

Plainview School District I-27
Carter County, Oklahoma
Financial Statements
Year-End June 30, 2021

Plainview School District I-27
Carter County, Oklahoma
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June 30, 2021

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Independent Auditor's Report

The Honorable Board of Education
Plainview School District I-27
Ardmore, Oklahoma 73401

Report on the Financial Statements

We have audited the accompanying fund type and account group financial statements of Plainview School District I-27, Carter County, Oklahoma, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's regulatory financial statements as listed in the table of contents.

Management's Responsibility of the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with financial reporting provisions of the Oklahoma State Department of Education, as described in Note 1. This includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

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

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

Basis for Adverse Opinion on U.S. Generally Accepting Accounting Principles

As discussed in Note 1, the financial statements are prepared by Plainview School District I-27, Carter County, Oklahoma, on the basis of the financial reporting provisions of Oklahoma State Department of Education, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of Oklahoma State Department of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Plainview School District I-27, Carter County, Oklahoma as of June 30, 2021, the changes in its financial position for the year then ended.

Basis for Qualified Opinion on General Fixed Asset Account Group

As discussed in Note 1, the combined financial statements referred to above do not include the General Fixed Asset Account Group which should be included to conform with financial reporting provisions of Oklahoma State Department of Education. The amount that should be recorded in the General Fixed Asset Account Group is not known.

Qualified Opinion

In our opinion, except for the effects of the matters described in the “Basis for Qualified Opinion on General Fixed Asset Account Group” paragraph, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and fund equity arising from regulatory basis transactions of each fund type and account group of Plainview School District I-27, Carter County, Oklahoma, as of June 30, 2021, and the revenues collected and expenses paid and budgetary results for the year then ended on the basis of accounting described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Plainview School District I-27 Carter County, Oklahoma financial statements as a whole. The accompanying Combining Schedules of Special Revenue Fund Financial Statements – Regulatory Basis, Combining Schedules of Capital Project Fund Financial Statements – Regulatory Basis, Combining Schedule of Changes in Cash Balances – Regulatory Basis – Activity Funds is presented for purposes of additional analysis and is not required part of the basic financial statements. The schedule of expenditures of federal awards is

presented for purposes of additional analysis, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the financial statements.

The Combining Schedules of Special Revenue Fund Financial Statements – Regulatory Basis, Combining Schedules of Capital Project Fund Financial Statements – Regulatory Basis, Combining Schedule of Changes in Cash Balances – Regulatory Basis – Activity Funds and 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 financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

The statement of statutory fidelity and honesty bonds and schedule of accountant’s professional liability insurance have not been subjected to the auditing procedures applied in the basic financial statements and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report March 2, 2022, on our consideration of Plainview School District I-27 Carter County, Oklahoma’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contract 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 Plainview School District I-27 Carter County, Oklahoma’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering Plainview School District I-27 Carter County, Oklahoma’s internal control over financial reporting and compliance.

Mary E Johnson & Associates PLLC

Ardmore, Oklahoma
March 2, 2022

Plainview School District I-27
Carter County, Oklahoma
Combined Statement of Assets, Liabilities and Fund Equity
Regulatory Basis – All Fund Types and Account Groups
June 30, 2021

	Governmental Fund Types				Fiduciary	Account	Total
	General	Special Revenue	Debt Service	Capital Projects	Trust and Agency	Group General Long Term Debt	(memorandum only - Note 1) June 30, 2021
ASSETS							
Cash	\$ 2,598,857	\$ 1,453,006	\$ 1,712,042	\$ 1,389,082	\$ 527,420	\$ -	\$ 7,680,407
Amount available in							
Debt service fund	-	-	-	-	-	1,712,042	1,712,042
Trustee fund for debt service	-	-	-	-	-	748,937	748,937
Amount to be provided for							
Capital leases	-	-	-	-	-	11,970,514	11,970,514
Retirement of general long term debt	-	-	-	-	-	1,999,641	1,999,641
Total Assets	<u>\$ 2,598,857</u>	<u>\$ 1,453,006</u>	<u>\$ 1,712,042</u>	<u>\$ 1,389,082</u>	<u>\$ 527,420</u>	<u>\$ 16,431,134</u>	<u>\$ 24,111,541</u>
LIABILITIES AND FUND EQUITY							
Liabilities:							
Warrants payable	\$ 728,561	\$ 25,060	\$ -	\$ -	\$ -	\$ -	\$ 753,621
Due to others	-	-	-	-	527,420	-	527,420
Capital leases payable	-	-	-	-	-	12,351,134	12,351,134
General obligation bonds payable	-	-	-	-	-	4,080,000	4,080,000
Total Liabilities	<u>728,561</u>	<u>25,060</u>	<u>-</u>	<u>-</u>	<u>527,420</u>	<u>16,431,134</u>	<u>17,712,175</u>
Fund Equity:							
Unreserved:							
Designated for debt service	-	-	1,712,042	-	-	-	1,712,042
Designated for capital projects	-	-	-	1,389,082	-	-	1,389,082
Undesignated	1,870,296	1,427,946	-	-	-	-	3,298,242
Total Cash Fund Balances	<u>1,870,296</u>	<u>1,427,946</u>	<u>1,712,042</u>	<u>1,389,082</u>	<u>-</u>	<u>-</u>	<u>6,399,366</u>
Total Liabilities and Fund Equity	<u>\$ 2,598,857</u>	<u>\$ 1,453,006</u>	<u>\$ 1,712,042</u>	<u>\$ 1,389,082</u>	<u>\$ 527,420</u>	<u>\$ 16,431,134</u>	<u>\$ 24,111,541</u>

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

Plainview School District I-27
Carter County, Oklahoma
Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances
Regulatory Basis – All Governmental Fund Types
For the Year Ended June 30, 2021

	Governmental Fund Types				Total (memorandum only - Note 1) June 30, 2021
	General	Special Revenue	Debt Service	Capital Projects	
Revenues collected:					
Local sources	\$ 3,336,528	\$ 533,421	\$ 1,671,769	\$ -	\$ 5,541,718
Intermediate sources	444,562	386,326	-	-	830,888
State sources	6,394,808	69,417	3,678	-	6,467,903
Federal sources	1,420,142	661,764	-	-	2,081,906
Total Revenues Collected	11,596,040	1,650,928	1,675,447	-	14,922,415
Expenditures paid:					
Instruction	7,135,633	291,808	-	-	7,427,441
Support services	4,001,815	1,787	-	19,100	4,022,702
Non-Instructional services	99,670	625,189	-	-	724,859
Capital outlay	8,637	749,464	-	1,365,900	2,124,001
Other outlays	692	1,915	-	-	2,607
Debt service:					
Principal payments	-	-	1,425,000	-	1,425,000
Interest and fiscal agent fees	-	-	101,448	-	101,448
Total expenditures paid	11,246,447	1,670,163	1,526,448	1,385,000	15,828,058
Excess of revenues collected over (under) expenditures paid	349,593	(19,235)	148,999	(1,385,000)	(905,643)
Other financing sources:					
Bond sale proceeds	-	-	-	1,385,000	1,385,000
Excess of revenues collected and other sources over (under) expenditures paid and other uses	349,593	(19,235)	148,999	-	479,357
Cash fund balances, beginning of year	1,520,703	1,447,181	1,563,043	1,389,082	5,920,009
Cash fund balances, end of year	\$ 1,870,296	\$ 1,427,946	\$ 1,712,042	\$ 1,389,082	\$ 6,399,366

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

**Plainview School District I-27
Carter County, Oklahoma**

**Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances – Budget and Actual
Regulatory Basis – Budgeted Governmental Fund Types
For the Year Ended June 30, 2021**

	General Fund				Building and Child Nutrition Funds			
	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance
Beginning cash fund balances - Budgetary basis	\$ 1,520,703	\$ 1,520,703	\$ 1,520,703	\$ -	\$ 1,295,259	\$ 1,295,259	\$ 1,295,259	\$ -
Revenues collected:								
Local sources	3,025,499	3,025,499	3,336,528	311,029	654,721	654,721	533,421	(121,300)
Intermediate sources	396,000	396,000	444,562	48,562	-	-	-	-
State sources	6,737,431	6,737,431	6,394,808	(342,623)	76,000	76,000	69,417	(6,583)
Federal sources	686,198	686,198	1,420,142	733,944	276,000	276,000	661,764	385,764
Total Revenues Collected	<u>10,845,128</u>	<u>10,845,128</u>	<u>11,596,040</u>	<u>750,912</u>	<u>1,006,721</u>	<u>1,006,721</u>	<u>1,264,602</u>	<u>257,881</u>
Expenditures paid:								
Instruction	8,013,805	8,013,805	7,135,633	878,172	50,000	50,000	-	50,000
Support services	4,004,276	4,004,276	4,001,815	2,461	-	-	-	-
Non-Instructional services	108,930	108,930	99,670	9,260	620,485	620,485	625,189	(4,704)
Capital outlay	10,000	10,000	8,637	1,363	787,699	787,699	749,464	38,235
Other outlays	228,820	228,820	692	228,128	843,796	843,796	1,915	841,881
Total Expenditures paid	<u>12,365,831</u>	<u>12,365,831</u>	<u>11,246,447</u>	<u>1,119,384</u>	<u>2,301,980</u>	<u>2,301,980</u>	<u>1,376,568</u>	<u>925,412</u>
Excess of revenues collected over (under) expenditures paid	<u>(1,520,703)</u>	<u>(1,520,703)</u>	<u>349,593</u>	<u>1,870,296</u>	<u>(1,295,259)</u>	<u>(1,295,259)</u>	<u>(111,966)</u>	<u>1,183,293</u>
Ending cash fund balances	\$ -	\$ -	\$ 1,870,296	\$ 1,870,296	\$ -	\$ -	\$ 1,183,293	\$ 1,183,293

Reconciliation between Building and Child Nutrition Funds Budgetary Comparison Schedule and Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances -- Special Revenues.

End cash fund balances from Budgetary Comparison Schedule:	\$ 1,183,293
Nonappropriated fund: County Sales Tax Fund Cash fund balance:	<u>244,653</u>
End cash fund balance per Statement of Revenues Collected, Expenditures Paid and Changes in Fund Balances- Special Revenues	<u>\$ 1,427,946</u>

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

**Plainview School District I-27
Carter County, Oklahoma**

**Combined Statement of Revenues Collected, Expenditures Paid and Changes in Cash Fund Balances – Budget and Actual
Regulatory Basis – Budgeted Governmental Fund Types
For the Year Ended June 30, 2021**

	Debt Service Fund			
	Original Budget	Final Budget	Actual	Variance
Beginning cash fund balances - Budgetary basis	\$ 48,228	\$ 48,228	\$ 1,563,043	\$ 1,514,815
Revenues collected:				
Local sources	1,581,334	1,581,334	1,671,769	90,435
State sources	-	-	3,678	3,678
Total Revenues Collected	1,581,334	1,581,334	1,675,447	94,113
Expenditures paid:				
Debt service:				
Principal payments	1,500,000	1,500,000	1,425,000	75,000
Interest and fiscal agent fees	129,562	129,562	101,448	28,114
Total expenditures paid	1,629,562	1,629,562	1,526,448	103,114
Excess of revenues collected over (under) expenditures paid	(48,228)	(48,228)	148,999	197,227
Ending cash balances	\$ -	\$ -	\$ 1,712,042	\$ 1,712,042

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

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies

The basic financial statements of the Plainview School District, I-27, Carter County, Oklahoma (the "District") have been prepared in conformity with an other comprehensive basis of accounting as prescribed by the Oklahoma State Department of Education. The more significant of the District's accounting policies are described below.

A. The Reporting Entity

The District is a corporate body for public purposes created under Title 70 of the Oklahoma Statutes and accordingly is a separate entity for operating and financial reporting purposes. The District is part of the public school system of Oklahoma under the general direction and control of the State Board of Education and is financially dependent on state of Oklahoma for support. The general operating authority for the public school system is the Oklahoma School Code contained in Title 70, Oklahoma Statutes.

The governing body of the District is the Board of Education composed of five elected members. The appointed superintendent is the executive officer of the District.

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 the criteria established by the Governmental Accounting Standards Board (GASB). 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. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the District and/or its citizens, or whether the activity is conducted within the geographic boundaries of the district and is generally available to its patrons. A third 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, there are no potential component units included in the District's reporting entity.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies – (continued)

B. Fund Accounting

The District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain district functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into two categories: governmental and fiduciary. Each category, in turn, is divided into separate "fund types."

Governmental Fund Types

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds).

General Fund - The general fund is used to account for all financial transactions except those required to be accounted for in another fund. Major revenue sources include state and local property taxes and state funding under the Foundation and Incentive Aid Program. Expenditures include all costs associated with the daily operations of the schools except for programs funded for building repairs and maintenance, school construction and debt service on bonds and other long-term debt. The general fund includes federal and state restricted monies that must be expended for specific programs.

Special Revenue Fund - The special revenue fund consists of the District's Building Fund, Child Nutrition Fund and County Sales Tax Fund. The Building fund consists of monies derived from property taxes levied for the purpose of erecting, remodeling, or repairing buildings and for purchasing furniture and equipment.

The Child Nutrition Fund derives monies from local sources for meals. Reimbursements are received from state and federal sources for reimbursement of free and reduced lunches.

The County Sales Tax Fund consists of monies derived from a special county sales tax collected on behalf of the school district for the purposes of technology equipment and instructional and classroom materials.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies – (continued)

B. Fund Accounting – (continued)

Debt Service Fund - The debt service fund is the District's Sinking Fund and is used to account for the accumulation of financial resources for the payment of general long-term debt principal, interest and related costs. The primary revenue sources are local property taxes levied specifically for debt service and interest earnings from temporary investments.

Capital Projects Fund - The capital projects fund is the District's Bond Funds and is used to account for the proceeds from bond sales to be used exclusively for acquiring school sites, constructing and equipping new school facilities, renovating existing facilities, and acquiring transportation equipment.

Fiduciary Fund Types

Agency Fund - The Agency fund is the School Activities fund which is used to account for monies collected principally through fundraising efforts of the students and District-sponsored groups. The administration is responsible, under the authority of the Board, of collecting, disbursing and accounting for these activity funds.

Account Groups

Account groups are not funds and consist of a self-balancing set of accounts used only to establish accounting control over long-term debt and general fixed assets not accounted for in proprietary funds.

General Long-Term Debt Account Group - This account group was established to account for all long-term debt of the District, which is offset by the amount available in the debt service fund and the amount to be provided in future years to complete retirement of the debt principal.

General Fixed Asset Account Group - This account group is used to account for property, plant and equipment of the school district. The District does not maintain the fixed asset records necessary to account for this account group.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. *Summary of Significant Accounting Policies – (continued)*

Memorandum Only - Total Column

The total column on the basic regulatory financial statements is captioned "memorandum only" to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

C. *Basis of Accounting and Presentation*

The District prepares its financial statements in a presentation format that is prescribed by the Oklahoma State Department of Education. This format is essentially the generally accepted form of presentation used by state and local governments prior to the effective date of GASB Statement No. 34, *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments*. This format significantly differs from that required by GASB 34.

The basic financial statements are essentially prepared on a basis of cash receipts and disbursements modified as required by the regulations of the Oklahoma State Department of Education (OSDE) as follows:

- Encumbrances represented by purchase orders, contracts, and other commitments for the expenditure of monies and are recorded as expenditures when approved.
- Investments are recorded as assets when purchased.
- Warrants payable are recorded as liabilities when issued.
- Long-term debt is recorded when incurred.
- Accrued compensated absences are recorded as an expenditure and liability when the obligation is incurred.

This regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, which require revenues to be recognized when they become available and measurable, or when they are earned, and expenditures or expenses to be recognized when the related liabilities are incurred for governmental fund types.

Estimates - The preparation of financial statements in conformity with the regulatory basis of accounting requires the District to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies – (continued)

Noncash Transactions - The District received federal food commodities in the amount of \$41,810.

D. Budgets and Budgetary Accounting

The District is required by state law to prepare an annual budget. No later than October 1, each board of education shall prepare a financial statement and estimate of needs to be filed with the applicable county clerk and the State Department of Education. Once the county excise board has approved the estimate of needs, the board shall adopt a final budget within 45 days or the second regularly scheduled board meeting. No later than 15 days prior to adoption of a final budget, the board must conduct a public hearing for the purposes of taking public comments. The final budget may be revised upon approval of the board of education in open meeting.

Under current Oklahoma Statutes a formal budget is required for all funds except for trust and agency funds. Budgets are presented for all funds that include the originally approved budgeted appropriations for expenditures and final budgeted appropriations as adjusted for supplemental appropriations and approved transfers between budget categories. Budgets generally assume the expenditure of all available resources. Therefore, when the legal budget is prepared, it is assumed these funds will not have a carryover balance to subsequent year.

E. Assets Liabilities and Fund Equity

Investments – The District’s investment policies are governed by Oklahoma Statutes. Permissible investments include direct obligations of the United States government and agencies, certificates of deposits of savings and loan associations, and bank and trust companies; and savings accounts or savings certificates of savings and loan associations, banks and trust companies. Collateral is required for all amounts not covered by FDIC insurance.

Property Tax Revenues - The District is authorized by state law to levy property taxes which consist of ad valorem taxes on real and personal property within the District. The County Assessor, upon receipt of the certification of tax levies from the county excise board, extends the tax levies on the tax roll for submission to the county treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first half of taxes is due prior to January 1 and the second half is due prior to April 1. If the first payment is not made timely, the entire tax becomes due and payable on January 1. Second half taxes become delinquent on April 1 of the year following the year of assessment. If not paid for a period of three years or more as of the date such taxes first become due, the property is offered for sale for the amount of taxes due.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies – (continued)

Inventories - The value of consumable inventories at June 30, 2021 is not material to the financial statements.

Compensated Absences - Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure of the governmental funds that will pay it. There are no amounts of vested or accumulated vacation leave.

Long-Term Debt - Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group.

Fund Balance - Fund balance represents the funds not encumbered by purchase order, legal contracts, and outstanding warrants.

E. Revenue, Expenses and Expenditures

State Revenues - Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts. Approximately 55% of the District's general fund revenue comes from state sources.

After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally, such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the program for which the money is provided and require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical programs. The State Department of Education requires that categorical education program revenues be accounted for in the general fund.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

1. Summary of Significant Accounting Policies – (continued)

Interfund Transactions - Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund or expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions which are reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers.

2. Cash

Custodial Credit Risk - Custodial credit risk for deposits is the risk that in the event of a bank failure, the District’s deposits may not be returned or the District will not be able to recover collateral securities in the possession of an outside party. The District’s policy requires collateral for demand deposits and certificates of deposit for all amounts not covered by federal deposit insurance. As of June 30, 2021, cash deposits were fully insured or collateralized by a pledging bank’s agent in the District’s name. All funds were held as demand deposits at a local bank.

3. General Long Term Debt

State statutes prohibit the District from becoming indebted in an amount exceeding the revenue to be received for any fiscal year without approval by the District's voters. Bond issues have been approved by the voters and issued by the District for various capital improvements. These bonds are required to be fully paid serially within 25 years from the date of issue.

General long-term debt of the District consists of bonds payable, and capital leases. Debt service requirements for bonds are payable solely from fund balance and future revenues of the debt service fund. The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2021:

	<u><i>Bonds Payable</i></u>	<u><i>Capital Leases</i></u>
Balance July 1, 2020	\$ 4,120,000	\$ 13,805,734
Additions	1,385,000	-
Retirements	<u>(1,425,000)</u>	<u>(1,454,600)</u>
Balance June 30, 2021	<u>\$ 4,080,000</u>	<u>\$ 12,351,134</u>

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

3. General Long Term Debt – (continued)

General Obligation Bonds

A brief description of the outstanding general obligations bond issues at June 30, 2021, is set forth below:

	Amount Outstanding
Independent School District, I-27 School Combined Purpose Bonds of 2019, original issue \$1,360,000, interest rates from 3.30% due in annual installments of \$50,000 starting January 1, 2021 with final payment of \$1,310,000 due January 1, 2022.	\$ 1,310,000
Independent School District, I-27 Building Bonds of 2021, original issue of \$1,385,000, interest rates of .500-.625%, \$440,000 due January 1, 2023 with final payment of \$945,000 on January 1, 2024.	1,385,000
Independent School District, I-27 Building Bonds of 2020, original issue of \$1,385,000, interest rates from 2.00%, \$220,000 due March 1, 2022 and then \$1,165,000 the final installment on March 1, 2023.	1,385,000
	\$ 4,080,000

The annual debt service requirements for retirement of bond principal and payment of interest, is as follows:

Year Ended June 30,	Principal	Interest	Total
2022	\$ 1,530,000	\$ 106,736	\$ 1,636,736
2023	1,605,000	31,406	1,636,406
2024	945,000	5,906	950,906
Total	\$ 4,080,000	\$ 144,048	\$ 4,224,048

Pledged Revenues

Property Tax Revenues collected by the District are pledged to repay the District's General Obligation Bonds. As of June 30, 2021, \$4,080,000 general obligations were outstanding. Principal and interest paid for current year and revenues collected were \$1,425,000 and \$101,448 respectively.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

3. *General Long Term Debt – (continued)*

Capital Leases

The District enters into lease agreements as lessee for financing the acquisition of equipment. For accounting purposes since the title transfers at the end of the lease term, it has been recorded at the present value of the future minimum lease payments. The leases contain a clause which provides the ability to terminate the agreement at the end of each fiscal year. The District has recorded the liability for future lease payments in the general long-term debt group.

The District entered into a lease/purchase agreement to for elementary storm shelter/PE room, elementary fire alarm system and HVAC controls/building automation system, in the amount of \$1,100,000 at interest rates of 2.948216% payable in seven annual installments.

The District has entered into a lease/purchase agreement for computers for a technology one to one initiative at the intermediate and high schools in the amount of \$536,375 at interest rates of 4.21% payable in four annual installments.

The District has entered into a lease/purchase agreement for equipment for new early elementary center in the amount of \$3,000,000 at an interest rate of 3.54% payable in 10 annual installments.

The District has also entered financing arrangements with the Carter County Public Facilities Authority (see Note 7). These financing arrangements are accounted for as capital leases, since for accounting purposes the title transfers at the end of lease term. The leases contain a clause which gives the District the ability to terminate the lease agreements at the end of each fiscal year. The District has a rental payment of \$1,500 due semi-annually on June 1 and December 1 which started June 1, 2016. District will have varying annual payments with imputed interest rate of 3.942%, with first payment due December 1, 2017.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

3. General Long Term Debt – (continued)

Scheduled payments under the lease/purchase agreements for each fiscal year ended June 30, are as follows:

<u>Year Ended June 30,</u>	<u>Amount Due</u>
2022	\$ 2,034,119
2023	1,957,634
2024	1,903,599
2025	1,906,599
2026	1,727,386
2027-2030	<u>5,182,159</u>
	14,711,496
Less: Interest	<u>(2,357,362)</u>
Total	<u>\$ 12,354,134</u>

Interest expense on general long-term debt incurred during the current year totaled \$579,520.

4. Employee Retirement System

Teachers' Retirement System of Oklahoma

Plan Description – The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The ability to establish and amend benefit provisions is the responsibility of the state legislature. The System issues a publicly available financial report that includes financial statements and required supplementary information for the employees of the District. The System issues a publicly available financial report that can be obtained at <http://www.ok.gov/trs/>.

Benefits Provided – The System provides defined retirement benefits based on members' final compensation, age, and term of service. In addition, the retirement program provides for benefits upon disability and to survivors upon the death of eligible members. Title 70 O.S. Sec. 17-105 defines all retirement benefits. The authority to establish and amend benefit provisions rests with the State Legislature.

Funding Policy—Under the System, contributions are made by the District, the State of Oklahoma and participating employees. Participation is required for all teachers and other certified staff and is options for all other employees of public education institutions who work at least 20 hours per week.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

4. *Employee Retirement System (continued)*

Contributions – In accordance with *Oklahoma Statutes*, System members are required to contribute 7.00% of applicable compensation. For the year ended June 30, 2021, qualifying employee contributions were reduced by a retirement credit of \$62,304 provided by Enrolled House Bill 1873 and paid by the State of Oklahoma as on-behalf payments. For the year ended June 30, 2021, the District had a statutory contribution rate of 9.5% plus 7.70% as a match for salaries funded by federal programs. The contribution requirements of System members and the District are established and may be amended by the state legislature. For the year ended June 30, 2021, the District contributions to the System for were \$742,748.

Pension plan fiduciary net position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

5. *Other Post-Employment Benefits (OPEB)*

In addition to the retirement plan described in Note 4, the District participates in the state-administered Supplemental Health Insurance Program (OPEB Plan) within Teachers’ Retirement System of Oklahoma (the OPEB System), which is a cost-sharing multiple-employer defined benefit OPEB plan administered by the Teacher Retirement System (TRS).

Plan Description – The OPEB System provides pays a monthly health insurance premium supplement for each retired member who is enrolled in the health insurance plan provided by the State and Education Employees Group Health and Dental Insurance plan or in an insurance program provided by a participating education employer who provides health insurance coverage to former employees, provided the retired member had at least ten (10) years of Oklahoma service prior to retirement.

Benefits Provided – All retirees are eligible except for special retirees (as defined) and spouses and beneficiaries as long as they have at least 10 years of service. Retirees who elect such coverage receive the smaller of (i) a Medicare supplement benefit, if eligible, or (ii) an amount between \$100 and \$105 per month, depending on service and final average compensation. Payments made on the retirees’ behalf to the Employees Group Insurance Division of the Office of Management and Enterprise Services, if the member continues health coverage under that Plan, or (ii) to the member’s former employer, if the member retains health coverage under a plan maintained by the former employer.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

5. *Other Post-Employment Benefits (OPEB) (continued)*

Contributions – Employer and employee contributions are made based upon the TRS Plan provisions contained in State Statute Title 70, as amended. However, the statutes do not specify or identify any particular contribution source to pay the health insurance subsidy. The cost of the subsidy averages 0.13% of normal cost, as determined by an actuarial valuation. For the year ended June 30, 2021, the District’s contributions to the system were \$9,135.

OPEB plan fiduciary net position – Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued TRS financial report that can be obtained at <http://www.ok.gov/trs/>.

6. *Contingencies*

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

During 2021, the worldwide coronavirus pandemic continued to impact local, national and global economies. The District is closely monitoring their operations and available fund balances and actively working to minimize current and future impacts of the unprecedented situation. As of date of issuance of these financial statements, the current and future full impact to the District is not known.

7. *Risk Management*

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from prior year and settlements have not exceeded coverage in the past three years.

8. *Ground Lease and Sublease Agreements*

February 2016, the District executed a Ground Lease Agreement and Sublease agreement with Carter County Public Facilities Authority, a public trust, (the Authority). The District will lease the land upon which the improvements are to be constructed for so long as there are obligations outstanding. The Authority will issue the Bonds and apply the proceeds thereof to acquire, construct, furnish, and equipment the improvements as approved by voters

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

in October 2015. The premises, including the Improvements, will then be leased by the Authority to the District pursuant to the Sublease Agreement for an initial term expiring on June 30, 2016, provided that the District has the option to renew for successive one-year periods, or until such time as the Sublease agreement is terminated in accordance with its terms.

The Authority will issue Bonds in the amount of \$11,465,000 to finance a portion of the Improvements costs. This amount, together with separate issuance by the District of the first series of its general obligation bonds, is expected to fund the costs of the Improvements. If Improvements costs exceed the proceeds of the Bonds and the District's general obligation bonds, those costs will be paid out of other legally available monies of the District.

The District intends to issue the balance of the voter-approved general obligation bonds over the next twelve-years. The monies derived from the issuance and sale of such bonds will be used to make Lease Purchase Acquisition Payments under the Sublease and thereby periodically acquire from the Authority title to portions of the Improvements. The proceeds of the general obligation bonds authorized at the special election can be used only to finance the costs of the Improvements, including the Lease Purchase Acquisition Payments.

As of report date, there is \$9,695,000 authorized but unissued general obligation bonds from the bond election held in October 2015 of which \$9,695,000 of bond proceeds are pledged for the Ground and Sublease agreement with Carter County Public Facilities Authority as discussed in prior paragraphs.

9. *Tax Abatement*

The State of Oklahoma has authorized by Oklahoma State Statutes Title 31 to offer Homestead and Veterans exemptions to Ad Valorem property taxes. These exemptions reduce the ad valorem taxes remitted to the District. For the year ended June 30, 2021, the District had the \$111,248 in abated ad valorem tax revenues.

10. *Subsequent Events*

July 1, 2021, the District authorized the issuance of \$2,295,000 of General Obligation Combined Purpose Bonds of 2021. Bonds are due \$725,000 on the 1st day of July 2023 and due \$1,570,000 on the 1st day of July 2024, bearing interest of 0.55%, from their date until paid. Property taxes revenues are pledged to repay this obligation.

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

Subsequent Events (Continued)

September 2021, the District executed a Ground Lease Agreement and Sublease agreement with Carter County Public Facilities Authority, a public trust, (the Authority). The District will lease the land upon which the improvements are to be constructed for so long as there are obligations outstanding. The Authority will issue the Bonds and apply the proceeds thereof to acquire, construct, furnish, and equipment the improvements as approved by voters in May 2021. The premises, including the Improvements, will then be leased by the Authority to the District pursuant to the Sublease Agreement for an initial term expiring on June 30, 2022, provided that the District has the option to renew for successive one-year periods, or until such time as the Sublease agreement is terminated in accordance with its terms.

The Authority will issue Bonds in the amount of \$10,415,000 Tax -exempt series 2021A and \$600,000 federally taxable series 2021B Bonds for a total of \$11,015,000 to finance a portion of the Improvements costs. This amount, together with separate issuance by the District of the first series of its general obligation bonds, is expected to fund the costs of the Improvements. If Improvements costs exceed the proceeds of the Bonds and the District's general obligation bonds, those costs will be paid out of other legally available monies of the District.

The District intends to issue the balance of the May 2021 voter-approved general obligation bonds over the next fourteen-years. The monies derived from the issuance and sale of such bonds will be used to make Lease Purchase Acquisition Payments under the Sublease and thereby periodically acquire from the Authority title to portions of the Improvements. The proceeds of the general obligation bonds authorized at the special election can be used only to finance the costs of the Improvements, including the Lease Purchase Acquisition Payments.

The Lease purchase payments would be the following:

<u>Year Ended June 30,</u>	<u>Amount Due</u>
2022	\$ -
2023	-
2024	138,600
2025	178,200
2026	207,900
2027-2031	4,751,400
2032-2036	<u>8,883,750</u>
	14,159,850
Less: Interest	<u>(3,144,850)</u>
Total	<u>\$ 11,015,000</u>

Plainview School District I-27
Carter County, Oklahoma
Notes to Combined Financial Statements
June 30, 2021

September 2021 the District paid off lease/purchase agreement to for elementary storm shelter/PE room, elementary fire alarm system and HVAC controls/building automation system, as of 6/30/2021 it had a balance of 655,811, which has been paid off subsequent thru the building fund. As of June 30, 2021 this was reported in the General Long Term Debt Account group capital leases.

The District has evaluated subsequent events through the date which the financial statements were available to be issued.

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Assets, Liabilities and Fund Equity – Regulatory Basis
All Special Revenue Funds
June 30, 2021

	Building Fund	Child Nutrition Fund	County Sales Tax Fund	Special Revenue Total
<u>ASSETS</u>				
Cash	\$ 906,987	\$ 301,217	\$ 244,802	\$ 1,453,006
Total Assets	\$ 906,987	\$ 301,217	\$ 244,802	\$ 1,453,006
 <u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Warrants payable	\$ -	\$ 24,911	\$ 149	\$ 25,060
Total Liabilities	-	24,911	149	25,060
 Fund Equity:				
Unreserved:				
Undesignated	\$ 906,987	\$ 276,306	\$ 244,653	\$ 1,427,946
Total Cash Fund Balances	906,987	276,306	244,653	1,427,946
 Total Liabilities and Fund Equity	 \$ 906,987	 \$ 301,217	 \$ 244,802	 \$ 1,453,006

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Revenues Collected, Expenditures Paid and
Changes in Cash Fund Balances – Regulatory Basis
All Special Revenue Funds
For the Year Ended June 30, 2021

	<u>Building Fund</u>	<u>Child Nutrition Fund</u>	<u>County Sales Tax Fund</u>	<u>Special Revenue Total</u>
Revenues collected:				
Local sources	\$ 500,318	\$ 33,103	\$ -	\$ 533,421
Intermediate sources	-	-	386,326	386,326
State Sources	1,057	68,360	-	69,417
Federal Sources	-	661,764	-	661,764
Total Revenues Collected	<u>501,375</u>	<u>763,227</u>	<u>386,326</u>	<u>1,650,928</u>
Expenditures paid:				
Instructional Services	-	-	291,808	291,808
Support Services	-	-	1,787	1,787
Non-Instructional Services	-	625,189	-	625,189
Capital outlay	727,587	21,877	-	749,464
Other Outlays	-	1,915	-	1,915
Total expenditures paid	<u>727,587</u>	<u>648,981</u>	<u>293,595</u>	<u>1,670,163</u>
Excess of revenues collected over (under) expenditures paid	<u>(226,212)</u>	<u>114,246</u>	<u>92,731</u>	<u>(19,235)</u>
Cash fund balances, beginning of year	<u>1,133,199</u>	<u>162,060</u>	<u>151,922</u>	<u>1,447,181</u>
Cash fund balances, end of year	<u>\$ 906,987</u>	<u>\$ 276,306</u>	<u>\$ 244,653</u>	<u>\$ 1,427,946</u>

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Revenues Collected, Expenditures Paid and
Changes in Cash Fund Balances – Budget and Actual – Regulatory Basis
Building and Child Nutrition Funds
For the Year Ended June 30, 2021

	Building Fund			Child Nutrition Fund			Total		
	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual	Original Budget	Final Budget	Actual
Beginning cash fund balances - Budgetary basis	\$ 1,133,199	\$ 1,133,199	\$ 1,133,199	\$ 162,060	\$ 162,060	\$ 162,060	\$ 1,295,259	\$ 1,295,259	\$ 1,295,259
Revenues collected:									
Local sources	497,721	497,721	500,318	157,000	157,000	33,103	654,721	654,721	533,421
State sources	-	-	1,057	76,000	76,000	68,360	76,000	76,000	69,417
Federal sources	-	-	-	276,000	276,000	661,764	276,000	276,000	661,764
Total Revenues Collected	<u>497,721</u>	<u>497,721</u>	<u>501,375</u>	<u>509,000</u>	<u>509,000</u>	<u>763,227</u>	<u>1,006,721</u>	<u>1,006,721</u>	<u>1,264,602</u>
Expenditures paid:									
Instructional Services	50,000	50,000	-	-	-	-	50,000	50,000	-
Support Services	-	-	-	-	-	-	-	-	-
Non-Instructional Services	-	-	-	620,485	620,485	625,189	620,485	620,485	625,189
Capital outlay	787,699	787,699	727,587	-	-	21,877	787,699	787,699	749,464
Other outlays	793,221	793,221	-	50,575	50,575	1,915	843,796	843,796	1,915
Total expenditures paid	<u>1,630,920</u>	<u>1,630,920</u>	<u>727,587</u>	<u>671,060</u>	<u>671,060</u>	<u>648,981</u>	<u>2,301,980</u>	<u>2,301,980</u>	<u>1,376,568</u>
Excess of revenues collected over (under) expenditures paid	<u>(1,133,199)</u>	<u>(1,133,199)</u>	<u>(226,212)</u>	<u>(162,060)</u>	<u>(162,060)</u>	<u>114,246</u>	<u>(1,295,259)</u>	<u>(1,295,259)</u>	<u>(111,966)</u>
Ending cash balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 906,987</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 276,306</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,183,293</u>

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Revenues Collected, Expenditures Paid and
Changes in Cash Fund Balances – Regulatory Basis
All Capital Project Funds
For the Year Ended June 30, 2021

	Bond Fund 38	Bond Fund 33	Bond Fund 34	Bond Fund 37	Total Capital Project Funds
ASSETS					
Cash	\$ 1,365,900	\$ 3,750	\$ 19,432	\$ -	\$ 1,389,082
Total Assets	\$ 1,365,900	\$ 3,750	\$ 19,432	\$ -	\$ 1,389,082
 LIABILITIES AND FUND EQUITY					
Liabilities:					
Warrants payable	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-	\$ -
 Fund Equity:					
Unreserved:					
Designated for capital projects	1,365,900	3,750	19,432	-	\$ 1,389,082
Total Cash Fund Balances	1,365,900	3,750	19,432	-	\$ 1,389,082
Total Liabilities and Fund Equity	\$ 1,365,900	\$ 3,750	\$ 19,432	\$ -	\$ 1,389,082

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Revenues Collected, Expenditures Paid and
Changes in Cash Fund Balances – Regulatory Basis
All Capital Project Funds
For the Year Ended June 30, 2021

	<u>Bond Fund 38</u>	<u>Bond Fund 33</u>	<u>Bond Fund 34</u>	<u>Bond Fund 37</u>	<u>Total Capital Project Funds</u>
Revenues collected:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Total Revenues Collected	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures paid:					
Support services	19,100	-	-	-	19,100
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,365,900</u>	<u>1,365,900</u>
Total expenditures paid	<u>19,100</u>	<u>-</u>	<u>-</u>	<u>1,365,900</u>	<u>1,385,000</u>
Excess of expenditures paid over revenues collected	(19,100)	-	-	(1,365,900)	(1,385,000)
Other financing sources:					
Bond sales proceeds	<u>1,385,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,385,000</u>
Excess of revenues collected and other sources over (under) expenditures paid and other uses	1,365,900	-	-	(1,365,900)	-
Cash fund balances, beginning of year	<u>-</u>	<u>3,750</u>	<u>19,432</u>	<u>1,365,900</u>	<u>1,389,082</u>
Cash fund balances, end of year	<u>\$ 1,365,900</u>	<u>\$ 3,750</u>	<u>\$ 19,432</u>	<u>\$ -</u>	<u>\$ 1,389,082</u>

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Changes in Cash Balances – Regulatory Basis
Activity Funds
For the Year Ended June 30, 2021

	BEGINNING			ENDING
	<u>BALANCE</u>	<u>RECEIPTS</u>	<u>CHECKS</u>	<u>BALANCE</u>
High School Yearbook	\$ 28,681	\$ 11,850	\$ 18,731	\$ 21,800
Athletics	55,874	142,398	131,633	66,639
Class of 2022 (Jrs)	-	20,755	16,362	4,393
Band	4,946	1,599	4,899	1,646
HS National Honor Society	1,025	1,280	814	1,491
National Junior High Honor Society	3,224	-	386	2,838
High School Cheerleaders	3,203	12,724	12,680	3,247
Middle School Cheerleaders	22	11,939	11,961	-
Elementary Art	140	-	-	140
FCCLA	6,087	1,200	642	6,645
Elementary P.T.O	17,144	8,233	15,233	10,144
Elementary PE	26,377	28	1,229	25,176
Intermediate Elementary	9,040	17,284	16,745	9,579
Elementary Library	9,703	-	903	8,800
Primary Elementary	18,221	13,727	15,235	16,713
High School Parking Lot	3,298	1,697	231	4,764
Class of 2019 (Juniors)	-	-	-	-
High School	1,634	4,376	2,675	3,335
First Grade	40	2,865	2,864	41
Second Grade	-	3,425	3,425	-
Plainview Band Boosters	25,596	9,804	11,610	23,790
Middle School	2,878	5,558	3,319	5,117
Class of 2020 (Juniors)	-	-	-	-
High School Student Council	4,454	1,005	1,023	4,436
Scholarship	9,100	8,363	5,000	12,463
High School Art Department	104	1,148	1,061	191
Middle School Art Department	171	-	145	26
Middle School Yearbook	8,297	3,085	2,957	8,425
Middle School Student Council	2,997	-	-	2,997
Middle School Library	132	-	-	132
High School Library	159	-	-	159
Elementary Music	432	-	142	290
High School Vocal Music	3,914	10,745	11,466	3,193
Primary Technology	20,301	10,302	12,439	18,164
Lake Country Academic Conf.	761	-	-	761
Basketball Program	7,690	10,217	7,118	10,789
Discovery Club	377	-	-	377

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Combining Statement of Changes in Cash Balances – Regulatory Basis
Activity Funds
For the Year Ended June 30, 2021

	BEGINNING <u>BALANCE</u>	<u>RECEIPTS</u>	<u>CHECKS</u>	ENDING <u>BALANCE</u>
Robotics Club	1,196	-	1,000	196
Envirothon Club	115	-	-	115
Interest	630	2,419	1,696	1,353
Plainview Grants	109	1,150	694	565
Transportation / Maintenance	537	20	32	525
Donations	4,351	-	-	4,351
Four Year Old Program	11	2,605	2,605	11
Daycare	210,317	36,354	50,754	195,917
Football / Weight Room	803	4,890	3,321	2,372
FCA	2,935	-	-	2,935
High School Examination Account	1,212	1,493	1,170	1,535
Plainview Academic Team	1,287	1,471	1,810	948
Class of 2021 (Juniors)	10,636	-	7,543	3,093
Golf Program	1,594	250	1,121	723
Kindergarten Program	-	3,196	3,196	-
Middle School Science	3,104	-	724	2,380
Elementary Yearbook / Enrichment	-	-	-	-
Spanish Club	661	-	-	661
Staff & Faculty	41	1,063	1,091	13
Clearing Account	-	19,472	19,472	-
Baseball Program	4,780	20,142	16,879	8,043
Swim Program	758	500	20	1,238
Special Olympics	778	-	-	778
Softball Program	4,341	4,315	7,119	1,537
Wrestling Program	526	3,875	1,472	2,929
Environmental Science	1,251	-	-	1,251
Advanced Placement Program	1,353	3,056	3,192	1,217
Plainview Pom	-	11,570	2,601	8,969
Coaches' Resource Account	1,124	20	-	1,144
Middle School PIA	4,417	-	597	3,820
Track Cross Country	-	100	-	100
	<u>\$ 534,889</u>	<u>\$ 433,568</u>	<u>\$ 441,037</u>	<u>\$ 527,420</u>

Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

Federal Grant / Pass-Through Grantor / Program Title	Federal CFDA Number	Pass - Through Grantor's Project Number	Balance 6/30/2020	Federal Grant Receipts	Federal Grant Expenditures	Balance 6/30/2021
U.S. Department of Interior						
<i>Passed Through Chickasaw Nation:</i>						
Johnson O'Malley	15.130	563	\$ (1,052)	\$ 12,505	\$ 12,595	\$ (1,142)
U.S. Department of Education						
<i>Direct Program:</i>						
Title VII - Indian Education	84.060A	561	814	65,574	65,574	814
<i>Passed Through State Department of Education:</i>						
Title I, Grants to Local Education Agencies	84.010	511	(17,893)	184,075	179,964	(13,782)
Special Education - Flow-Through	84.027	621	-	274,399	293,039	(18,640)
COVID-19 IDEA	84.027	617	-	15,514	15,514	-
Special Education - Preschool	84.173	641	-	6,511	6,511	-
Special Education Cluster			-	296,424	315,064	(18,640)
Title IV A Student Support & Academic Enrichment Form Grant	84.424A	552	-	1,553	1,553	-
Title II - Part D (a) - Education Technology	84.318	546	-	-	-	-
Title VI - Part B Rural Education	84.358	587	(8,702)	20,550	13,120	(1,272)
Title II - Part A - Improving Teacher Quality	84.367	541	-	29,074	30,879	(1,805)
COVID-19 Elementary and Secondary School Emergency Relief Fund (CARES/ESSER I)	84.425D	788	-	107,087	107,087	-
COVID-19 Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	793	-	404,302	424,313	(20,011)
Total ESSER Fund			-	511,389	531,400	(20,011)

**Plainview School District I-27
Carter County, Oklahoma
Supplementary Schedule
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021**

<u>Federal Grant / Pass-Through Grantor / Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass - Through Grantor's Project Number</u>	<u>Balance 6/30/20</u>	<u>Federal Grant Receipts</u>	<u>Federal Grant Expenditures</u>	<u>Balance 6/30/2021</u>
U.S. Dept. of Education - continued						
<i>Passed Through Vocational Education:</i>						
IV)	84.048	421	2,220	-	-	2,220
<i>Passed Through OK State Department of Rehabilitation</i>						
Job Training Vocation	84.126	456	(952)	-	-	(952)
Total U.S. Department of Education			\$ (24,513)	\$ 1,108,639	\$ 1,137,554	\$ (53,428)
U.S. Department of Treasury						
<i>Passed Through Chickasaw Nation</i>						
COVID-19 Coronavirus Relief Fund	21.019	1427453	\$ -	\$ 299,000	\$ 299,000	\$ -
U.S. Department of Agriculture:						
<i>Passed Through State Department of Education:</i>						
<i>Cash Assistance:</i>						
National School Lunch Program	10.555	763	-	450,565	364,885	85,680
School Breakfast Program	10.553	764	-	200,944	163,928	37,016
Cash Assistance Subtotal:			-	651,509	528,813	122,696
<i>Passed Through State Department of Human Services:</i>						
<i>Non-Cash Assistance (Commodities)</i>						
National School Lunch Program	10.555		-	41,810	41,810	-
Non-Cash Assistance Subtotal:			-	41,810	41,810	-
Child Nutrition Cluster			-	693,319	570,623	122,696
<i>Passed Through State Department of Education:</i>						
Fresh Fruit/Veggie Program	10.582	768	-	10,255	10,255	-
Total U.S. Department of Agriculture			\$ -	\$ 703,574	\$ 580,878	\$ 122,696
Total Expenditures of Federal Awards			\$ (25,565)	\$ 2,123,718	\$ 2,030,027	\$ 68,126

Plainview School District I-27
Carter County, Oklahoma
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Plainview School District I-27 Carter County, Oklahoma under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of Plainview School District I-27 Carter County, Oklahoma, it is not intended to and does not present the basic financial statements as listed in the table of contents, of Plainview School District I-27 Carter County, Oklahoma.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on using the cash basis of accounting. Some amounts presented in the schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, where certain types of expenditures are not allowable or are limited as to reimbursement. Nonmonetary assistance is reported in the schedule at the fair market value of commodities received.

Note C: Indirect Cost Rate

Plainview School District I-27 Carter County, Oklahoma has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note D: Subrecipients

Plainview School District I-27 Carter County, Oklahoma did not have any awards that have been passed through to subrecipients.

Note E: COVID-19 Coronavirus Relief Fund Assistance No. 21.019

Plainview School District I-27 Carter County, Oklahoma was awarded the COVID-19 Coronavirus Relief Fund Assistance No. 21.019 from the Chickasaw Nation in November 2020, with a project period from March 1, 2020 thru December 30, 2020. The Project revenues of \$299,000 had expenditures which were applied between fiscal years \$183,038 was FY20 related to 3/1/20-6/30/20 and remainder of expenditures were \$115,962 which was in FY21 related to 7/1/20-12/31/20 award period. Note due to the timing of award, all expenditures are reported on the FY21 SEFA, since all funds have been expended as of June 30, 2021.

**INDEPENDENT AUDITOR'S 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***

The Honorable Board of Education
Plainview School District I-27
Ardmore, Oklahoma 73401

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 of the United States, the accompanying fund type and account group financial statements of Plainview School District I-27, Carter County Oklahoma, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Plainview School District I-27, Carter County Oklahoma's regulatory financial statements and have issued our report thereon dated March 2, 2022. Our report included an adverse opinion on U.S. Generally Accepted Accounting Principles and a qualified opinion due to the omission of the general fixed asset account group.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Plainview School District I-27 Carter County, Oklahoma'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 effectiveness Plainview School District I-27 Carter County, Oklahoma' internal control. Accordingly, we do not express an opinion on the effectiveness of Plainview School District I-27 Carter County, Oklahoma's internal control.

Our consideration of internal control was for the limited purposes described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we did identify certain deficiencies in internal control that we consider to be material weakness and significant deficiency.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2021-002, to be a material weakness.

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. We consider the deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Plainview School District I-27, Carter County Oklahoma's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2021-002.

Plainview School District I-27, Carter County Oklahoma's Response to Findings

Plainview School District I-27, Carter County Oklahoma's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Plainview School District I-27, Carter County Oklahoma's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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



Ardmore, Oklahoma
March 2, 2022

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable Board of Education
Plainview School District I-27
Ardmore, Oklahoma 73401

Report on Compliance for Each Major Federal Program

We have audited Plainview School District I-27, Carter County, Oklahoma'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 Plainview School District I-27, Carter County, Oklahoma's major federal programs for the year ended June 30, 2021. Plainview School District I-27, Carter County, Oklahoma's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Plainview School District I-27, Carter County, Oklahoma'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 Plainview School District I-27, Carter County, Oklahoma's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Plainview School District I-27, Carter County, Oklahoma's compliance.

Opinion on Each Major Federal Program

In our opinion, Plainview School District I-27, Carter County, Oklahoma, 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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2021-003. Our opinion on each major federal program is not modified with respect to these matters.

Plainview School District I-27, Carter County, Oklahoma's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Plainview School District I-27, Carter County, Oklahoma's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Report on Internal Control Over Compliance

Management of Plainview School District I-27, Carter County, Oklahoma, 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 Plainview School District I-27, Carter County, Oklahoma'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 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 Plainview School District I-27, Carter County, Oklahoma's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal

control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2021-003, that we consider to be material weakness.

Plainview School District I-27, Carter County, Oklahoma's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Plainview School District I-27, Carter County, Oklahoma's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Mary E Johnson & Associates PLLC

Ardmore, Oklahoma
March 2, 2022

**Plainview School District I-27
Carter County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021**

Section I – Summary of Auditor’s Results

Financial Statements:

Type of audit report:	Qualified Opinion Regulatory Basis
Internal control over financial reporting:	
Material weakness(es) identified?	_____ <input checked="" type="checkbox"/> Yes _____ <input type="checkbox"/> No
Significant Deficiency(ies) identified that are not considered to be material weaknesses?	_____ <input checked="" type="checkbox"/> Yes _____ <input type="checkbox"/> No
Noncompliance material to financial statement	_____ <input checked="" type="checkbox"/> Yes _____ <input type="checkbox"/> No

Federal Awards:

Internal control over major program:	
Material weakness(es) identified?	_____ Yes _____ <input checked="" type="checkbox"/> No
Significant Deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes _____ <input checked="" type="checkbox"/> No

Type of auditors' report issued on compliance for major programs:	Unmodified Opinion
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	_____ <input checked="" type="checkbox"/> Yes _____ <input type="checkbox"/> No

Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of federal Program or Cluster</u>
84.173 & 84.027	Special Education Cluster (IDEA)
84.425D	COVID-19 Education Stabilization Funds- Elementary and Secondary School Emergency Relief (ESSER I (CARES) & ESSER II) Fund

Dollar threshold used to distinguish between Type A and Type B	\$ 750,000
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Auditee qualified as a low-risk auditee?	_____ Yes _____ <input checked="" type="checkbox"/> No
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Plainview School District I-27
Carter County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021

Section II – Financial Statement Findings

2021-001 Financial Reporting

Condition: The District does not have a financial reporting system in place to ensure that all financial information is disclosed in the appropriate accounting period and in accordance with the regulatory basis of accounting and State Department of Education guidelines. In addition, the District does not report a general fixed asset account group as required by the State Department of Education guidelines.

Criteria: The responsibility for the financial statements remains with management even when the preparation of the financial statements is transferred to a service provider. An individual with sufficient awareness of disclosure requirements should be designated to oversee the preparation of the financial statements.

Cause: The internal control structure of the District focuses primarily on daily operations. The District does have a system of financial reporting that determines the trial balances used in financial statement preparation are final. The District does not currently have a system in place to determine appropriate financial statement disclosures. The District also does not have a system for accounting for general fixed assets.

Effect: Potential that financial statement disclosures will be incomplete. Scope limitation on the audit for the general fixed asset account group.

Recommendation: We recommend that the District evaluate the costs of providing for the additional assistance needed for the year-end financial reporting process to determine it is in accordance with accounting and regulatory requirements.

*Views of Responsible Officials
and Planned Corrective*

Action: The District's current budget constraints do not allow for the addition of an outside consultant to assist in the year-end financial reporting process. Management reviews disclosures as presented to determine that they are accurate.

Plainview School District I-27
Carter County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021

2021-002 Coding of Revenues and Expenditures

Condition: Federal revenues and expenditures were not properly coded as federal in the Oklahoma Cost Accounting System (OCAS).

Criteria: Oklahoma Administrative Code (OAC) 210:25-5-4a The financial structure of an Oklahoma public school district consists of various classifications as referenced in Oklahoma Administrative Code (OAC) 210:25-7-1, (Oklahoma Cost Accounting System [OCAS]). School District accounting systems shall be organized and operated on a basis that assures legal compliance by the recording and summarizing of financial transactions within funds, each of which is completely independent of any other. Each fund shall account for and continually maintain the identity of its revenues and expenditures.

Cause: The funds were from a new pass thru entity and was not identified in the OCAS manual of revenue source code or expenditure project code and thus was not coded as federal, which resulted in not being included as federal revenue or federal expenditures in data submitted to State Department of Education.

Effect: Incorrect reporting of revenues and expenditures submitted to the State Department of Education.

Recommendation: We recommend that all federal funds be properly coded in OCAS. We also recommend that procedures be implemented for all new revenue received to determine source of funds are properly coded when received and used.

*Views of Responsible Officials
and Planned Corrective*

Action: The District will review new grant documents and verify if there is an assistance number related to a federal program and then make sure to properly code the revenues and expenditures in accordance with OCAS.

Plainview School District I-27
Carter County, Oklahoma
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2021

Section III – Federal Award Findings and Questioned Costs

2021-003 Preparation of Schedule of Expenditures of Federal Awards (SEFA)

Condition: Federal award was not properly coded as federal in the Oklahoma Cost Accounting System (OCAS).

Criteria: CFR 200.510b Schedule of expenditures of federal awards. The auditee must prepare a schedule of expenditures of Federal Awards for the period covered by the auditee’s financial statements which must include the Total Federal Awards expended as determined in accordance with §200.502 basis for determining Federal Awards expended.

Cause: The funds were from a new pass-thru entity and were not identified in the OCAS manual of revenue source code or expenditure project code and thus were not coded as federal. This resulted in the funds not being included on the federal determination letter used for SEFA preparation and not being identified specifically in OCAS as a federal revenue source.

Effect: Understatement of federal expenditures on Schedule of Expenditures of Federal Awards.

Recommendation: We recommend that all federal funds be properly coded in OCAS. We also recommend that procedures be implemented for all new revenue received to determine source of funds are properly coded when received and used.

***Views of Responsible Officials
and Planned Corrective***

Action: The District will review new grant documents and verify if there is an assistance number related to a federal program and then make sure to properly code the revenues and expenditures in accordance with OCAS.

Plainview School District I-27
Carter County, Oklahoma
Summary of Prior Year Findings
For the Year Ended June 30, 2021

Financial Statement Findings

2020-001 *Condition:* The District does not have a financial reporting system in place to ensure that all financial information is disclosed in the appropriate accounting period and in accordance with the regulatory basis of accounting and State Department of Education guidelines. In addition, the District does not report a general fixed asset account group as required by the State Department of Education guidelines.

Recommendation: The auditor recommended the District evaluate the costs of providing for the additional assistance needed for the year-end financial reporting process to determine it is in accordance with accounting and regulatory requirements.

Status: Condition still exists. See 2021-001

Federal Award Findings and Questioned Costs

None

Plainview School District I-27
Carter County, Oklahoma
Statement of Statutory Fidelity, and Honesty Bonds (unaudited)
For the Year Ended June 30, 2021

The District has a Public Official Position Schedule Bond with Western Surety Company. The bond number is 70750218. It covers all employees for the penal sum of \$100,000 and is for the term July 1, 2020 to June 30, 2021.

The treasurer is bonded by Western Surety Company, bond number 106574128, for the penal sum of \$100,000 for the term June 30, 2020 to June 30, 2021.

**Plainview School District I-27
Carter County, Oklahoma
Schedule of Accountant's Professional Liability Insurance Affidavit (unaudited)
For the Year Ended June 30, 2021**

State of Oklahoma)

County of Carter)

The undersigned auditing firm of lawful age, being first duly sworn on oath, says that said firm had in full force and effect Accountant's Professional Liability Insurance in accordance with the "Oklahoma Public School Audit Law" at the time of audit contract and during the entire audit engagement with Plainview School District I-27 for the audit year 2020-2021.

MARY E. JOHNSON & ASSOCIATES, PLLC

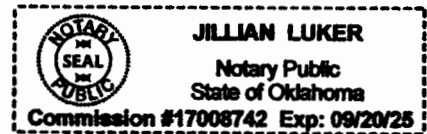
Mary E. Johnson

BY: _____
Authorized Agent

Subscribed and sworn to before me on this 4th day of March, 2022

Jillian Luker
Notary Public

Commission Number: 17008742



My commission expires on: 20th day of Sept, 2025