commitments and statutory requirements. Expenses are recognized when the payment is made.

L. Restricted Assets

Restricted assets of the District consist of checking, certificates of deposit and investments which have been set aside based on 1) certain debt covenants, 2) taxing authority guidelines and 3) state statutory compliance. Debt covenants provide for the redemption of debt in future years and to service outstanding debt. Taxing authority guidelines provide for the taxes collected to be disbursed in accordance with the terms that the patrons of the District approved when they voted. State statutory compliance restricts transfers from the Special Revenue Fund, the Debt Service Fund and the Capital Projects Fund. It is the District's policy to first use restricted net position prior to the use of unrestricted net position when expenses are incurred for purpose for which both restricted and unrestricted net position are available.

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

2 DEPOSITS AND INVESTMENTS

Custodial Credit Risk - Missouri State Statutes authorize the Board of Education, with certain restrictions, to deposit funds in open accounts, time deposits and certificates of deposits. Statutes also require that collateral pledged have a fair market value equal to 100% of the funds on deposit, less insured amounts. Collateral securities must be held by the District or a disinterested third party and must be of the kind prescribed by the State Statutes and approved by the State. At June 30, 2023, the carrying amount of deposits and investments was \$(531) and \$1,936,603 and the bank balance was \$316,022 and \$1,936,603. All of the bank balances were covered by federal depository insurance or by collateral held by the pledging financial institution's trust department or agent in the District's name.

Bond covenants authorize the District to invest in direct obligations of, or obligations the principal of and interest on which are unconditionally guaranteed by the United States, or in other obligations in which public funds are permitted to be invested under Missouri law.

Interest Rate Risk - The District has no formal investment policy regarding interest rate risk.

Credit Risk - The District has no investment policy that limits in investments choice other than the limitation of state law as follows:

- a. District obligations of the U.S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.

Concentration of Investment Credit Risk - The District places no limit on the amount it may invest in any one issuer. At June 30, 2023, the District had no concentration of credit risk.

The District has the following investments at June 30, 2023:

<u>Investment Type</u>	<u>Maturity</u>	<u>Total</u>
Certificates of Deposit	Various	\$1,890,856
Pro-rata shares of investment contracts with BOK Financial through the Missouri School Direct Deposit Program	N/A	\$45,747

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, 2023, all certificates of deposit are entirely insured or collateralized with securities.

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.

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

Jefferson C-123 School District
Notes to Financial Statements
Year ended June 30, 2023

2 DEPOSITS AND INVESTMENTS (Continued)

A reconciliation of cash and investments as shown on the Balance Sheet was as follows:

	Carrying Amount
Cash on hand	\$ -
Carrying amount of deposits	(531)
Carrying amount of investments	<u>1,936,603</u>
Total	<u>\$ 1,936,072</u>
Cash	\$ (80,646)
Cash - assigned	6,123
Cash - restricted	73,992
Investments	1,890,856
Investments - restricted	<u>45,747</u>
Total	<u>\$ 1,936,072</u>

3 TAXES

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

The District also receives sales tax collected by the State and remitted based on eligible pupils. The District is required to reduce its property tax levy by one-half the amount of sales tax estimated to be received in the subsequent calendar year.

The assessed valuation of the tangible taxable property (excluding state assessed railroad and utilities) for the calendar year 2022 for purposes of local taxation were:

Real Estate:	
Residential	\$ 3,112,960
Agriculture	2,445,200
Commercial	6,158,250
Personal Property:	<u>4,017,827</u>
Total	<u>\$ 15,734,237</u>

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2022 for purposes of local taxation was:

	Unadjusted	Adjusted
General Fund	\$ 6.0074	\$ 5.6050
Special Revenue Fund	-	-
Debt Service Fund	0.7500	0.7500
Capital Project Fund	-	-
Total	<u>\$ 6.7574</u>	<u>\$ 6.3550</u>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2023, aggregated approximately 96.61 percent of the current assessment computed on the basis of the levy as shown above.

Jefferson C-123 School District
Notes to Financial Statements
Year ended June 30, 2023

4 CHANGES IN LONG-TERM DEBT

	Bonds
Debt payable, July 1, 2022	\$ 1,240,000
Debt issued	-
Debt retired	(90,000)
Debt payable, June 30, 2023	<u>\$ 1,150,000</u>

Bonds payable at June 30, 2023, consist of:

\$1,150,000 general obligation bonds due in varying annual installments from March 1, 2022 through March 1, 2035; interest at 0.70 percent to 2.00 percent.

Debt service requirements to maturity are:

Year ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 95,000	\$ 19,360	\$ 114,360
2025	95,000	18,695	113,695
2026	90,000	18,030	108,030
2027	90,000	17,400	107,400
2028	90,000	15,600	105,600
2029-2033	475,000	50,600	525,600
2034-2035	215,000	6,500	221,500
	<u>\$ 1,150,000</u>	<u>\$ 146,185</u>	<u>\$ 1,296,185</u>

The School District paid \$19,810 in interest during the fiscal year ended June 30, 2023.

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 a District (with the addition of state-assessed railroad and utilities). The District did not exceed the legal debt margin at June 30, 2023.

5 CONTINGENCIES

Grant Audit - The District receives Federal grants and State funding for specific purposes that are subject to review and audit. These reviews and audits could lead to requests for reimbursement or to withholding of future funding for expenditures disallowed under or other noncompliance with the terms of the grants and funding. The District is not aware of any noncompliance with Federal or State provisions that might require the District to provide reimbursement.

6 INTERFUND TRANSFERS

During the year ended June 30, 2023, the district transferred \$339,233 from the General Fund to the Special Revenue Fund for teachers' salaries.

7 GASB STATEMENT NO. 54 - FUND BALANCE REPORTING

The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Jefferson C-123 School District
Notes to Financial Statements
Year ended June 30, 2023

7 GASB STATEMENT NO. 54 - FUND BALANCE REPORTING (Continued)

The initial distinction that is made in reporting fund balance information is identifying amounts that are considered *nonspendable*, such as fund balance associated with scholarships.

The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation such as taxes levied by a vote of the public.

Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted.

8 POST EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 11, 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.

9 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. There has been no significant reduction in insurance coverage from the previous year.

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

10 PENSION 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 Section 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.

Plan Description PEERS is a mandatory cost-sharing multiple employer retirement system for all non-certified 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 the 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 five 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 five 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 lifelong 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.

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

10 PENSION PLANS (Continued)

Cost-of-Living Adjustments ("COLA"). The Board of Trustees has established a policy of providing COLAs to both PSRS and PEERS members as follows:

-If the June to June change in the Consumer Price Index for All Urban Consumers (CPI-U) is less than 2% for one or more consecutive one-year periods, a cost-of-living increase of 2% will be granted when the cumulative increase is equal to or greater than 2% at which point the cumulative increase in the CPI-U will be reset to zero. For the following year, the starting CPI-U will be based on the June value immediately preceeding the January 1 at which the 2% cost-of-living increase is granted.

-If the June to June change in the CPI-U is greater than or equal to 2%, but less than 5%, a cost-of-living increase of 2% will be granted.

-If the June to June change in the CPI-U is greater than or equal to 5%, a cost-of-living increase of 5% will be granted.

-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 years 2021, 2022, and 2023. Employers were required to match the contributions made by the 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.

Contributions. PEERS members were required to contribute 6.86% of their annual covered salary during fiscal years 2021, 2022, and 2023. 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 \$157,499 and \$17,706, respectively, for the year ended June 30, 2023.

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.psr-peers.org.

SUPPLEMENTARY INFORMATION

Jefferson C-123 School District
General (Incidental) Fund
Statement of Revenues Collected, Expenditures Paid
and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Original Budget Actual Expenditures Variance
REVENUES COLLECTED:				
Local	\$ 946,750	\$ 1,155,864	\$ 1,155,864	\$ 209,114
County	71,000	83,424	83,424	12,424
State	67,343	76,965	76,965	9,622
Federal	76,573	111,476	111,476	34,903
Total Revenues Collected	<u>1,161,666</u>	<u>1,427,729</u>	<u>1,427,729</u>	<u>266,063</u>
EXPENDITURES PAID:				
Instruction	261,622	345,080	345,080	(83,458)
Guidance	3,290	1,919	1,919	1,371
Health services	33,244	30,770	30,770	2,474
Professional development	10,000	4,326	4,326	5,674
Media services	4,800	2,819	2,819	1,981
Executive administration	143,989	134,438	134,438	9,551
Building level administration	46,837	42,345	42,345	4,492
Operation of plant	185,740	200,635	200,635	(14,895)
Pupil transportation	92,968	82,680	82,680	10,288
Food services	111,034	123,889	123,889	(12,855)
Development services	-	2,753	2,753	(2,753)
Adult/community programs	-	4,000	4,000	(4,000)
Early childhood programs/instruction	4,500	1,705	1,705	2,795
Total Expenditures Paid	<u>898,024</u>	<u>977,359</u>	<u>977,359</u>	<u>(79,335)</u>
REVENUES COLLECTED OVER (UNDER)				
EXPENDITURES PAID	<u>\$ 263,642</u>	<u>\$ 450,370</u>	<u>450,370</u>	<u>\$ 186,728</u>
OTHER FINANCING SOURCES (USES):				
Transfers			(339,233)	
Total other financing sources (uses)			<u>(339,233)</u>	
REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES				
			111,137	
FUND BALANCE JULY 1, 2022				
			<u>1,699,073</u>	
FUND BALANCE, JUNE 30, 2023				
			<u>\$ 1,810,210</u>	

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Special Revenue (Teachers') Fund
Statement of Revenues Collected, Expenditures Paid
and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Original Budget Actual Expenditures Variance
REVENUES COLLECTED:				
Local	\$ 134,042	\$ 169,786	\$ 169,786	\$ 35,744
County	6,000	7,303	7,303	1,303
State	842,644	908,253	908,253	65,609
Federal	80,536	89,285	89,285	8,749
Total Revenues Collected	<u>1,063,222</u>	<u>1,174,627</u>	<u>1,174,627</u>	<u>111,405</u>
EXPENDITURES PAID:				
Instruction	1,147,939	1,211,252	1,211,252	(63,313)
Guidance	59,492	59,492	59,492	-
Professional development	4,638	8,838	8,838	(4,200)
Media services	15,675	15,675	15,675	-
Executive administration	109,367	69,797	69,797	39,570
Building level administration	91,287	91,338	91,338	(51)
Pupil transportation	-	5,269	5,269	(5,269)
Development services	-	826	826	(826)
Early childhood programs/instruction	51,199	51,373	51,373	(174)
Total Expenditures Paid	<u>1,479,597</u>	<u>1,513,860</u>	<u>1,513,860</u>	<u>(34,263)</u>
REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID	<u>\$ (416,375)</u>	<u>\$ (339,233)</u>	<u>(339,233)</u>	<u>\$ 77,142</u>
OTHER FINANCING SOURCES (USES):				
Transfers			339,233	
Total other financing sources (uses)			<u>339,233</u>	
REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES			-	
FUND BALANCE, JULY 1, 2022			<u>-</u>	
FUND BALANCE, JUNE 30, 2023			<u>\$ -</u>	

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Debt Service Fund
Statement of Revenues Collected, Expenditures Paid
and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Original Budget Actual Expenditures Variance
REVENUES COLLECTED:				
Local	\$ 109,700	\$ 114,791	\$ 114,791	\$ 5,091
County	7,000	8,553	8,553	1,553
Total Revenues Collected	<u>116,700</u>	<u>123,344</u>	<u>123,344</u>	<u>6,644</u>
EXPENDITURES PAID:				
Debt service:				
Principal	90,000	90,000	90,000	-
Interest and fees	20,000	19,810	19,810	190
Other	400	318	318	82
Total Expenditures Paid	<u>110,400</u>	<u>110,128</u>	<u>110,128</u>	<u>272</u>
REVENUES COLLECTED OVER (UNDER)				
EXPENDITURES PAID	<u>\$ 6,300</u>	<u>\$ 13,216</u>	13,216	<u>\$ 6,916</u>
FUND BALANCE, JULY 1, 2022			<u>106,523</u>	
FUND BALANCE, JUNE 30, 2023			<u>\$ 119,739</u>	

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Capital Projects (Building) Fund
Statements of Revenues Collected, Expenditures Paid
and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Original Budget Actual Expenditures Variance
REVENUES COLLECTED:				
Local	\$ 50	\$ 4,000	\$ 4,000	\$ 3,950
State	50,000	51,812	51,812	1,812
Total Revenues Collected	50,050	55,812	55,812	5,762
EXPENDITURES PAID:				
Instruction	27,500	18,421	18,421	9,079
Executive administration	4,000	1,209	1,209	2,791
Building level administration	5,000	-	-	5,000
Operation of plant	3,000	-	-	3,000
Food service	3,000	-	-	3,000
Facilities acquisition and construction	50,000	53,475	53,475	(3,475)
Total Expenditures Paid	92,500	73,105	73,105	19,395
REVENUES COLLECTED OVER (UNDER)				
EXPENDITURES PAID	<u>\$ (42,450)</u>	<u>\$ (17,293)</u>	(17,293)	<u>\$ 25,157</u>
OTHER FINANCING SOURCES (USES):				
Transfers			-	
Total other financing sources (uses)			-	
REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES				
			(17,293)	
FUND BALANCE, JULY 1, 2022				
			23,416	
FUND BALANCE, JUNE 30, 2023				
			<u>\$ 6,123</u>	

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Combined Funds
Statement of Revenues Collected, Expenditures Paid
and Changes in Fund Balance - Budget and Actual
For the Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Original Budget Actual Expenditures Variance
REVENUES COLLECTED:				
Local	\$ 1,190,542	\$ 1,444,441	\$ 1,444,441	\$ 253,899
County	84,000	99,280	99,280	15,280
State	959,987	1,037,030	1,037,030	77,043
Federal	157,109	200,761	200,761	43,652
Total Revenues Collected	<u>2,391,638</u>	<u>2,781,512</u>	<u>2,781,512</u>	<u>389,874</u>
EXPENDITURES PAID:				
Instruction	1,437,061	1,574,753	1,574,753	(137,692)
Guidance	62,782	61,411	61,411	1,371
Health services	33,244	30,770	30,770	2,474
Media services	20,475	18,494	18,494	1,981
Professional development	14,638	13,164	13,164	1,474
Executive administration	257,356	205,444	205,444	51,912
Building level administration	143,124	133,683	133,683	9,441
Operation of plant	188,740	200,635	200,635	(11,895)
Pupil transportation	92,968	87,949	87,949	5,019
Food services	114,034	123,889	123,889	(9,855)
Development services	-	3,579	3,579	
Adult/community programs	-	4,000	4,000	(4,000)
Early childhood program/instruction	55,699	53,078	53,078	2,621
Facilities acquisition and construction	50,000	53,475	53,475	(3,475)
Debt service:				
Principal	90,000	90,000	90,000	-
Interest and fees	20,000	20,128	20,128	(128)
Other	400	-	-	400
Total Expenditures Paid	<u>2,580,521</u>	<u>2,674,452</u>	<u>2,674,452</u>	<u>(93,931)</u>
REVENUES COLLECTED OVER (UNDER)				
EXPENDITURES PAID	<u>\$ (188,883)</u>	<u>\$ 107,060</u>	107,060	<u>\$ 295,943</u>
FUND BALANCE, JULY 1, 2022			<u>1,829,012</u>	
FUND BALANCE, JUNE 30, 2023			<u>\$ 1,936,072</u>	

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Notes to Financial Statements
Year Ended June 30, 2023

1 SUMMARY OF SIGNIFICANT BUDGETARY ACCOUNTING POLICIES

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 of the political subdivision.

2) Prior to July, the superintendent, who serves as the budget officer, submits to the Board of Education a proposed budget for the fiscal year beginning on the following July 1. The proposed budget includes estimated revenues and proposed expenditures for all District funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues 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 in relation to the original appropriations which were amended. Unused appropriations lapse at the end of each fiscal year.

The final budget amendment was made at the June 2023 board meeting.

6) Budgets for District funds are prepared and adopted on the cash basis (budget basis), recognizing revenues when collected and expenditures when paid.

Jefferson C-123 School District
Schedule of Revenues Collected by Source
Year Ended June 30, 2023

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
<u>Local</u>					
Current property taxes	\$ 843,270	\$ -	\$ 112,921	\$ -	\$ 956,191
Delinquent property taxes	8,616	-	1,152	-	9,768
Sales tax	-	161,836	-	-	161,836
Financial institution tax	17	-	-	-	17
M & M in lieu and city sales taxes	12,288	-	-	-	12,288
Reg day school tuition (k-12) from indiv.	-	7,950	-	-	7,950
Earnings on investments	62,657	-	718	-	63,375
Food service - program	32,660	-	-	-	32,660
Food service - non program	13,295	-	-	-	13,295
Student activities	176,548	-	-	-	176,548
Gifts	500	-	-	-	500
Miscellaneous local revenue	6,013	-	-	4,000	10,013
Total Local	1,155,864	169,786	114,791	4,000	1,444,441
<u>County</u>					
Fines and escheats	-	7,303	-	-	7,303
State assessed utility taxes	83,424	-	8,553	-	91,977
Total County	83,424	7,303	8,553	-	99,280
<u>State</u>					
Basic formula	-	835,369	-	-	835,369
Transportation	34,965	-	-	-	34,965
Career ladder	-	33,900	-	-	33,900
Special education	-	-	-	-	-
Basic formula - classroom trust fund	1,500	-	-	51,812	53,312
Vocational/Technical	1,342	4,644	-	-	5,986
Teacher baseline grant	-	4,095	-	-	4,095
Food service	420	-	-	-	420
Educational screening program	9,081	-	-	-	9,081
Small schools grant	29,166	29,165	-	-	58,331
Other	491	1,080	-	-	1,571
Total State	76,965	908,253	-	51,812	1,037,030
<u>Federal</u>					
ARP - ESSER III	10,945	9,258	-	-	20,203
CRRSA-ESSER II	4,450	305	-	-	4,755
CARES - ESSER fund	2,201	300	-	-	2,501
CRRSA - GEER II	1,000	-	-	-	1,000
Individuals with disabilities	6,693	35,237	-	-	41,930
Food service	75,646	-	-	-	75,646
Title I, ESEA	-	16,783	-	-	16,783
Title II, ESEA	-	3,132	-	-	3,132
Title V, part B rural education initiative	3,168	14,549	-	-	17,717
Other restricted federal revenue	7,373	9,721	-	-	17,094
Total Federal	111,476	89,285	-	-	200,761
Other	-	-	-	-	-
Total Revenues	\$ 1,427,729	\$ 1,174,627	\$ 123,344	\$ 55,812	\$ 2,781,512

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Schedule of Expenditures Paid by Object
Year Ended June 30, 2023

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
Salaries	\$ 294,741	\$ 1,201,091	\$ -	\$ -	\$ 1,495,832
Employee benefits	65,465	304,769	-	-	370,234
Purchased services	178,128	8,000	-	-	186,128
Supplies	439,025	-	-	-	439,025
Capital outlay	-	-	-	73,104	73,104
Debt service					
Principal	-	-	90,000	-	90,000
Interest	-	-	19,810	-	19,810
Fees	-	-	318	-	318
	<u>\$ 977,359</u>	<u>\$ 1,513,860</u>	<u>\$ 110,128</u>	<u>\$ 73,104</u>	<u>\$ 2,674,451</u>

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Summary Schedule of Revenues Collected, Expenditures Paid and
Changes in Fund Balance
Year Ended June 30, 2023

	General (Incidental) Fund	Special Revenue (Teachers') Fund	Debt Service Fund	Capital Projects (Building) Fund	Totals (Governmental Funds)
REVENUES COLLECTED	\$ 1,427,729	\$ 1,174,627	\$ 123,344	\$ 55,812	\$ 2,781,512
EXPENDITURES PAID	977,359	1,513,860	110,128	73,105	2,674,452
EXCESS OF REVENUES COLLECTED OVER (UNDER) EXPENDITURES PAID	450,370	(339,233)	13,216	(17,293)	107,060
OTHER FINANCING SOURCES (USES)					
Transfers	(339,233)	339,233	-	-	-
Total other financing sources (uses)	(339,233)	339,233	-	-	-
EXCESS OF REVENUES COLLECTED AND OTHER SOURCES OVER (UNDER) EXPENDITURES PAID AND OTHER USES	111,137	-	13,216	(17,293)	107,060
FUND BALANCE, JULY 1, 2022	1,699,073	-	106,523	23,416	1,829,012
FUND BALANCE, JUNE 30, 2023	<u>\$ 1,810,210</u>	<u>\$ -</u>	<u>\$ 119,739</u>	<u>\$ 6,123</u>	<u>\$ 1,936,072</u>

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Schedule of Transportation Costs Eligible for State Aid
Year Ended June 30, 2023

	District Operated	Contracted	Total
Salaries	\$ 50,719	\$ -	\$ 50,719.00
Employee benefits	5,311.00	-	5,311
Purchased services	8,034.00	-	8,034
Supplies	19,796	-	19,796
Capital outlay	-	-	-
Total	<u>\$ 83,860</u>	<u>\$ -</u>	<u>\$ 83,860</u>
Nonroute contracted transportation		<u>\$ -</u>	
School buses purchased		<u>\$ -</u>	
School buses leased/purchased:			
Principal		<u>\$ -</u>	
Interest		<u>\$ -</u>	
Transportation revenues from other districts		<u>\$ -</u>	

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Schedule of State Financial Assistance
Year Ended June 30, 2023

State Grantor/Program Title	Balance June 30, 2022	Receipts	Disbursements	Balance June 30, 2023
Department of Elementary and Secondary Education:				
Basic Formula	\$ -	\$ 835,369	\$ 835,369	\$ -
Transportation	-	34,965	34,965	-
Special Education	-	-	-	-
Vocational/Technical	-	5,986	5,986	-
Food Service	-	420	420	-
Basic Formula - Classroom Trust Fund	-	53,312	53,312	-
Educational Screening	-	9,081	9,081	-
Teacher Baseline Grant	-	4,095	4,095	-
Small Schools Grant	-	58,331	58,331	-
Career Ladder/Excellence in Education Act	-	33,900	33,900	-
Other - State	-	1,571	1,571	-
Total State Financial Assistance	\$ -	\$ 1,037,030	\$ 1,037,030	\$ -

The accompanying notes to financial statements are an integral part of this statement.

Jefferson C-123 School District
Public School Retirement System of Missouri
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios
Year Ended June 30, 2023

<u>Year Ended*</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Actual Covered Member Payroll</u>	<u>Net Pension Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
6/30/2014	0.0239%	\$ 980,516	\$ 1,078,781	90.89%	89.34%
6/30/2015	0.0246%	\$ 1,420,124	\$ 1,129,114	125.77%	85.78%
6/30/2016	0.0225%	\$ 1,674,146	\$ 1,039,583	161.04%	82.18%
6/30/2017	0.0230%	\$ 1,660,951	\$ 1,084,690	153.13%	83.77%
6/30/2018	0.0233%	\$ 1,734,092	\$ 1,119,919	154.84%	84.06%
6/30/2019	0.0232%	\$ 1,712,176	\$ 1,136,699	150.63%	84.62%
6/30/2020	0.0232%	\$ 2,071,926	\$ 1,159,906	178.63%	82.01%
6/30/2021	0.0211%	\$ 467,107	\$ 1,103,912	42.31%	95.81%
6/30/2022	0.0205%	\$ 1,585,512	\$ 1,119,576	141.62%	86.04%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

** The data provided in the schedule is based as of the measurement date of PSRS' net pension liability, which is as of the beginning of the district's fiscal year.*

Jefferson C-123 School District
Public School Retirement System of Missouri
Schedule of Employer Contributions
Year Ended June 30, 2023

<u>Year Ended*</u>	<u>Statutorily Required Contribution</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency) (Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
6/30/2013	\$ 151,104	\$ 151,104	\$ -	\$ 1,042,098	14.50%
6/30/2014	\$ 154,178	\$ 154,178	\$ -	\$ 1,078,781	14.29%
6/30/2015	\$ 161,473	\$ 161,473	\$ -	\$ 1,129,114	14.30%
6/30/2016	\$ 150,740	\$ 150,740	\$ -	\$ 1,039,583	14.50%
6/30/2017	\$ 157,281	\$ 157,281	\$ -	\$ 1,084,690	14.50%
6/30/2018	\$ 162,389	\$ 162,389	\$ -	\$ 1,119,919	14.50%
6/30/2019	\$ 164,822	\$ 164,822	\$ -	\$ 1,136,699	14.50%
6/30/2020	\$ 168,186	\$ 168,186	\$ -	\$ 1,159,906	14.50%
6/30/2021	\$ 157,298	\$ 157,298	\$ -	\$ 1,103,912	14.25%
6/30/2022	\$ 156,950	\$ 156,950	\$ -	\$ 1,119,576	14.02%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

Jefferson C-123 School District
Public Education Employee Retirement System of Missouri
Schedule of Proportionate Share of the Net Pension Liability and Related Ratios
Year Ended June 30, 2023

<u>Year Ended*</u>	<u>Proportion of the Net Pension Liability (Asset)</u>	<u>Proportionate Share of the Net Pension Liability (Asset)</u>	<u>Actual Covered Member Payroll</u>	<u>Net Pension Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
6/30/2014	0.0099%	\$ 36,151	\$ 144,242	25.06%	91.33%
6/30/2015	0.0082%	\$ 43,370	\$ 123,043	35.25%	88.28%
6/30/2016	0.0085%	\$ 68,199	\$ 131,801	51.74%	83.32%
6/30/2017	0.0104%	\$ 79,347	\$ 166,984	47.52%	85.35%
6/30/2018	0.0105%	\$ 81,135	\$ 175,065	46.35%	86.06%
6/30/2019	0.0106%	\$ 83,842	\$ 175,008	47.91%	86.38%
6/30/2020	0.0103%	\$ 99,967	\$ 174,358	57.33%	84.06%
6/30/2021	0.0117%	\$ 12,600	\$ 213,959	5.89%	98.36%
6/30/2022	0.0117%	\$ 98,879	\$ 226,137	43.73%	87.92%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

** The data provided in the schedule is based as of the measurement date of PSRS' net pension liability, which is as of the beginning of the district's fiscal year.*

Jefferson C-123 School District
Public Education Employee Retirement System of Missouri
Schedule of Employer Contributions
Year Ended June 30, 2023

<u>Year Ended*</u>	<u>Statutorily Required Contribution</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess/(Deficiency) (Deficiency)</u>	<u>Actual Covered Member Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
6/30/2013	\$ 9,451	\$ 9,451	\$ -	\$ 137,777	6.86%
6/30/2014	\$ 9,895	\$ 9,895	\$ -	\$ 144,242	6.86%
6/30/2015	\$ 8,441	\$ 8,441	\$ -	\$ 123,043	6.86%
6/30/2016	\$ 9,042	\$ 9,042	\$ -	\$ 131,801	6.86%
6/30/2017	\$ 11,455	\$ 11,455	\$ -	\$ 166,984	6.86%
6/30/2018	\$ 12,009	\$ 12,009	\$ -	\$ 175,065	6.86%
6/30/2019	\$ 12,563	\$ 12,563	\$ -	\$ 175,008	7.18%
6/30/2020	\$ 12,764	\$ 12,764	\$ -	\$ 174,358	7.32%
6/30/2021	\$ 14,682	\$ 14,682	\$ -	\$ 213,959	6.86%
6/30/2022	\$ 15,652	\$ 15,652	\$ -	\$ 226,137	6.92%

Note: This schedule is intended to show information for ten years. Additional years will be displayed as they become available.

STATE COMPLIANCE SECTION

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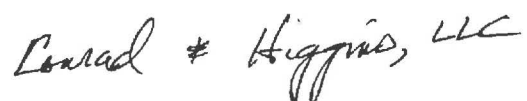
INDEPENDENT AUDITORS' REPORT ON MANAGEMENT'S ASSERTIONS
ABOUT COMPLIANCE WITH SPECIFIED REQUIREMENTS OF
MISSOURI LAWS AND REGULATIONS

Board of Education
Jefferson C-123 School District
Conception Junction, Missouri 64434

We have examined management of Jefferson C-123 School District's assertions that Jefferson C-123 School District complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's attendance records of attendance, resident membership on the last Wednesday of September and the free and reduced lunch count on the last Wednesday of January; and accurate disclosure by the District's 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 the allowable costs for pupil transportation during the year ended June 30, 2023. Jefferson C-123 School District's management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion 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 assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. 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 assertion, 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 assertion that Jefferson C-123 School District complied with the aforementioned requirements for the year ended June 30, 2023 is fairly stated, in all material respects.



Conrad & Higgins, LLC
Chillicothe, Missouri
December 4, 2023

Jefferson C-123 School District
Schedule of Selected Statistics
Year Ended June 30, 2023

Type of Audit Performed:

Yellow Book: X

Single Audit:

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
	PK	12		6.5000	166	1,071.5000

Notes:

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 Hours	Part Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4020	PK	1,020.1667	-	-	-	-	1,020.1667
4020	K	9,390.0165	-	47.3334	-	-	9,437.3499
4020	1	8,250.5668	-	162.2501	-	-	8,412.8169
4020	2	11,957.4000	-	144.0000	-	-	12,101.4000
4020	3	10,436.3000	-	229.6500	-	-	10,665.9500
4020	4	12,530.4499	-	338.1666	-	-	12,868.6165
4020	5	9,338.8501	-	89.0833	-	-	9,427.9334
4020	6	10,062.1667	-	128.9696	-	-	10,191.1363
1050	7	11,026.3333	-	65.5000	-	-	11,091.8333
1050	8	2,065.9666	-	7.0833	-	-	2,073.0499
1050	9	14,360.0666	-	13.4167	-	-	14,373.4833
1050	10	8,146.6999	-	2.6001	-	-	8,149.3000
1050	11	11,495.7501	-	-	-	-	11,495.7501
1050	12	11,730.4500	-	21.5000	-	-	11,751.9500
Grand Total		131,811.1832	-	1,249.5531	-	-	133,060.7363

Notes:

Jefferson C-123 School District
Schedule of Selected Statistics
Year Ended June 30, 2023

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
	PK	1.00	-	-	1.0000
	K	9.00	-	-	9.0000
	1	8.00	-	-	8.0000
	2	13.00	-	-	13.0000
	3	10.00	-	-	10.0000
	4	13.00	-	-	13.0000
	5	9.00	-	-	9.0000
	6	10.00	-	-	10.0000
	7	11.00	-	-	11.0000
	8	2.00	-	-	2.0000
	9	13.00	-	-	13.0000
	10	8.00	0.89	-	8.8900
	11	11.00	-	-	11.0000
	12	11.00	-	-	11.0000
Grand Total		129.00	0.89	-	129.8900

Notes:

4 Free and Reduced Priced 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
1050	15.00	10.00	-	-	25.00
4020	12.00	9.00	-	-	21.00
Grant Total	27.00	19.00	-	-	46.00

Notes:

Jefferson C-123 School District
Schedule of Selected Statistics
Year Ended June 30, 2023

5 Finance

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

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
2	The district/charter school maintained complete and accurate attendance records allowing for the accurate calculation and reportin by category 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	N/A
	Cooperative Occupational Education (COE) or Supervised Occupational Experience	N/A
	Dual Enrollment	N/A
	Homebound instruction	N/A
	Missouri Options	N/A
	Prekindergarten eligible to be claimed for state aid	N/A
	Remediation	N/A
	Sheltered Workshop participation	N/A
	Students participaing in the school flex program	N/A
	Traditional instruction (full and part-time students)	TRUE
	Virtual instruction (MOCAP or other option)	TRUE
	Work Experience for Students with Disabilities	N/A
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
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	As required by Section 162.401, RSMo, a bond was purchased for the district's treasurer or as required by Section 160.405, RSMo, a bond was purchased for the charter schools chief financial officer or an insurance policy issued by an insurance company that proves coverage in the event of employee theft in the total amount of:	\$50,000
6	The district's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo., and the Missouri Financial Accounting Manual.	TRUE
7	The district maintained a separate bank account for the Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo. (Not applicable to charter schools)	TRUE
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. This includes payments for Teacher Baseline Salary Grants and Career Ladder if applicable.	TRUE

Jefferson C-123 School District
Schedule of Selected Statistics
Year Ended June 30, 2023

5 Finance (continued)

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

- | | | |
|----|--|----------|
| 9 | If a \$162,326 or 7% x SAT x WADA transfer was made in excess of adjusted expenditures, the board approved 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 |
| 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 |
| 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. (Not applicable to charter schools) | TRUE |
| 12 | The amount spent for approved professional development committee plan activities was: | \$13,164 |
| 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:

6 Transportation (Section 163.161, RSMo)

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

- | | | |
|---|---|-------|
| 1 | The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid. | TRUE |
| 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 |
| 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 | 80.50 |
| | • Ineligible ADT | - |

Jefferson C-123 School District
Schedule of Selected Statistics
Year Ended June 30, 2023

6 Transportation (Section 163.161, RSMo) (continued)

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

- | | | |
|---|--|--------|
| 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 |
| | | |
| 5 | Actual odometer records show the total district/charter-operated and contracted mileage for the year was: | 53,783 |
| | | |
| 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 | 22,439 |
| | * Ineligible Miles (Non-Route/Disapproved) | 31,344 |
| | | |
| 7 | Number of days the district/charter school operated the school transportation system during the regular school year: | 166 |
| | | |

Notes:

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

FEDERAL COMPLIANCE SECTION

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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
Jefferson C-123 School District
Conception Junction, MO 64434

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, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Jefferson C-123 School District, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Jefferson C-123 School District's basic financial statements, and have issued our report thereon dated December 4, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Jefferson C-123 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Jefferson C-123 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Jefferson C-123 School 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described below, that we consider to be significant deficiencies.

1 Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties, so that no one employee has access to both physical assets and related accounting records, or all phases of a transaction. Consequently, the possibility exists that unintentional or intentional errors or irregularities could exist and not be promptly detected. Our audit did not reveal any significant errors or irregularities resulting from this lack of segregation of employee duties and responsibilities.

Management Response

The size and budget of the Jefferson C-123 School District limits the application of adequate segregation of duties.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Jefferson C-123 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 non-compliance or other matters that are required under *Government Auditing Standards*.

Jefferson C-123 School District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Jefferson C-123 School District's response to the findings identified in our audit are described previously. The Jefferson C-123 School District's response was not subjected to the audit procedures applied in that audit of the financial statements and, accordingly, we express no opinion on the response.

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 that 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.

Conrad and Higgins, LLC

Chillicothe, Missouri

December 4, 2023