

**CONSOLIDATED SCHOOL DISTRICT NO. 6  
(FOX C-6 SCHOOL DISTRICT)**

**JEFFERSON COUNTY, MISSOURI**

**AUDITED FINANCIAL STATEMENTS**

**JUNE 30, 2021**

CONSOLIDATED SCHOOL DISTRICT NO. 6  
(FOX C-6 SCHOOL DISTRICT)  
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## **FINANCIAL SECTION**



# Daniel Jones & Associates

MEMBERS OF  
MISSOURI SOCIETY OF CPA'S  
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

To the Members of the Board of Education  
Consolidated School District No. 6 (Fox C-6 School District)

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

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Consolidated School District No. 6 (Fox C-6 School District) (District), Missouri, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note I; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***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 from material misstatement.

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

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

## ***Opinions***

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

## ***Emphasis of Matter***

As described in Note I to the financial statements, in 2021, the District adopted new accounting guidance, GASB Statement No. 84, *Fiduciary Activities*. Our opinions are not modified with respect to this matter.

## ***Basis of Accounting***

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

## ***Other Matters***

### ***Report on Supplementary and Other Information***

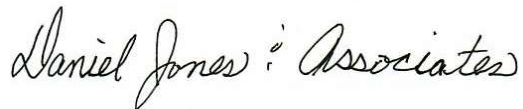
Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the District's basic financial statements. The Management's Discussion and Analysis, Budgetary Comparison Schedules and Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Budgetary Comparison Schedules presented on pages 47 through 51 and the Schedule of Expenditures of Federal Awards presented on page 65 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Budgetary Comparison Schedules and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting described in Note I.

Management's Discussion and Analysis on pages 4 through 11 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 the District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Daniel Jones & Associates".

DANIEL JONES & ASSOCIATES, P.C.  
CERTIFIED PUBLIC ACCOUNTANTS  
ARNOLD, MISSOURI

December 17, 2021

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

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Consolidated School District No. 6 (Fox C-6 School District)

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ARNOLD, MO 63010  
636-296-8000 636-282-5180 (FAX)

The Management's Discussion and Analysis (MD&A) of the Consolidated School District No. 6 (Fox C-6 School District) ("District") provides an overview and analysis of the District's modified cash basis financial activities for the fiscal year ended June 30, 2021. The intent of the MD&A is to look at the District's modified cash basis financial performance as a whole. Readers should also review the modified cash basis financial statements found in the Financial Section and the notes thereto to enhance their understanding of the District's modified cash basis financial performance.

The financial statements of the District have been prepared on the modified cash basis of accounting, as applied to local governmental units, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Differences in the modified cash basis of accounting and accounting principles generally accepted in the United States of America arise in the recognition of revenue when received, rather than when earned, and the presentation of expenditures/expenses when paid versus when incurred. Additional information of the District's modified cash basis of accounting can be found in the notes to basic financial statements.

The MD&A is voluntarily provided additional information provided by the District which is specified in the Governmental Accounting Standards Board (GASB) Statement No. 34 – Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued in 1999. Certain comparative information between the current year, 2020-2021 (FY21), and the prior year, FY20, is required to be presented in the MD&A.

### **Financial Highlights**

Key financial highlights for the fiscal year ended June 30, 2021, include the following:

The governmental activities net position (modified cash basis) was \$70,104,648.07 as compared to \$22,035,048.51 the previous year. The governmental funds ending fund balances (modified cash basis) were \$68,762,288.85 as compared to \$21,021,427.51 the previous year.

Program revenues collected (including issuance of debt) made up 38.3% of the total revenues collected for the year ended June 30, 2021, as compared to 15.1% the previous year. These program revenues collected (including issuance of debt) covered 51.9% of the program expenditures paid leaving 48.1%, to be covered by general revenues collected and fund balances, as compared to 15.1% of the program expenditures paid leaving 84.9%, to be covered by general revenues collected and fund balances the previous year.



CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

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### **Using the Basic Financial Statements**

The District's basic financial statements consist of a series of financial statements and the associated notes to those statements. The statements are organized so the reader can understand the modified cash basis operations of the District as a whole (i.e., an entire operating entity). The "Basic Financial Statements" section includes government-wide financial statements, fund financial statements and notes to financial statements.

The government-wide financial statements, consisting of the Statement of Net Position (modified cash basis) and the Statement of Activities (modified cash basis), provide highly consolidated modified cash basis financial information and render a government-wide perspective of the District's modified cash basis financial condition. They present an aggregate view of the District's modified cash basis finances. These statements seek to answer the question, "How did the District do financially during the 2020-2021 fiscal year?" In short, is the District better financially this year, or is it worse than the prior year? These statements include all cash and investments using the modified cash basis of accounting.

By showing the change in net position (modified cash basis) for the year, the reader may ascertain whether the District's modified cash basis financial condition has improved or deteriorated. The changes which are discussed in this MD&A may be financial or non-financial in nature. Non-financial factors which may have an impact on the District's financial condition include increases in or erosion of the property tax base within the District, facilities maintenance and condition, mandated educational programs for which little or no funding is provided, or other external factors.

To provide more in depth reporting of the District's modified cash basis financial position and changes in cash basis financial position, fund financial information is presented in the "Fund Financial Statements" section. These fund financial statements, which should be familiar to those who have read previous governmental financial statements, report governmental activities on a current cash basis, indicating modified cash basis sources and uses of funding.

Fund financial statements also provide more in-depth data on the District's most significant funds, its General Fund, Special Revenue Fund, Debt Service Fund and Capital Fund. These funds are considered "major funds" under GASB Statement No. 34. The relationship between governmental activities reported in the government-wide financial statements and the governmental funds reported in the fund financial statements is reconciled in the financial statements.

The remaining financial statements of the proprietary fund present modified cash basis financial information relative to the internal services fund, which accounts for the self-insured health care plan.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

**Government – Wide Financial Analysis**

Net position of the District at June 30, 2021, of \$70,104,648.07 reflect the District's total assets of cash and investments net of payroll liabilities as compared to June 30, 2020, of \$22,035,048.51. Net position of the District consist of the following:

<b>Net Position</b>	<b>June 30, 2021</b>	<b>June 30, 2020</b>
Restricted	\$ 48,549,798.06	\$ 5,571,712.10
Unrestricted	21,554,850.01	16,463,336.41
<b>Total Net Position</b>	<b>\$ 70,104,648.07</b>	<b>\$ 22,035,048.51</b>

The restricted net assets are restricted for payment of principal and interest on general obligation bonds, capital projects, scholarships, sale/refunding of bonds and self-funded health benefits.

**Governmental Activities**

A net position of \$70,104,648.07 as of June 30, 2021, reflects an increase of \$48,069,599.56 from the net position balance of \$22,035,048.51 at June 30, 2020. Key elements of this increase consist of the following:

	<b>June 30, 2021</b>	<b>June 30, 2020</b>
Revenues Collected and Debt Proceeds		
Program Revenues Collected		
Charges for Services	\$ 4,373,354.64	\$ 7,264,675.20
Operating Grants, Contributions and Debt Proceeds	66,122,944.00	12,202,526.34
Capital Grants and Contributions	-	-
General Revenues Collected		
Taxes	59,476,313.67	56,849,510.30
Federal State and County Aid		
Not Restricted to Specific Purposes	4,045,078.34	3,512,961.56
State Aid	49,394,365.11	48,734,607.60
Interest and Investment Earnings	520,481.09	687,871.84
Miscellaneous	28,963.07	17,096.82
Total Revenues Collected and Debt Proceeds	183,961,499.92	129,269,249.66
Expenses Paid		
Instruction	71,128,166.51	70,228,049.91
Other	43,670,114.75	44,125,565.70
Capital Outlay	5,476,449.41	6,213,222.64
Debt Service:		
Principal Retirement	12,714,017.78	6,700,150.35
Interest and Fiscal Charges	2,903,151.92	1,910,184.51
Total Expenses Paid	135,891,900.36	129,177,173.10
Changes in Net Position	48,069,599.56	92,076.56
Net Position July 1, 2020 and 2019	22,035,048.51	21,942,971.95
Net Position July 1, 2021 and 2020	\$ 70,104,648.07	\$ 22,035,048.51

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

**Governmental Activities (concluded)**

As reflected above the expenses paid of the District's governmental activities for the years ended June 30, 2021 and 2020, of \$135,891,900.37 and \$129,177,173.10, respectively, are not all borne by the taxpayers of the District. Of these amounts \$4,373,354.64 and \$7,264,675.20 were paid by those who benefited from the services rendered (e.g., charges for school lunches) and \$66,122,944.00 and \$12,202,526.34 were paid through federal and state operating grants, contributions and debt proceeds. For the year ended June 30, 2021, no portion of revenue was used to fund capital expenditures.

Consequently, the net costs of \$65,395,601.73 and \$109,709,971.56 after taking into consideration these fees, grants, contributions and debt proceeds were paid from other general revenues, which include property taxes paid by the taxpayers of the District as well as other taxes, additional state funding and fund balances.

The next table shows the total cost of programs and the net cost of these programs (after deducting charges for services and grants and contributions revenue collected of the various categories of expenses paid for the years ended June 30, 2021 and 2020. The net cost presentation allows the taxpayers of the District to determine the remaining cost of the various categories which were borne by them or paid from other general revenues and fund balances, and allows them the opportunity to assess the cost of these functions in comparison to the benefits received.

	June 30, 2021		June 30, 2020	
	Total Cost of Programs	Net Cost of Programs	Total Cost of Programs	Net Cost of Programs
Instruction	\$71,128,166.51	\$ 59,568,805.47	\$70,228,049.90	\$ 60,582,233.62
Attendance	94,357.92	94,357.92	132,556.56	132,556.56
Guidance	2,261,584.70	2,261,584.70	2,113,349.46	2,113,349.46
Health, Psych, Speech and Audio	4,071,270.00	4,071,270.00	4,253,306.43	4,253,306.43
Improvement of Instruction	1,121,980.22	1,121,980.22	1,600,518.93	1,600,518.93
Professional Development	299,517.97	299,517.97	403,094.52	403,094.52
Media Services (Library)	4,543,571.31	4,543,571.31	3,450,665.25	3,450,665.25
Board of Education Services	236,479.23	236,479.23	125,694.21	125,694.21
Executive Administration	3,265,164.08	3,265,164.08	2,846,138.44	2,846,138.44
Building Administration	7,205,725.14	7,205,725.14	6,547,840.46	6,547,840.46
Business Central Service	975,098.90	975,098.90	1,439,599.57	1,439,599.57
Operation of Plant	9,006,082.54	9,006,082.54	8,838,327.71	8,838,327.71
Security Services	317,484.48	317,484.48	337,378.50	337,378.50
Pupil Transportation	4,150,649.41	3,124,305.41	4,799,813.57	3,787,655.57
Food Services	2,864,409.45	320,844.48	3,706,054.17	802,872.81
Printing Serv	1,458.95	1,458.95	-	-
Central Office Support Serv	299,399.48	299,399.48	-	-
Student Activities	1,398,179.63	(1,447,485.28)	1,745,244.38	(1,715,541.37)
Community Services	1,557,701.34	271,775.62	1,785,983.54	(659,276.61)
Capital Outlay	5,476,449.41	(34,523,550.59)	6,213,222.64	6,213,222.64
Debt Service:				
Principal Retirement	12,714,017.78	5,519,017.78	6,700,150.35	6,700,150.35
Interest and Fiscal Charges	2,903,151.92	(1,137,286.08)	1,910,184.51	1,910,184.51
<b>Total</b>	<b>\$ 135,891,900.37</b>	<b>\$ 65,395,601.73</b>	<b>\$ 129,177,173.10</b>	<b>\$ 109,709,971.56</b>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

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**Governmental Funds Financial Analysis**

The District uses funds to control and manage money for particular purposes (e.g., dedicated taxes and bond proceeds). The fund basis financial statements allow the District to demonstrate its stewardship over and accountability for modified cash basis resources provided by the taxpayers and other entities.

These statements also allow the reader to obtain more insight into the modified cash basis financial workings of the District and assess further the District's modified cash basis financial health. The District completed the fiscal year ended June 30, 2021 with a combined modified cash basis fund balance for Governmental funds (as presented in the Statement of Assets, Liabilities and Fund Balances (Modified cash basis) of \$68,762,288.85 as compared to a combined fund balance of \$21,021,427.51, an increase of \$47,740,861.34.

The fund balance of the operating funds (General and Special Revenue) was increased by \$3,820,580.78 as compared to a decrease of \$307,042.87 the previous year. Transfers were made to the Capital Projects Fund during 2020-2021 in the amount of \$2,800,000.00.

The fund balance of the Debt Service Fund decreased by \$390,424.78 as compared to a decrease of \$649,071.10 from the previous year.

The fund balance of the Capital Fund increased by \$44,310,705.34 as compared to an increase of \$623,729.93 from the previous year. This substantial increase was due to the sale and refunding of bonds in FY21.

The \$4,167,666.32 balance of the Debt Service Fund is legally restricted for payment of bond principal, interest and related fees.

The major source of revenue for operations and debt service is local property taxes amounting to \$45,481,229.73. This is derived from the District's operating levy of \$4.1170 and the debt service levy of \$0.39010 for a total levy of \$4.5071. Other significant local revenues are \$1,856,728.16 from delinquent local taxes, \$11,741,372.79 from sales tax through Prop-C funding, \$90,436.79 from food service, \$1,129,138.80 from community services, \$2,845,664.91 from student activities and \$4,560,545.17 from earnings on investments due to premium on the sale of bonds.

County revenues of \$3,275,491.24 are derived from state assessed utility property of \$3,171,679.94 and county fines of \$103,811.30.

State funding which makes up 29.6% of total revenues collected which decreased from the previous year by \$53,405.68 to \$54,423,199.53. The State Foundation Formula for Basic State Aid was \$44,934,755.85, a decrease of \$249,210.15 from the prior year. Significant state revenues collected are:

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Basic Formula	\$ 49,394,365.11	\$ 48,734,607.60
Transportation	1,026,344.00	1,012,158.00
Early Childhood Special Education	3,438,017.43	4,035,658.93
Other	<u>564,472.99</u>	<u>694,180.68</u>
<b>Total State Revenues</b>	<u><u>\$ 54,423,199.53</u></u>	<u><u>\$ 54,476,605.21</u></u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

**Governmental Funds Financial Analysis (concluded)**

Federal funding which makes up 5.66% of total revenues collected was increased to \$10,415,916.69 from \$6,896,696.56 the previous year. Significant federal revenues collected are:

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Medicaid	\$ 395,355.95	\$ 227,061.01
Individuals with Disabilities	2,380,992.29	2,292,210.90
Early Childhood Special Education	313,137.46	319,916.42
School Lunch and Breakfast	2,224,610.21	1,587,568.62
Title I	1,214,872.69	1,248,271.08
CARES	3,540,098.57	833,283.55
Title II	260,778.77	281,388.85
Other	86,070.75	106,996.13
<b>Total Federal Revenue</b>	<u>\$ 10,415,916.69</u>	<u>\$ 6,896,696.56</u>

Total governmental fund expenditures paid were \$136,220,264.66 for the year compared to \$129,597,189.04 the previous year. The General Fund accounts for \$38,096,446.51 or 28% of the total expenditures. The Special Revenue (Teachers) Fund accounts for \$76,393,204.88 or 56% of total expenditures and consists of certificated teacher salaries and insurance benefits. Debt Service Fund expenditures of \$12,073,637.50 or 8.9% of total expenditures are for principal and interest on general obligation bonds. Capital Fund expenditures of \$9,656,975.77 or 7.1% of total expenditures are for payments on capital leases, construction projects, facility repairs and equipment.

The following tables summarize the governmental fund revenues collected and expenditures paid for the years ended June 30, 2021 and 2020.

	<u>June 30, 2021</u>	<u>%</u>	<u>June 30, 2020</u>	<u>%</u>
Local	\$ 64,439,074.90	48.6%	\$ 64,613,899.88	50.0%
Country	3,275,491.24	2.4%	3,138,638.38	2.4%
State	54,423,199.53	41.1%	54,476,605.21	42.2%
Federal	10,415,916.69	7.9%	6,896,696.56	5.4%
<b>Total Revenues Collected</b>	<u>\$ 132,553,682.36</u>	<u>100.0%</u>	<u>\$ 129,125,840.03</u>	<u>100.0%</u>

	<u>June 30, 2021</u>	<u>%</u>	<u>June 30, 2020</u>	<u>%</u>
Instruction	\$ 72,723,827.20	53.4%	\$ 72,237,649.12	55.7%
Support Services	40,826,340.97	30.0%	40,743,439.04	31.4%
Debt Service	15,617,169.70	11.5%	8,610,334.86	6.6%
Capital Outlay	5,491,361.16	4.0%	6,213,222.64	4.8%
Community Service and Other	1,561,565.63	1.1%	1,792,543.38	1.4%
<b>Total Expenditures</b>	<u>\$ 136,220,264.66</u>	<u>100.0%</u>	<u>\$ 129,597,189.04</u>	<u>100.0%</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

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### **Budgetary Highlights**

Over the course of the year, the Board of Education revised the District's budget to take into consideration changes in revenues collected or expenditures paid as compared to the original budget. Missouri statutes for public School finance, Section 67.010, RSMo. require a budget amendment if anticipated expenditures are in excess of budgetary goals. The original budget was adopted on June 16, 2020 and the Board of Education made a final revision on June 15, 2021, approving a resolution setting the final approved budget amounts equal to actual revenues and expenditures.

Statements comparing fund modified cash basis revenues and expenditures to the original and final budgets are provided in the auditor's report. General revenues were less than the original budgets reflecting the less than anticipated local revenues, state revenues and Federal revenues. Total expenditures were less than the original budgets primarily due to expenditures being reduced as a result of the uncertainties in state funding and the warnings of further reductions projected for the next few years.

### **Capital Assets**

The District operates under the modified cash basis of accounting, therefore, capital asset purchases are recorded as expenditures and depreciation is not recognized. Capital assets are not reflected in the financial statements. Capital expenditures were less than original budget in an attempt to be conservative with the districts funds due to the COVID pandemic and possible state funding limitations.

### **Long Term Debt**

At June 30, 2021, the District had outstanding general obligation bonds of \$62,314,963.40 reflecting the new 2021A and 2021B debt issuance of \$47,195,000 and principal payments of \$10,250,000.00 (including \$6,350,000 from the 2021B refunding debt) and interest payments of \$1,754,892.50 made during the year.

State statutes limit the amount of general obligation debt a school district may issue to 15% of the assessed valuation. The debt limitation is \$155,371,320 at June 30, 2021, is based on the December 31, 2020 assessed values.

The District has capital leases with outstanding future lease payments of \$15,519,492 at June 30, 2021, after principal payments of \$2,446,699.34 were made during the year and interest paid in the amount of \$702,182.24.

The District holds an energy loan with the Department of Natural Resources (DNR) with an outstanding balance of \$43,766.70. Principal payments were made during the year in the amount of \$17,318.44 along with interest payments of \$1,419.56.

The District operates on the modified cash basis of accounting, therefore, payments on long-term debt are recorded as expenditures. Long-term debt is not reflected in the financial statements. Commitments for long-term debt and other obligations are disclosed in the notes to the financial statements.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(UNAUDITED)

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**Economic Factors**

The District initially adopted a deficit budget for the 2020-2021 fiscal year with the expectation that the administrative team would investigate all opportunities to balance the budget throughout the fiscal year. Budget controls were successfully enforced to balance the budget in addition to total revenues exceeding initial expectations for funding. Due to this revenue increase, the District ended the 2020-2021 fiscal year at a slightly higher fund balance as the previous fiscal year.

District average daily attendance appears to be stagnant and therefore state revenues sources are somewhat limited to the growth passed on by Missouri’s availability of funding. Attempts are in progress to increase revenue opportunities through community outreach programming for the 2021-2022 fiscal year. Overall opportunities for revenue growth are limited.

The pandemic caused by the COVID-19 virus has affected the economy greatly. The rise in infections has triggered a wave of new public health restrictions by state and local governments and has the potential to further disrupt the U.S. economic situation. Supply-chain challenges, rising costs, and materials and labor shortages are now weighing on business conditions. Like other sectors of the economy, education, and specifically Fox C-6, is having difficulty hiring and retaining multiple staff positions throughout the district. The lack of drivers in the trucking industry is causing shortages of food and supplies for the district’s food service department. Other departments are affected by the driver shortage as well, causing ever extending lead times on delivery of supplies, equipment, and other materials.

The 2021-2022 budget was passed as a deficit budget. The District administration will investigate all opportunities to attempt to close the deficit as the 2021-2022 year progresses and cost controls are identified. This has been accomplished with consideration to appropriate building improvements and continued development of curriculum. Attempting to work within budget restraints is necessary to avoid using fund balance unless absolutely necessary to maintain facilities and avoid detriment to student achievement.

**Contacting the District’s Financial Management**

This financial report is designed to provide citizens, taxpayers, investors and creditors with a general overview of Consolidated School District No. 6 (Fox C-6 School District) finances and to demonstrate the District’s accountability for the money it receives. If you have any questions about this report, please contact Mr. John Stewart, Chief Financial Officer at 636-296-8000.

**Description of the School District and Reporting Entity**

Consolidated School District No. 6 (Fox C-6 School District) (the District) was established in 1948 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 172.

The School District located in Jefferson County, Missouri serves an area of approximately 75 square miles. The district is staffed by 665 non-certificated employees, 828 certificated full-time teaching personnel, and 65 administrative employees who provide services to nearly 11,300 students and other community members. The School District currently operates eleven (11) elementary (K-5), four (4) middle schools (6-8) and two (2) high schools (9-12).

## **BASIC FINANCIAL STATEMENTS**



**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**STATEMENT OF NET POSITION - MODIFIED CASH BASIS**  
**AS OF JUNE 30, 2021**

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	<b><u>GOVERNMENTAL ACTIVITIES</u></b>
<b>ASSETS</b>	
Current Assets:	
Cash and Cash Equivalents (Note II)	\$ 21,671,120.10
Restricted Assets:	
Cash and Cash Equivalents (Note II) - Debt Service	2,299,544.31
Cash and Cash Equivalents (Note II) - Flex Spending	14,233.81
Cash and Cash Equivalents (Note II) - Self Insurance	1,342,337.41
Investments	<u>44,791,646.25</u>
<b>TOTAL ASSETS</b>	<b><u>70,118,881.88</u></b>
<b>LIABILITIES</b>	
Flex Spending	<u>14,233.81</u>
<b>NET POSITION</b>	
Restricted:	
Debt Service	4,167,666.32
Scholarships	58,191.70
Capital Projects	42,981,580.82
Self-Insurance	1,342,359.22
Unrestricted	<u>21,554,850.01</u>
<b>TOTAL NET POSITION</b>	<b><u>70,104,648.07</u></b>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b><u>\$ 70,118,881.88</u></b>

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

					NET (EXPENSES) REVENUE AND CHANGES IN NET POSITION
FUNCTIONS / PROGRAMS	EXPENSES	PROGRAM REVENUES			GOVERNMENTAL ACTIVITIES
		CHARGES FOR SERVICES	OPERATING GRANTS, CONTRIBUTIONS AND DEBT PROCEEDS	CAPITAL GRANTS AND CONTRIBUTIONS	
GOVERNMENTAL ACTIVITIES					
Instruction	\$ 71,128,166.51	\$ 151,327.22	\$ 11,408,033.82	\$ -	\$ (59,568,805.47)
Attendance	94,357.92	-	-	-	(94,357.92)
Guidance	2,261,584.70	-	-	-	(2,261,584.70)
Health, Psych Speech and Audio	4,071,270.00	-	-	-	(4,071,270.00)
Improvement of Instruction	1,121,980.22	-	-	-	(1,121,980.22)
Professional Development	299,517.97	-	-	-	(299,517.97)
Media Services (Library)	4,543,571.31	-	-	-	(4,543,571.31)
Board of Education Services	236,479.23	-	-	-	(236,479.23)
Executive Administration	3,265,164.08	-	-	-	(3,265,164.08)
Building Level Administration	7,205,725.14	-	-	-	(7,205,725.14)
Business Central Service	975,098.90	-	-	-	(975,098.90)
Operation of Plant	9,006,082.54	-	-	-	(9,006,082.54)
Security Services	317,484.48	-	-	-	(317,484.48)
Pupil Transportation	4,150,649.41	-	1,026,344.00	-	(3,124,305.41)
Food Services	2,864,409.45	90,436.79	2,453,128.18	-	(320,844.48)
Printing, Publishing and Duplicating Services	1,458.95	-	-	-	(1,458.95)
Central Office Support Services	299,399.48	-	-	-	(299,399.48)
Other Supporting Services	-	-	-	-	-
Student Activities	1,398,179.63	2,845,664.91	-	-	1,447,485.28
Community Services	898,008.78	1,129,138.80	-	-	231,130.02
Early Childhood Programs	137,989.37	-	-	-	(137,989.37)
Early Childhood Instruction	521,703.19	156,786.92	-	-	(364,916.27)
Capital Outlay	5,476,449.41	-	40,000,000.00	-	34,523,550.59
Debt Service:					
Principal Retirement	12,714,017.78	-	7,195,000.00	-	(5,519,017.78)
Interest and Fiscal Charges	2,903,151.92	-	4,040,438.00	-	1,137,286.08
TOTAL GOVERNMENTAL ACTIVITIES	\$ 135,891,900.36	\$ 4,373,354.64	\$ 66,122,944.00	\$ -	\$ (65,395,601.72)

**GENERAL REVENUES**

Taxes:

Property Taxes, Levied for General Purposes	36,793,455.39
Property Taxes, Levied for Special Revenue	-
Property Taxes, Levied for Debt Service	4,095,748.95
Property Taxes, Levied for Capital Projects	6,845,736.54
Prop C - Sales Tax	11,741,372.79
Basic Formula	44,934,755.85
Classroom Trust Fund	4,459,609.26
Federal, State and County Aid not Restricted to Specific Purposes	4,045,078.34
Interest and Investment Earnings	520,481.09
Miscellaneous	10,084.65
Sale of Other Property	18,878.42
Sale of Buses	-

**SUBTOTAL, GENERAL REVENUES**

**113,465,201.28**

**CHANGES IN NET POSITION**

**48,069,599.56**

**NET POSITION, BEGINNING OF YEAR**

**22,035,048.51**

**NET POSITION, END OF YEAR**

**\$ 70,104,648.07**

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**BALANCE SHEET - MODIFIED CASH BASIS**  
**ALL GOVERNMENTAL FUNDS**  
**AS OF JUNE 30, 2021**

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>	<u>DEBT SERVICE FUND</u>	<u>CAPITAL PROJECTS FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>ASSETS</b>					
<b>Unrestricted Assets:</b>					
Cash & Cash Equivalents (Note II)	\$ 19,154,344.27	\$ -	\$ -	\$ 2,516,775.83	\$ 21,671,120.10
<b>Restricted Assets:</b>					
Cash & Cash Equivalents (Note II) - Debt Service	-	-	2,299,544.31	-	2,299,544.31
Cash & Cash Equivalents (Note II) - Flex Spending	14,233.81	-	-	-	14,233.81
Investments	113.31	-	1,868,122.01	42,923,389.12	44,791,624.44
<b>TOTAL ASSETS</b>	<u><u>\$ 19,168,691.39</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,167,666.32</u></u>	<u><u>\$ 45,440,164.95</u></u>	<u><u>\$ 68,776,522.66</u></u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Flex Spending	<u>\$ 14,233.81</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,233.81</u>
<b>FUND BALANCES (Note I):</b>					
Restricted for: Scholarships	58,191.70				58,191.70
Restricted for: Capital Projects				42,923,389.12	42,923,389.12
Restricted for: Debt Service	-	-	4,167,666.32	-	4,167,666.32
<b>Assigned to:</b>					
Capital Projects Fund	-	-	-	2,516,775.83	2,516,775.83
Unassigned	<u>19,096,265.88</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,096,265.88</u>
<b>TOTAL FUND BALANCE</b>	<u>19,154,457.58</u>	<u>-</u>	<u>4,167,666.32</u>	<u>45,440,164.95</u>	<u>68,762,288.85</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$ 19,168,691.39</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,167,666.32</u></u>	<u><u>\$ 45,440,164.95</u></u>	<u><u>\$ 68,776,522.66</u></u>

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**MODIFIED CASH BASIS - ALL GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<u>GENERAL FUND</u>	<u>SPECIAL REVENUE FUND</u>	<u>DEBT SERVICE FUND</u>	<u>CAPITAL PROJECTS FUND</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>REVENUES</b>					
Local Sources	\$ 47,498,133.19	\$ 5,870,883.86	\$ 4,138,750.70	\$ 6,931,307.15	\$ 64,439,074.90
County Sources	2,643,656.88	103,811.30	349,462.02	178,561.04	3,275,491.24
State Sources	10,687,719.77	43,735,479.76	-	-	54,423,199.53
Federal Sources	5,518,649.14	4,897,267.55	-	-	10,415,916.69
<b>TOTAL REVENUES</b>	<b>66,348,158.98</b>	<b>54,607,442.47</b>	<b>4,488,212.72</b>	<b>7,109,868.19</b>	<b>132,553,682.36</b>
<b>EXPENDITURES</b>					
Current:					
Regular Instruction	9,714,874.32	62,954,357.05	-	54,595.83	72,723,827.20
Attendance	94,614.85	-	-	-	94,614.85
Guidance	272,178.20	1,995,564.54	-	-	2,267,742.74
Health, Psych Speech & Audio	1,676,283.71	2,406,071.90	-	-	4,082,355.61
Improvement of Instruction	834,744.61	290,290.64	-	-	1,125,035.25
Professional Development	114,754.23	185,579.29	-	-	300,333.52
Media Services	2,489,071.82	1,565,091.43	-	501,779.69	4,555,942.94
Board of Education Services	237,123.14	-	-	-	237,123.14
Executive Administration	2,503,958.80	718,675.95	-	51,420.00	3,274,054.75
Building Level Administration	1,455,555.49	5,769,790.03	-	-	7,225,345.52
Business Centr	977,753.98	-	-	-	977,753.98
Operation of Plant	9,019,865.92	-	-	11,606.00	9,031,471.92
Security Services	315,668.06	-	-	2,680.89	318,348.95
Pupil Transportation	4,161,951.16	-	-	-	4,161,951.16
Food Service	2,872,208.91	-	-	-	2,872,208.91
Printing, Publishing and Duplicating Services	1,462.92	-	-	-	1,462.92
Adult Basic Education	380.10	-	-	-	380.10
Community Services	883,222.89	16,853.91	-	-	900,076.80
Early Childhood Programs	109,334.62	29,030.48	-	-	138,365.10
Early Childhood Instruction	355,989.79	167,133.94	-	-	523,123.73
Non-Instruction Staff Training	5,448.99	294,765.72	-	-	300,214.71
Capital Outlay	-	-	-	5,491,361.16	5,491,361.16
Debt Service:					
Principal	-	-	10,250,000.00	2,464,017.78	12,714,017.78
Interest and Charges	-	-	1,823,637.50	1,079,514.42	2,903,151.92
<b>TOTAL SUPPORT SERVICES</b>	<b>38,096,446.51</b>	<b>76,393,204.88</b>	<b>12,073,637.50</b>	<b>9,656,975.77</b>	<b>136,220,264.66</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>28,251,712.47</b>	<b>(21,785,762.41)</b>	<b>(7,585,424.78)</b>	<b>(2,547,107.58)</b>	<b>(3,666,582.30)</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers	(24,585,762.41)	21,785,762.41	-	2,800,000.00	-
Tuition from Other Districts	5,389.02	-	-	-	5,389.02
Contracted Educational Services	145,938.20	-	-	-	145,938.20
Net Insurance Recovery	1,800.00	-	-	-	1,800.00
Premium on Sale of Bonds	-	-	-	4,040,438.00	4,040,438.00
Sale of Bonds	-	-	-	40,000,000.00	40,000,000.00
Refunding Bonds	-	-	7,195,000.00	-	7,195,000.00
Sales of Other Property	1,503.50	-	-	17,374.92	18,878.42
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(24,431,131.69)</b>	<b>21,785,762.41</b>	<b>7,195,000.00</b>	<b>46,857,812.92</b>	<b>51,407,443.64</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>3,820,580.78</b>	<b>-</b>	<b>(390,424.78)</b>	<b>44,310,705.34</b>	<b>47,740,861.34</b>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<b>15,333,876.80</b>	<b>-</b>	<b>4,558,091.10</b>	<b>1,129,459.61</b>	<b>21,021,427.51</b>
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 19,154,457.58</b>	<b>\$ -</b>	<b>\$ 4,167,666.32</b>	<b>\$ 45,440,164.95</b>	<b>\$ 68,762,288.85</b>

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET WITH THE**  
**GOVERNMENT-WIDE STATEMENT OF NET POSITION - MODIFIED CASH BASIS**  
**AS OF JUNE 30, 2021**

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

<b>TOTAL FUND BALANCE - GOVERNMENTAL FUNDS</b>	<b>\$ 68,762,288.85</b>
Internal service fund net position	<u>1,342,359.22</u>
<b>TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 70,104,648.07</u></b>

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**WITH THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES - MODIFIED CASH BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

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<b>TOTAL NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS</b>	<b>\$ 47,740,861.34</b>
Internal service fund change in net position	<u>328,738.22</u>
<b>CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 48,069,599.56</u></b>

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**STATEMENT OF NET POSITION**  
**MODIFIED CASH BASIS - PROPRIETARY FUND**  
**AS OF JUNE 30, 2021**

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**ASSETS**

Unrestricted:		
Cash and Cash Equivalents	\$	-
Restricted:		
Cash and Cash Equivalents		1,342,337.41
Investments		21.81
<b>TOTAL ASSETS</b>		<u>1,342,359.22</u>

**LIABILITIES**

Accounts Payable and Accrued Liabilities		-
<b>TOTAL LIABILITIES</b>		<u>-</u>

**NET POSITION**

Restricted for Future Claims		1,342,359.22
Unrestricted		-
		<u>\$ 1,342,359.22</u>

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

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET**  
**POSITION - MODIFIED CASH BASIS - PROPRIETARY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

**OPERATING REVENUES**

Self-Insurance Premiums	\$ 12,492,349.70
<b>TOTAL OPERATING REVENUES</b>	<b>12,492,349.70</b>

**OPERATING EXPENSES**

Medical & Prescription Claims	10,604,303.23
Administration Fees	1,559,682.17
<b>TOTAL OPERATING EXPENSES</b>	<b>12,163,985.40</b>

<b>OPERATING INCOME (LOSS)</b>	<b>328,364.30</b>
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**NON-OPERATING REVENUES (EXPENSES)**

Interest Income	373.92
Transfers	-
<b>TOTAL NON-OPERATING REVENUES</b>	<b>373.92</b>

<b>INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS</b>	<b>328,738.22</b>
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<b>CHANGE IN NET POSITION</b>	<b>328,738.22</b>
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<b>TOTAL NET POSITION -BEGINNING OF YEAR</b>	<b>1,013,621.00</b>
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<b>TOTAL NET POSITION - END OF YEAR</b>	<b>\$ 1,342,359.22</b>
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The notes to the financial statements are an integral part of this statement.



**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**STATEMENT OF CASH FLOWS**  
**MODIFIED CASH BASIS - PROPRIETARY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Cash Received from User Charges	\$ 12,492,349.70
Cash Payments for Insurance Claims and Fees	<u>(12,163,985.40)</u>

<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>328,364.30</u>
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**CASH FLOWS FROM INVESTING ACTIVITIES**

Interest Income	<u>373.92</u>
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<b>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</b>	<u>373.92</u>
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**CASH FLOWS FROM FINANCING ACTIVITIES**

Transfers	<u>-</u>
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<b>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</b>	<u>-</u>
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<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	328,738.22
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<b>CASH AND CASH EQUIVALENTS - JULY 1, 2020</b>	<u>1,013,621.00</u>
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<b>CASH AND CASH EQUIVALENTS AND INVESTMENTS - JUNE 30, 2021</b>	<u><u>\$ 1,342,359.22</u></u>
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**RECONCILIATION OF OPERATING INCOME (LOSS)**

**TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES**

Operating Income (Loss)	<u>328,364.30</u>
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<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u><u>\$ 328,364.30</u></u>
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The notes to the financial statements are an integral part of this statement.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Consolidated School District No. 6 ("District") was established 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 Consolidated School District No.6 have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting (OCBOA) other than generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. This modified cash basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Reporting Entity

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. A decision whether to include a potential component unit in the reporting entity would be 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, the District has determined that no other outside agency meets the above criteria, and therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity that would exercise such oversight, which would result in the District being considered a component unit of the entity.

Basis of Presentation

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements that provide a more detailed level of financial information.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the District, the primary government, as a whole. These statements distinguish between activities that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus and modified cash basis of accounting. This is the same approach used in the preparation of proprietary fund financial statements, but it differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues of the District and for each program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore, are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

Fund financial statements report detailed information about the District. The District segregates transactions related to certain functions or activities into separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the District at this more detailed level. The focus of governmental financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The District believes that all the funds presented are important to the users of its financial statements, therefore it considers the Incidental Fund, Special Revenue Fund, Debt Service Fund, and Capital Projects Fund all to be major.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet which generally includes only current assets and current liabilities, and a statement of revenues, expenditures, and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are summarized by providing a separate set of self-balancing accounts which include its assets, liabilities, and fund balances arising from revenues and expenditures. The measurement focus is upon determination of changes in the financial position rather than upon net income determination. The District uses the following funds:

*General Fund:* This fund is the general operating fund of the District, and accounts for expenditures for non-certified employees, pupil transportation costs, operation of plant, fringe benefits, student body activities, community services, the food service program, and any expenditure not required or permitted to be accounted for in other funds.

*Special Revenue (Teachers') Fund:* A special revenue fund is required to be established by state law which accounts for expenditures for certified employees involved in instruction and administration, and includes revenues restricted by the state and local tax levy allocations for the payment of teacher salaries and certain benefits.

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

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

Proprietary Funds

Proprietary funds include enterprise and internal service funds. Enterprise funds account for ongoing organizations and activities, which are similar to those often found in the private sector. The measurement focus is upon the determination of change in net position. Internal service funds are established to account for services furnished by a department of the District to other departments on a cost reimbursement basis. The District's proprietary fund includes the activity of the District's self-insured medical benefits account.

Proprietary funds distinguish between operating revenues and expenses from nonoperating items. Operating revenues and expenses normally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service fund are District and employee contributions. Operating services of this internal service fund include benefit payments, insurance premiums and administrative costs. Investment income is reported as nonoperating revenue.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Cash Equivalents

The District considers all liquid investments with original maturities of three months or less to be cash equivalents.

Basis of Accounting

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board. This basis of accounting involves modifications to the cash basis of accounting to report in the statement of net position or balance sheet cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transactions or event occurred. Such reported balances include investments, short-term liabilities, arising from cash transactions or events.

This modified cash basis of accounting differs from GAAP primarily because certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected, and other accrued revenue and receivables) and certain liabilities and their related expense or expenditures (such as accounts payable and expenses for goods for services received but not yet paid, and other accrued expenses and liabilities) are not recorded in these financial statements.

In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event (such as donated assets and postemployment benefit obligations) are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

If the District utilized the basis of accounting recognized as generally accepted in the United States, the fund financial statements for governmental funds would use the modified accrual basis of accounting, and the fund financial statements for proprietary fund types (if any) would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

Revenues-Exchange and Non-Exchange Transactions

Revenues resulting from exchange transactions, in which each party receives essentially equal value, are recorded on the modified cash basis when the District receives the revenue.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenues-Exchange and Non-Exchange Transactions (concluded)

Non-exchange transactions, in which the District receives value without directly giving value in return, include property taxes, grants, entitlements and donations. On a modified cash basis, revenue from property taxes is recognized in the fiscal year for which the taxes are collected. Revenue from grants, entitlements and donations is recognized in the fiscal year in which the funds are received and eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

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 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 7 participants paying premiums of approximately \$39,000 in the program as of June 30, 2021.

The District also has a policy that allows retirees to remain in the insurance program of the District. The premium is paid in full by the insured. During the year ended June 30, 2021, 179 retiree's participated on the health insurance plan, 486 on the dental insurance plans and paid premiums totaling approximately \$1,950,000.

Inventories

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

Self-Insured Medical Benefits

The District is under a self-insured plan to provide medical benefits to participating employees and their families. The participating employees contribute to the self-insurance fund through payroll deductions based on their coverage election. The District's maximum liability for each employee and in the aggregate for a one-year period is limited by insurance coverage. Transactions for the self-funded insurance are recorded in the Internal Service Fund.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Flex Spending Arrangement

The District has established a flexible spending arrangement, which is a benefit that provides employees with coverage under which specified, incurred expenses may be reimbursed (subject to reimbursement maximums and other reasonable conditions). This arrangement allows participating employees to make pre-tax contributions to the flexible spending arrangement accounts for reimbursements of health and/or dependent care expenses.

The employee does run the risk of forfeiture of any unused contribution by the end of the maximum time period allowed under the plan. A third party administers the reimbursement for the District. The District merely acts as an agent, withholding the funds and reimbursing approved health and/or dependent care expenses.

Salaries

The District's scheduled salary payment for the 2020-21 school year involves paying salaries over a 12-month period. Consequently, the July and August 2021 payroll checks are included in the accompanying financial statements as an expenditure paid in the month of June. This practice has been consistently followed in previous years.

Compensated Absences

Vacation time, personal business days, and sick leave are considered as expenditures in the year paid. Amounts that are unpaid and vested in the employee are paid at termination. Total vested and unpaid sick leave at June 30, 2021, amounted to \$4,224,856.44. This estimate has not been subjected to auditing procedures.

Fund Balance Classification

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

Nonspendable Fund Balance consists of funds that cannot be spent due to their form (e.g., inventories and prepaids) or funds that legally or contractually must be remain intact. The District did not have any nonspendable resources as of June 30, 2021.

Restricted Fund Balance consists of funds that are mandated for a specific purpose by external parties, constitutional provisions or enabling legislation. Debt service resources are to be used for future servicing of the District held bonds and are restricted through debt covenants.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

Fund Balance Classification (concluded)

Committed Fund Balance consists of funds that are set aside for a specific purpose by the District's highest level of decision-making authority, which is the Board of Education. Formal action must be taken prior to the end of the fiscal year, such as a vote from the Board of Education. The same formal action must be taken to remove or change the limitations placed on the funds. The District did not have any committed resources as of June 30, 2021.

Assigned Fund Balance consists of funds that are set aside with the intent to be used for a specific purpose by the District's highest level of decision-making authority, which is the Board of Education, or a body or official, like the Superintendent, who has been given the authority to assign funds. Assigned funds cannot cause a deficit in unassigned fund balance. This classification includes the remaining positive fund balance of all governmental funds except for the General Fund.

Unassigned Fund Balance consists of excess funds that have not been classified in the previous four categories. All funds in this category are considered spendable resources. This category also provides the resources necessary to meet unexpected expenditures and revenue shortfalls.

The District would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but it reserves the right to selectively spend Unassigned resources first to defer using these other classified funds.

As of June 30, 2021, fund balance components other than unassigned fund balances consist of the following:

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund	\$ -	\$ 58,191.70	\$ -	\$ -
Special Revenue/ (Teacher) Fund	-	-	-	-
Debt Service Fund	-	4,167,666.32	-	-
Capital Projects Fund	-	42,923,389.12	-	2,516,775.83
Total	<u>\$ -</u>	<u>\$ 47,149,247.14</u>	<u>\$ -</u>	<u>\$ 2,516,775.83</u>

Implementation of New Guidance

During the year ended June 30, 2021, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. As a result of the implementation of the Statement, the District's flex spending assets are now reported in the General Fund. Previously, it had been reported in an Agency Fund.



CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

II. DEPOSITS AND INVESTMENTS

The District is governed by the deposit and investment limitations of state law.

Governmental and Proprietary Funds

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At June 30, 2021, the carrying amount of the District's governmental fund deposits and investments was \$68,776,522.66, and the carrying amount of the District's proprietary fund deposits and investments was \$1,342,359.22. The bank balance was \$78,748,706.49. Deposits were fully insured by depository insurance or secured with collateral held by the financial institution in the District's name.

The carrying values of the deposits held at June 30, 2021, for the governmental and proprietary funds are as follows:

TYPE	MATURITIES	FMV
Deposits:		
Cash and Demand Deposits	N/A	\$ 25,327,235.63
Investments:		
External Investment Pool	Less than 1 year	42,923,535.14
MOHEFA Bond Program (Money Market Mutual Fund)	Less than 1 year	1,868,111.11
Total Deposits and Investments		\$ <u>70,118,881.88</u>

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's investment policy does not include custodial credit risk requirements. The District's deposits were not exposed to custodial credit risk for the year ended June 30, 2021.

Custodial Credit Risk - Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the Collaborative or its agent but not in the government's name. The District has no formal investment policy for custodial credit risk. All investments, evidenced by individual securities, are registered in the name of the District or are of a type not exposed to custodial credit risk.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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II. DEPOSITS AND INVESTMENTS (continued)

Investment Interest Rate Risk

The District minimizes the risk that the market value of securities in the portfolio will fall due to changes in general interest rates by structuring the investments portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity and by investing operating funds primarily in no more than 180 days from purchase date and all other investments shall mature and become payable in no more than five years from purchase date. Maturities of investments held at June 30, 2021 are summarized in the schedule on the previous page.

Investment Credit Risk

Investment credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. To minimize credit risk, the District prequalifies the institutions, brokers/dealers, intermediaries and advisors with which the District will do business and by diversifying the portfolio so that potential losses on individual securities will be minimized. At June 30, 2021, the District's investments were rated as follows:

Description	Financial Institution	Amount	Rating
External Investment Pool	MOSIP	\$ 42,923,535.14	AAAm
MOHEFA Bond Program:			
Money Market Mutual Funds	BOK Financial	\$ 1,868,111.11	AAAm

Concentration of Investment Credit Risk

Concentration of credit risk is required to be disclosed by the District for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments).

As a means of limiting its exposure to losses arising from concentration of investments, the District's investment policy mandates that the portfolio not have a concentration of assets in specific maturity, specific issuer or specific class of securities. At a minimum, diversification standards by security type and issuer are established as: (a) U.S. treasuries and securities having principal and/or interest guaranteed by the U.S. Government, 100%; (b) collateralized time and demand deposits, 100%; (c) U.S. Government agencies and government sponsored enterprises, no more than 60%; (d) collateralized repurchase agreements, no more than 50%; (e) U.S. Government agency callable securities, no more than 30%; (f) commercial paper and bankers' acceptances, no more than 50%. At June 30, 2021, the District did not have any concentrations of credit risk required to be disclosed.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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II. DEPOSITS AND INVESTMENTS (concluded)

SUMMARY OF CARRYING VALUES

Included in the following fund financial statement captions:

Balance Sheet - Governmental Funds

Cash and Cash Equivalents	\$ 21,671,120.10
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Restricted:

Cash and Equivalents-Debt Service	2,299,544.31
Cash and Equivalents-Flex Spending	14,233.81
Investments	44,791,624.44
	<u>\$ 68,776,522.66</u>

Statement of Net Position - Proprietary Fund

Restricted:

Cash and Equivalents	\$ 1,342,337.41
Investments	21.81
	<u>\$ 1,342,359.22</u>

III. 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. All unpaid taxes become delinquent January 1, of the following year. The county collects the property taxes and remits them to the District on a monthly basis.

The District also receives sales tax collected by the State, and it is remitted based on prior year weighted average daily attendance.

The assessed valuation of the tangible taxable property (excluding state assessed railroad and utilities) for the calendar year 2020, for purposes of local taxation, was:

Real Estate:

Residential	\$ 670,833,400
Agricultural	649,700
Commercial	150,927,672
Personal Property	213,398,028
TOTAL	<u>\$ 1,035,808,800</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

III. TAXES (concluded)

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

	UNADJUSTED	ADJUSTED
General Fund	\$ 3.4970	\$ 3.4970
Special Revenue Fund	0.0000	0.0000
Debt Service Fund	0.3901	0.3901
Capital Projects Fund	0.6200	0.6200
<b>TOTAL</b>	<b>\$ 4.5071</b>	<b>4.5071</b>

The receipts of current and delinquent property taxes during the fiscal year ended June 30, 2021, aggregated approximately 102% of the current assessment computed on the basis of the levy as shown above.

IV. CHANGES IN LONG-TERM DEBT

The following is a summary of changes in long-term debt for the year ended June 30, 2021:

	Obligation Bonds	Capital Leases	DNR Energy Loan	Total
Long-Term Debt - July 1, 2020	\$ 25,369,963.40	\$ 17,966,191.81	\$ 61,085.14	\$ 43,397,240.35
Add-Issued	47,195,000.00	-	-	47,195,000.00
Less-Payments/Refunding	(10,250,000.00)	(2,446,699.34)	(17,318.44)	(12,714,017.78)
Long-Term Debt - June 30, 2021	<u>\$ 62,314,963.40</u>	<u>\$ 15,519,492.47</u>	<u>\$ 43,766.70</u>	<u>\$ 77,878,222.57</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

IV. CHANGES IN LONG-TERM DEBT (continued)

Bonds payable at June 30, 2021, consist of:

\$9,749,963.40 Original Principal Consolidated School District No. 6 General Obligation Refunding Bonds Series 2017A due in varying annual principal installments ranging from \$100,000 to \$1,720,000 beginning September 1, 2018, through March 1, 2032; interest rate is variable from 2.00% to 4.00%	\$ 9,449,963.40
\$4,925,000 Original Principal Consolidated School District No.6 General Obligation Refunding Bonds Series 2017 due in varying annual principal installments ranging from \$1,200,000 to \$1,300,000 beginning September 1, 2018, through March 1, 2025; interest rate is 4.00%	3,750,000.00
\$4,820,000 Original Principal Consolidated School District No. 6 General Obligation Refunding Bonds Series 2013A due in varying annual principal installments ranging from \$200,000 to \$3,220,000 beginning March 1, 2013, through March 1, 2022; interest rate is 2.00%	1,920,000.00
\$8,750,000 Original Principal Consolidated School District No. 6 General Obligation Bonds Series 2013B due in varying annual principal installments ranging from \$875,000 to \$1,300,000 beginning September 1, 2013, through March 1, 2033; interest rate is variable from 4.00% to 5.00%	-
\$40,000,000 Original Principal Consolidated School District No. 6 General Obligation Bonds Series 2021A due in varying annual principal installments ranging from \$900,000 to \$4,050,000 beginning September 1, 2021, through March 1, 2041; interest rate is variable from 1.50% to 4.00%	40,000,000.00
\$7,195,000 Original Principal Consolidated School District No. 6 General Obligation Bonds Series 2021B due in varying annual principal installments ranging from \$535,000 to \$1,850,000 beginning September 1, 2021, through March 1, 2027; interest rate is variable from 0.30% to 1.45%	7,195,000.00
	<u>\$ 62,314,963.40</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

IV. CHANGES IN LONG-TERM DEBT (continued)

The annual requirements to amortize all bonds outstanding as of June 30, 2021, including interest payments are as follows:

FISCAL YEAR ENDING JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2022	\$ 2,555,000.00	\$ 1,578,775.83	\$ 4,133,775.83
2023	2,625,000.00	1,768,972.50	4,393,972.50
2024	2,745,000.00	1,713,010.00	4,458,010.00
2025	2,830,000.00	1,651,942.50	4,481,942.50
2026	2,014,963.40	2,504,151.60	4,519,115.00
2027-2031	13,975,000.00	6,889,115.00	20,864,115.00
2032-2036	16,470,000.00	4,378,250.00	20,848,250.00
2037-2041	19,100,000.00	1,752,750.00	20,852,750.00
TOTAL	<u>\$ 62,314,963.40</u>	<u>\$ 22,236,967.43</u>	<u>\$ 84,551,930.83</u>

Article VI, Section 26(b), Constitution of Missouri, limits the outstanding amount of authorized general obligation bonds of a District to 15% of the assessed valuation of the district (including state-assessed railroad and utilities). The District did not exceed the available bonding capacity at June 30, 2021.

CAPITAL LEASES

The District entered into a capital lease on October 20, 2017, for computers with Midwest Regional Bank for \$551,377.20. The terms of the lease agreement include an interest rate of 2.90% with 10 payments of \$119,390.32, ending October 20, 2022. The total lease expense for the year ended June 30, 2021, was \$119,390.32.

Certificates of Participation

\$6,310,000 Original Principal Consolidated School District No. 6 Certificates of Participation Series 2014 – Due in varying annual principal installments through 2025, ranging from \$340,000.00 to \$1,490,000.00; interest rate is variable ranging from 2.00% to 3.60%.

\$22,145,000 Original Principal Consolidated School District No. 6 Certificates of Participation Series 2015 – Due in varying annual principal installments through 2028, ranging from \$120,000.00 to \$2,140,000.00; interest rate is variable ranging from 2.00% to 5.00%.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

IV. CHANGES IN LONG-TERM DEBT (concluded)

The following is a summary of the future minimum lease payments required under these capital leases and the present value of the net minimum lease payments at June 30, 2021:

FISCAL YEAR ENDING JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2022	\$ 2,245,113.56	\$ 589,918.02	\$ 2,835,031.58
2023	2,284,378.91	487,893.48	2,772,272.39
2024	2,335,000.00	383,213.76	2,718,213.76
2025	2,430,000.00	273,503.76	2,703,503.76
2026	2,010,000.00	194,693.76	2,204,693.76
2027-2028	4,215,000.00	203,943.76	4,418,943.76
TOTAL	<u>\$ 15,519,492.47</u>	<u>\$ 2,133,166.54</u>	<u>\$ 17,652,659.01</u>

ENERGY/OTHER FINANCING

The District entered into a \$165,185.50 loan with a 2.5% interest rate and 1.0% loan origination fee, effective March 19, 2013, with the Missouri Department of Natural Resources (MDNR). Repayment of the loan begins February 1, 2014, with a final payment ending August 1, 2023.

The annual requirements to amortize MDNR loans outstanding as of June 30, 2021, including interest payments are as follows:

FISCAL YEAR ENDING JUNE 30,	PRINCIPAL	INTEREST	TOTAL
2022	\$ 17,754.11	\$ 983.89	\$ 18,738.00
2023	18,200.73	537.27	18,738.00
2024	7,811.86	97.65	7,909.51
TOTAL	<u>\$ 43,766.70</u>	<u>\$ 1,618.81</u>	<u>\$ 45,385.51</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN

Financial reporting information pertaining to the District's participation in the Public School Retirement System of Missouri and the Public Education Employee Retirement System of Missouri (PSRS and PEERS, also referred to as the Systems) is prepared in accordance with Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended.

The fiduciary net position, as well as additions to and deductions from the fiduciary net position, of PSRS and PEERS have been determined on the same basis as they are reported by the Systems. The financial statements were prepared using the accrual basis of accounting. Member and employer contributions are recognized when due, pursuant to formal commitments and statutory requirements. Benefits and refunds of employee contributions are recognized when due and payable in accordance with the statutes governing the Systems. Expenses are recognized when the liability is incurred, regardless of when payment is made. Investments are reported at fair value. The fiduciary net position is reflected in the measurement of the District's net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense. A Comprehensive Annual Financial Report ("CAFR") can be obtained at [www.psrs-peers.org](http://www.psrs-peers.org).

**General Information about the Pension Plan - PSRS**

*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.



CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**General Information about the Pension Plan – PSRS (concluded)**

*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 5 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.

*Contributions.* PSRS members were required to contribute 14.5% of their annual covered salary during fiscal years 2019, 2020 and 2021. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 1% of pay.

The District's contributions to PSRS were \$9,391,240.21 for the year ended June 30, 2021.

**General Information about the Pension Plan - PEERS**

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

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**General Information about the Pension Plan – PEERS (concluded)**

*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 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.

Summary Plan Descriptions detailing the provisions of the plans can be found on the Systems’ website at [www.psrs-peers.org](http://www.psrs-peers.org).

*Contributions.* PEERS members were required to contribute 6.86% of their annual covered salary during fiscal years 2019, 2020 and 2021. Employers were required to match the contributions made by employees. The contribution rate is set each year by the PSRS Board of Trustees upon the recommendation of the independent actuary within the contribution restrictions set in Section 169.030 RSMo. The annual statutory increase in the total contribution rate may not exceed 0.5% of pay.

The District's contributions to PEERS were \$1,166,232.78 for the year ended June 30, 2021.

**General information about the Pension Plan – PSRS and PEERS**

*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 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 preceding the January 1 at which the 2% cost-of-living increase is granted.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**General information about the Pension Plan – PSRS and PEERS (concluded)**

-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.

**Pension Liabilities and Pension Expense – PSRS**

At June 30, 2021, the District has a liability of \$114,482,851 for its proportionate share of the net pension liability. The net pension liability for the plan in total was measured as of June 30, 2020, and determined by an actuarial valuation as of that date. The District's proportionate share of the total net pension liability was based on the ratio of its actual contributions of \$9,280,694 paid to PSRS for the year ended June 30, 2020, relative to the total contributions of \$723,970,206 from all participating employers. At June 30, 2020, the District's proportionate share was 1.2819%.

**Pension Liabilities and Pension Expense - PEERS**

At June 30, 2021, the District has a liability of \$9,322,203 for its proportionate share of the net pension liability. The net pension liability for the plan in total was measured as of June 30, 2020 and determined by an actuarial valuation as of that date. The District's proportionate share of the total net pension liability was based on the ratio of its actual contributions of \$1,185,699 paid to PEERS for the year ended June 30, 2020, relative to the total contributions of \$123,440,288 from all participating employers. At June 30, 2020, the District's proportionate share was 0.9605%.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**Actuarial Assumptions – PSRS and PEERS**

Actuarial valuations of the Systems involve assumptions about probability of occurrence of events far into the future in order to estimate the reported amounts. Examples include assumptions about future employment, salary increases, and mortality. Amounts determined regarding the net pension liability are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Board of Trustees adopts actuarial assumptions, each of which individually represents a reasonable long-term estimate of anticipated experience for the Systems, derived from experience studies conducted every fifth year and from Board policies concerning investments and COLAs. The most recent comprehensive experience studies were completed in June 2016. All economic and demographic assumptions were reviewed and updated, where appropriate, based on the results of the studies and effective with the June 30, 2016, valuation. For the June 30, 2017, valuations, the investment rate of return was reduced from 7.75% to 7.6% and the assumption for the annual cost-of-living adjustments was updated in accordance with the funding policies amended by the Board of Trustees at their November 2017 meeting. For the June 30, 2018, valuation, the investment rate of return assumption was further reduced from 7.60% to 7.50%. No additional assumption changes have occurred. Significant actuarial assumptions and methods are detailed below. For additional information, please refer to the Systems' Comprehensive Annual Financial Report (CAFR). The next experience studies are scheduled for 2021.

Significant actuarial assumptions and other inputs used to measure the total pension liability:

- Measurement Date	June 30, 2020
- Valuation Date	June 30, 2020
- Expected Return on Investments	7.50%, net of investment expenses and including 2.25% inflation
- Inflation	2.25%
- Total Payroll Growth	PSRS: 2.75% per annum, consisting of 2.25% inflation, 0.25% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.25% of real wage growth due to productivity.  PEERS: 3.25% per annum, consisting of 2.25% inflation, 0.50% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.50% of real wage growth due to productivity.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**Actuarial Assumptions – PSRS and PEERS (Continued)**

- Future Salary Increases      PSRS: 3.00% - 9.50%, depending on service and including 2.25% inflation, 0.25% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.25% of real wage growth due to productivity and real wage growth for promotion and seniority of 0.25% to 6.75%.

PEERS: 4.00% – 11.00%, depending on service and including 2.25% inflation, 0.50% real wage growth due to the inclusion of active health care costs in pensionable earnings, and 0.50% of real wage growth due to productivity and real wage growth for promotion and seniority of 0.75% to 7.75%.

- Cost-of-Living Increases      PSRS & PEERS: The annual COLA assumed in the valuation increases from 1.30% to 1.65% over six years, beginning January 1, 2022. The COLA reflected for January 1, 2021, is 2.00% in accordance with the actual COLA approved by the Board. This COLA assumption reflects an assumption that general inflation will increase from 1.95% to a normative inflation assumption of 2.25% over six years. It is also based on the current policy of the Board to grant a COLA on each January 1 as follows:

If the June to June change in the 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 preceding 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.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**Actuarial Assumptions – PSRS and PEERS (Continued)**

- Cost-of-Living Increases (Concluded) The COLA applies to service retirements and beneficiary annuities. The COLA does not apply to the benefits for in-service death payable to spouses (where the spouse is over age 60), and does not apply to the spouse with children pre-retirement death benefit, the dependent children pre-retirement death benefit, or the dependent parent death benefit. The total lifetime COLA cannot exceed 80% of the original benefit. PSRS members receive a COLA on the second January after retirement, while PEERS members receive a COLA on the fourth January after retirement.

- Mortality Assumption

Actives: PSRS: RP 2006 White Collar Employee Mortality Table, multiplied by an adjustment factor of 0.75 at all ages for both males and females, with static projection using the 2014 SSA Improvement Scale to 2028.

PEERS: RP 2006 Total Dataset Employee Mortality Table, multiplied by an adjustment factor of 0.75 at all ages for both males and females, with static projection using the 2014 SSA Improvement Scale to 2028.

Non-Disabled Retirees,  
Beneficiaries and Survivors:

PSRS: RP 2006 White Collar Mortality Tables with plan-specific experience adjustments and static projection to 2028 using the 2014 SSA Improvement Scale.

PEERS: RP 2006 Total Dataset Mortality Tables with plan-specific experience adjustments and static projection to 2028 using the 2014 SSA Improvement Scale.

Disabled Retirees:

PSRS & PEERS: RP 2006 Disabled Retiree Mortality Tables with static projection to 2028 using the 2014 SSA Improvement Scale.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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V. RETIREMENT PLAN (continued)

**Actuarial Assumptions – PSRS and PEERS (Concluded)**

**Changes in Actuarial Assumptions and Methods**

PSRS & PEERS: There have been no assumption changes since the June 30, 2018, valuations.

Fiduciary Net Position                      The Systems issue a publicly available financial report (CAFR) that can be obtained at [www.psrs-peers.org](http://www.psrs-peers.org).

**Expected Rate of Return**

The long-term expected rate of return on investments was determined in accordance with Actuarial Standard of Practice (ASOP) No. 27, *Selection of Economic Assumptions for Measuring Pension Obligations*. ASOP No. 27 provides guidance on the selection of an appropriate assumed rate of return. The long-term expected rate of return on the Systems' investments was determined using a building-block method in which best-estimate ranges of expected future real rates of returns (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Systems' target allocation as of June 30, 2020 are summarized below:

Asset Class	Target Asset Allocation	Long-term Expected Real Return Arithmetic Basis
U.S. Public Equity	23.0%	4.81%
Public Credit	0.0%	0.80%
Hedged Assets	6.0%	2.39%
Non-U.S. Public Equity	16.0%	6.88%
U.S. Treasuries	20.0%	-0.02%
U.S. TIPS	0.0%	0.29%
Private Credit	8.0%	5.61%
Private Equity	16.0%	10.90%
Private Real Estate	11.0%	7.47%
Total	100.0%	

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

V. RETIREMENT PLAN (continued)

**Discount Rate**

The long-term expected rate of return used to measure the total pension liability was 7.5% as of June, 30, 2020, and is consistent with the long-term expected geometric return on plan investments. The actuarial assumed rate of return was 8.0% from 1980 through fiscal year 2016. The Board of Trustees adopted a new actuarial assumed rate of return of 7.75% effective with the June 30, 2016, valuation based on the actuarial experience studies and asset-liability study conducted during the 2016 fiscal year. As previously discussed, the Board of Trustees further reduced the assumed rate of return to 7.6% effective with the June 30, 2017, valuation, and to 7.5% effective with the June 30, 2018, valuation. The projection of cash flows used to determine the discount rate assumed that employer contributions would be made at the actuarially calculated rate computed in accordance with assumptions and methods stated in the funding policy adopted by the Board of Trustees, which requires payment of the normal cost and amortization of the unfunded actuarial accrued liability in level percent of employee payroll installments over 30 years utilizing a closed period, layered approach. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members.

**Discount Rate Sensitivity**

The sensitivity of the District's net pension liabilities to changes in the discount rate is presented below. The District's net pension liabilities calculated using the discount rate of 7.50% is presented as well as the net pension liabilities using a discount rate that is 1.0% lower (6.50%) or 1.0% higher (8.50%) than the current rate.

Discount Rate	1% Decrease (6.50%)	Current Rate (7.50%)	1% Increase (8.50%)
PSRS Proportionate share of the Net Pension			
Liability / (Asset)	\$194,271,270	\$114,482,851	\$48,128,551
PEERS Proportionate share of the Net Pension			
Liability / (Asset)	\$ 16,428,417	\$ 9,322,203	\$ 3,359,654

**Schedule of Proportionate Share of the Net Pension Liability and Related Ratios - PSRS**

Year Ended	Proportion of the Net Pension Liability (Asset)	Proportionate Share Of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) As a Percentage Of Covered Payroll	Fiduciary Net Position as A Percentage of Total Pension Liability
6/30/14	1.4775%	\$60,615,551	\$65,798,165	92.12%	89.34%
6/30/15	1.3042%	\$75,289,642	\$59,237,521	127.10%	85.78%
6/30/16	1.3120%	\$97,621,313	\$60,843,472	160.45%	82.18%
6/30/17	1.3180%	\$95,179,702	\$62,510,077	152.26%	83.77%
6/30/18	1.3453%	\$100,123,367	\$64,973,143	154.10%	84.06%
6/30/19	1.3224%	\$97,594,051	\$65,160,989	149.77%	84.62%
6/30/20	1.2819%	\$114,482,851	\$64,192,709	178.34%	82.01%



CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

V. RETIREMENT PLAN (concluded)

**Schedule of Proportionate Share of the Net Pension Liability and Related Ratios - PEERS**

Year Ended	Proportion of the Net Pension Liability (Asset)	Proportionate Share Of the Net Pension Liability (Asset)	Actual Covered Member Payroll	Net Pension Liability (Asset) As a Percentage Of Covered Payroll	Fiduciary Net Position as A Percentage of Total Pension Liability
6/30/14	1.2465%	\$4,551,794	\$18,176,558	25.04%	91.33%
6/30/15	1.0696%	\$5,657,180	\$16,037,706	35.27%	88.28%
6/30/16	1.0387%	\$8,333,857	\$16,039,621	51.96%	83.32%
6/30/17	1.0128%	\$7,727,166	\$16,276,479	47.47%	85.35%
6/30/18	1.0291%	\$7,951,983	\$17,122,810	46.44%	86.06%
6/30/19	0.9929%	\$7,853,453	\$17,235,107	45.57%	86.38%
6/30/20	0.9605%	\$9,322,203	\$17,284,244	53.93%	84.06%

Note: These schedules are intended to show information for ten years. Additional years will be displayed as they become available. The data provided in the schedules is based as of the measurement date of the Systems' net pension liability, which is as of the beginning of the District's fiscal year.

**Schedule of Employer Contributions - PSRS**

Year Ended	Statutorily Required Contribution	Actual Employer Contributions	Contribution Excess/ (Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/13	\$9,144,205	\$9,144,205	\$ -	\$63,220,190	14.46%
6/30/14	9,514,261	9,514,261	-	65,798,165	14.46%
6/30/15	8,563,001	8,563,001	-	59,237,521	14.46%
6/30/16	8,788,657	8,788,657	-	60,843,472	14.44%
6/30/17	9,016,495	9,016,495	-	62,510,077	14.42%
6/30/18	9,379,376	9,379,376	-	64,973,143	14.44%
6/30/19	9,412,237	9,412,237	-	65,160,989	14.44%
6/30/20	9,280,694	9,280,694	-	64,192,709	14.46%

**Schedule of Employer Contributions - PEERS**

Year Ended	Statutorily Required Contribution	Actual Employer Contributions	Contribution Excess/ (Deficiency)	Actual Covered Member Payroll	Contributions as a Percentage of Covered Payroll
6/30/13	\$1,246,532	\$1,246,532	\$ -	\$18,171,863	6.86%
6/30/14	1,246,910	1,246,910	-	18,176,558	6.86%
6/30/15	1,100,187	1,100,187	-	16,037,706	6.86%
6/30/16	1,100,316	1,100,316	-	16,039,621	6.86%
6/30/17	1,116,568	1,116,568	-	16,276,479	6.86%
6/30/18	1,174,622	1,174,622	-	17,122,810	6.86%
6/30/19	1,182,327	1,182,327	-	17,235,107	6.86%
6/30/20	1,185,699	1,185,699	-	17,284,244	6.86%

Note: These schedules are intended to show information for ten years. Additional years will be displayed as they become available.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

VI. DEFERRED COMPENSATION PLAN

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all district employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. In accordance with Internal Revenue Code Section 457, the deferred compensation is put in accounts under the participating employee's name. The plans are administered by independent plan administrators through administrative service agreements. The District's administrative involvement is limited to transmitting amounts withheld from payroll to the plan administrator who performs investing functions. The assets will not be diverted to any other purpose. Therefore, the financial activity of these plans is no longer reported in the District's Agency Fund.

VII. EMPLOYEE BENEFIT PLAN

The District offers its employees tax sheltered investment programs created in accordance with Internal Revenue Service Code Section 403(b). The plan is available to all District employees and permits them to accumulate funds through salary deferral on a tax-free basis until such funds are withdrawn from the plan.

VIII. SELF-INSURED AND POST-RETIREMENT MEDICAL BENEFITS

The District generally retains the risks related to its obligations to provide medical benefits to participating employees. These employees contribute to the self-insurance fund through payroll deductions based on their coverage election. However, the District's maximum liability for each employee or in the aggregate for a one-year period is limited by excess insurance coverage.

The District permits its retirees, both classified and certified, to participate in the medical insurance programs offered to current employees, including the District's self-insurance program. Retirees pay 100% of the insurance premiums or applicable contributory amounts in the case of the self-insurance program. The amount of medical benefits paid through the self-insurance program during 2020-2021 for retirees, in excess of their contributions, is not readily determinable.

IX. INTERFUND TRANSFERS

During 2021, transfers were made to the Capital Projects Fund and Special Revenue Fund from the General Fund. The transfer to the Capital Projects Fund consists of \$2,800,000 known as a \$162,326 or 7% x SAT x WADA transfer. A transfer of \$21,781,592.03 was made to the Special Revenue Fund in order to achieve a zero balance in the account.

Fund	Transfers In	Transfers Out
General Fund	\$ -	\$ 24,585,762.41
Special Revenue Fund	21,785,762.41	-
Capital Projects Fund	2,800,000.00	-
	<u>\$ 24,585,762.41</u>	<u>\$ 24,585,762.41</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2021

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X. COMMITMENTS AND 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 terms of the grants and funding. The District is not aware of any noncompliance with 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.

*Litigation* – At this time, the District is involved in pending litigation. No provision has been made in the financial statements for any loss that might arise in the event of an unfavorable outcome of these matters. District management believes that such litigation and claims will ultimately be resolved without material financial liability, if any, to the District.

*COVID-19* - In March of 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a "public health emergency of international concern", which continues to spread throughout the world and has adversely impacted global commercial activity and contributed to significant declines and volatility in financial markets. The outbreak could have a continued material adverse impact on economic and market conditions and trigger a period of global economic slowdown. The rapid development and fluidity of the situation precludes any prediction as to the ultimate material adverse impact on the District's future financial operating performance and financial condition. The extent of the impact of COVID-19 on the District's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on the District's students, employees and vendors all of which are uncertain and cannot be determined at this time.

*Construction Contracts* - As of June 30, 2021, the District has construction commitments of approximately \$4,100,000 related to HVAC, lighting and roofing projects of which approximately \$21,000 has been expended.

XI. TAX ABATEMENTS

The City of Arnold authorized the following tax abatement through Chapter 100 bonds during December 2012 and December 2015, in the amounts of \$88,000,000 and \$150,000,000 for the purpose of supporting the local industry which is Metal Container Corporation a subsidiary of A-B InBev. This abatement was to provide financing to support two expansions of the can plant operated by Metal Container Corporation. As the assessment of the value of this abatement is not within the scope of the Jefferson County Assessor's office, it is undetermined the amount which is abated through this issuance.

XII. SUBSEQUENT EVENTS

In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through December 17, 2021, the date the financial statements were available to be issued.

Subsequent to June 30, 2021, the Board of Education has approved approximately \$13,700,000 of construction contracts and approved the purchase of 1,900 chromebooks at a cost of approximately \$455,000.

## **SUPPLEMENTARY INFORMATION**

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS			VARIANCES OVER (UNDER) ACTUAL TO FINAL
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Local Sources	\$ 49,624,963.30	\$ 47,498,133.19	\$ 47,498,133.19	\$ -
County Sources	2,200,000.00	2,643,656.88	2,643,656.88	-
State Sources	7,500,999.00	10,687,719.77	10,687,719.77	-
Federal Sources	3,225,566.00	5,518,649.14	5,518,649.14	-
TOTAL REVENUES	62,551,528.30	66,348,158.98	66,348,158.98	-
EXPENDITURES				
Current:				
Instruction	9,094,094.38	9,714,874.32	9,714,874.32	-
Attendance	176,077.00	94,614.85	94,614.85	-
Guidance	628,865.00	272,178.20	272,178.20	-
Health, Psych Speech & Audio	1,638,714.00	1,676,283.71	1,676,283.71	-
Improvement of Instruction	1,027,709.06	834,744.61	834,744.61	-
Professional Development	299,111.00	114,754.23	114,754.23	-
Media Services	1,220,564.00	2,489,071.82	2,489,071.82	-
Board of Education Services	190,000.00	237,123.14	237,123.14	-
Executive Administration	4,999,019.01	2,503,958.80	2,503,958.80	-
Building Level Administration	-	1,455,555.49	1,455,555.49	-
Business Central Services	1,220,225.00	977,753.98	977,753.98	-
Operation of Plant	9,088,086.51	9,019,865.92	9,019,865.92	-
Security Services	291,660.00	315,668.06	315,668.06	-
Pupil Transportation	4,755,265.56	4,161,951.16	4,161,951.16	-
Food Service	4,208,468.10	2,872,208.91	2,872,208.91	-
Printing, Publishing, and Duplicating Services	20,000.00	1,462.92	1,462.92	-
Central Office Support Serv	-	5,448.99	5,448.99	-
Community Services	1,409,119.96	883,602.99	883,602.99	-
Early Childhood Programs	154,963.00	109,334.62	109,334.62	-
Early Childhood Instruction	451,031.52	355,989.79	355,989.79	-
Debt Service:				
Principal	-	-	-	-
Interest and Charges	-	-	-	-
TOTAL EXPENDITURES	40,872,973.10	38,096,446.51	38,096,446.51	-
REVENUES OVER UNDER EXPENDITURES	21,678,555.20	28,251,712.47	28,251,712.47	-
OTHER FINANCING SOURCES (USES)				
Transfers	(24,186,529.10)	(24,585,762.41)	(24,585,762.41)	-
Tuition from other Districts	-	5,389.02	5,389.02	-
Contracted Educational Services	90,000.00	145,938.20	145,938.20	-
Net Insurance Recovery	-	1,800.00	1,800.00	-
Refunding Bonds	-	-	-	-
Sale of Other Property	-	1,503.50	1,503.50	-
TOTAL OTHER FINANCING SOURCES (USES)	(24,096,529.10)	(24,431,131.69)	(24,431,131.69)	-
NET CHANGE IN FUND BALANCE	(2,417,973.90)	3,820,580.78	3,820,580.78	\$ -
FUND BALANCE, BEGINNING OF YEAR	15,333,876.80	15,333,876.80	15,333,876.80	
FUND BALANCE, END OF YEAR	\$ 12,915,902.90	\$ 19,154,457.58	\$ 19,154,457.58	

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS**  
**SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS			VARIANCES OVER (UNDER) ACTUAL TO FINAL
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Local Sources	\$ 5,894,678.00	\$ 5,870,883.86	\$ 5,870,883.86	\$ -
County Sources	170,000.00	103,811.30	103,811.30	-
State Sources	47,081,968.00	43,735,479.76	43,735,479.76	-
Federal Sources	3,665,688.00	4,897,267.55	4,897,267.55	-
TOTAL REVENUES	56,812,334.00	54,607,442.47	54,607,442.47	-
EXPENDITURES				
Current:				
Instruction	64,373,694.00	62,954,357.05	62,954,357.05	-
Attendance	-	-	-	-
Guidance	1,871,573.00	1,995,564.54	1,995,564.54	-
Health, Psych Speech & Audio	2,616,615.00	2,406,071.90	2,406,071.90	-
Improvement of Instruction	539,103.00	290,290.64	290,290.64	-
Professional Development	145,360.00	185,579.29	185,579.29	-
Media Services	1,563,748.00	1,565,091.43	1,565,091.43	-
Board of Education Services	-	-	-	-
Executive Administration	724,815.00	718,675.95	718,675.95	-
Building Level Administration	-	5,769,790.03	5,769,790.03	-
Business Central Services	299,391.00	-	-	-
Operation of Plant	-	-	-	-
Security Services	-	-	-	-
Pupil Transportation	-	-	-	-
Food Service	-	-	-	-
Printing, Publishing, and Duplicating Services	-	-	-	-
Central Office Services	-	294,765.72	294,765.72	-
Community Services	18,296.00	16,853.91	16,853.91	-
Early Childhood Programs	29,546.00	29,030.48	29,030.48	-
Early Childhood Instruction	173,992.00	167,133.94	167,133.94	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	-	-	-	-
Interest and Charges	-	-	-	-
TOTAL EXPENDITURES	72,356,133.10	76,393,204.88	76,393,204.88	-
REVENUES OVER (UNDER) EXPENDITURES	(15,543,799.10)	(21,785,762.41)	(21,785,762.41)	-
OTHER FINANCING SOURCES (USES)				
Transfers	15,543,799.10	21,785,762.41	21,785,762.41	-
TOTAL OTHER FINANCING SOURCES (USES)	15,543,799.10	21,785,762.41	21,785,762.41	-
NET CHANGE IN FUND BALANCE	-	-	-	\$ -
FUND BALANCE, BEGINNING OF YEAR	-	-	-	
FUND BALANCE, END OF YEAR	\$ -	\$ -	\$ -	

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS**  
**DEBT SERVICE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>BUDGETED AMOUNTS</b>			<b>VARIANCES OVER (UNDER) ACTUAL TO FINAL</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	
<b>REVENUES</b>				
Local Sources	\$ 3,739,305.00	\$ 4,138,750.70	\$ 4,138,750.70	\$ -
County Sources	200,000.00	349,462.02	349,462.02	-
State Sources	-	-	-	-
Federal Sources	-	-	-	-
<b>TOTAL REVENUES</b>	<b>3,939,305.00</b>	<b>4,488,212.72</b>	<b>4,488,212.72</b>	<b>-</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	-	-	-
Attendance	-	-	-	-
Guidance	-	-	-	-
Health, Psych Speech & Audio	-	-	-	-
Improvement of Instruction	-	-	-	-
Professional Development	-	-	-	-
Media Services	-	-	-	-
Board of Education Services	-	-	-	-
Executive Administration	-	-	-	-
Building Level Administration	-	-	-	-
Business Central Services	-	-	-	-
Operation of Plant	-	-	-	-
Security Services	-	-	-	-
Pupil Transportation	-	-	-	-
Food Service	-	-	-	-
Community Services	-	-	-	-
Early Childhood Programs	-	-	-	-
Early Childhood Instruction	-	-	-	-
Central Office Support Serv	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal	1,500,000.00	10,250,000.00	10,250,000.00	-
Interest and Charges	1,019,187.50	1,823,637.50	1,823,637.50	-
<b>TOTAL EXPENDITURES</b>	<b>2,519,187.50</b>	<b>12,073,637.50</b>	<b>12,073,637.50</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>1,420,117.50</b>	<b>(7,585,424.78)</b>	<b>(7,585,424.78)</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	-	-	-	-
Sale of Bonds	-	-	-	-
Refunding Bonds	-	7,195,000.00	7,195,000.00	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>7,195,000.00</b>	<b>7,195,000.00</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>1,420,117.50</b>	<b>(390,424.78)</b>	<b>(390,424.78)</b>	<b>\$ -</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>4,558,091.10</b>	<b>4,558,091.10</b>	<b>4,558,091.10</b>	
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 5,978,208.60</b>	<b>\$ 4,167,666.32</b>	<b>\$ 4,167,666.32</b>	

**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS**  
**CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	BUDGETED AMOUNTS			VARIANCES OVER (UNDER) ACTUAL TO FINAL
	ORIGINAL	FINAL	ACTUAL	
REVENUES				
Local Sources	\$ 6,119,780.00	\$ 6,931,307.15	\$ 6,931,307.15	\$ -
County Sources	300,000.00	178,561.04	178,561.04	-
State Sources	-	-	-	-
Federal Sources	375,000.00	-	-	-
TOTAL REVENUES	6,794,780.00	7,109,868.19	7,109,868.19	-
EXPENDITURES				
Current:				
Instruction	120,900.00	54,595.83	54,595.83	-
Attendance	-	-	-	-
Guidance	-	-	-	-
Health, Psych Speech & Audio	-	-	-	-
Improvement of Instruction	-	-	-	-
Professional Development	-	-	-	-
Media Services	695,000.00	501,779.69	501,779.69	-
Board of Education Services	-	-	-	-
Executive Administration	500,000.00	51,420.00	51,420.00	-
Building Level Administration	-	-	-	-
Business Central Services	-	-	-	-
Operation of Plant	-	11,606.00	11,606.00	-
Security Services	54,500.00	2,680.89	2,680.89	-
Pupil Transportation	150,000.00	-	-	-
Food Service	-	-	-	-
Community Services	-	-	-	-
Early Childhood Programs	-	-	-	-
Early Childhood Instruction	-	-	-	-
Non-Instructional Staff Training	-	-	-	-
Capital Outlay	4,935,000.00	5,491,361.16	5,491,361.16	-
Debt Service:				
Principal	2,464,000.00	2,464,017.78	2,464,017.78	-
Interest and Charges	706,000.00	1,079,514.42	1,079,514.42	-
TOTAL EXPENDITURES	9,625,400.00	9,656,975.77	9,656,975.77	-
REVENUES OVER (UNDER) EXPENDITURES	(2,830,620.00)	(2,547,107.58)	(2,547,107.58)	-
OTHER FINANCING SOURCES (USES)				
Transfers	2,800,000.00	2,800,000.00	2,800,000.00	-
Sale of Bonds	-	40,000,000.00	40,000,000.00	-
Tuition from other Districts	-	-	-	-
Area Voc Fees From Other LEAs	-	-	-	-
Contracted Educational Services	-	-	-	-
Sale of Other Property	-	17,374.92	17,374.92	-
Premium on Sale of Bonds	-	4,040,438.00	4,040,438.00	-
TOTAL OTHER FINANCING SOURCES (USES)	2,800,000.00	46,857,812.92	46,857,812.92	-
NET CHANGE IN FUND BALANCE	(30,620.00)	44,310,705.34	44,310,705.34	\$ -
FUND BALANCE, BEGINNING OF YEAR	1,129,459.61	1,129,459.61	1,129,459.61	
FUND BALANCE, END OF YEAR	\$ 1,098,839.61	\$ 45,440,164.95	\$ 45,440,164.95	



**CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)**  
**BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS**  
**ALL GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>BUDGETED AMOUNTS</b>			<b>VARIANCES OVER (UNDER) ACTUAL TO FINAL</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	
<b>REVENUES</b>				
Local Sources	\$ 65,378,726.30	\$ 64,439,074.90	\$ 64,439,074.90	\$ -
County Sources	2,870,000.00	3,275,491.24	3,275,491.24	-
State Sources	54,582,967.00	54,423,199.53	54,423,199.53	-
Federal Sources	7,266,254.00	10,415,916.69	10,415,916.69	-
<b>TOTAL REVENUES</b>	<b>130,097,947.30</b>	<b>132,553,682.36</b>	<b>132,553,682.36</b>	<b>-</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	73,588,688.38	72,723,827.20	72,723,827.20	-
Attendance	176,077.00	94,614.85	94,614.85	-
Guidance	2,500,438.00	2,267,742.74	2,267,742.74	-
Health, Psych Speech & Audio	4,255,329.00	4,082,355.61	4,082,355.61	-
Improvement of Instruction	1,566,812.06	1,125,035.25	1,125,035.25	-
Professional Development	444,471.00	300,333.52	300,333.52	-
Media Services	3,479,312.00	4,555,942.94	4,555,942.94	-
Board of Education Services	190,000.00	237,123.14	237,123.14	-
Executive Administration	6,223,834.01	3,274,054.75	3,274,054.75	-
Building Level Administration	-	7,225,345.52	7,225,345.52	-
Business Central Services	1,519,616.00	977,753.98	977,753.98	-
Operation of Plant	9,088,086.51	9,031,471.92	9,031,471.92	-
Security Services	346,160.00	318,348.95	318,348.95	-
Pupil Transportation	4,905,265.56	4,161,951.16	4,161,951.16	-
Food Service	4,208,468.10	2,872,208.91	2,872,208.91	-
Printing, Publishing, and Duplicating Services	20,000.00	1,462.92	1,462.92	-
Central Office Serv	-	300,214.71	300,214.71	-
Community Services	1,427,415.96	900,456.90	900,456.90	-
Early Childhood Programs	184,509.00	138,365.10	138,365.10	-
Early Childhood Instruction	625,023.52	523,123.73	523,123.73	-
Non-Instruction Staff Training	-	-	-	-
Capital Outlay	4,935,000.00	5,491,361.16	5,491,361.16	-
Debt Service:				
Principal	3,964,000.00	12,714,017.78	12,714,017.78	-
Interest and Charges	1,725,187.50	2,903,151.92	2,903,151.92	-
<b>TOTAL EXPENDITURES</b>	<b>125,373,693.60</b>	<b>136,220,264.66</b>	<b>136,220,264.66</b>	<b>-</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>4,724,253.70</b>	<b>(3,666,582.30)</b>	<b>(3,666,582.30)</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	(5,842,730.00)	-	-	-
Sale of Bonds	-	40,000,000.00	40,000,000.00	-
Tuition From Other Districts	-	5,389.02	5,389.02	-
Contracted Educational Services	90,000.00	145,938.20	145,938.20	-
Net Insurance Recovery	-	1,800.00	1,800.00	-
Refunding Bonds	-	7,195,000.00	7,195,000.00	-
Sale of Other Property	-	18,878.42	18,878.42	-
Premium on Sale of Bonds	-	4,040,438.00	4,040,438.00	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(5,752,730.00)</b>	<b>51,407,443.64</b>	<b>51,407,443.64</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(1,028,476.30)</b>	<b>47,740,861.34</b>	<b>47,740,861.34</b>	<b>\$ -</b>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<b>21,021,427.51</b>	<b>21,021,427.51</b>	<b>21,021,427.51</b>	
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 19,992,951.21</b>	<b>\$ 68,762,288.85</b>	<b>\$ 68,762,288.85</b>	

CONSOLIDATED SCHOOL DISTRICT NO.6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE BUDGETARY COMPARISON SCHEDULES  
YEAR ENDED JUNE 30, 2021

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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 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) On June 16, 2020, the budget was 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 accompanying financial statements.
- 6) Budgeted amounts are as finally amended by the Board of Education on June 15, 2021. At that meeting, the Board of Education approved a resolution setting the final approved budget amounts equal to actual revenues and expenditures.

CONSOLIDATED SCHOOL DISTRICT NO.6 (FOX C-6 SCHOOL DISTRICT)  
OTHER POST-EMPLOYMENT BENEFITS  
YEAR ENDED JUNE 30, 2021

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OTHER POST-EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note I, V and VIII, the District allows employees who retire from the District to participate in the District's medical, dental and vision insurance plans. Upon meeting the retirement requirements of PSRS and PEERS, the employees can elect to participate in the District's plans. The retirees must pay for 100% of their coverage for each plan in which they elect to participate.

The premiums are based on a single-blended rate used for both active employees and retirees. The difference between the amount the retiree is required to pay and the actual cost to the District is considered to be a post-employment benefit. The District has not established an irrevocable trust fund for the accumulation of resources for the future payment of benefits under the plan; benefits are paid on a pay-as-you-go basis. A stand-alone financial report is available for the plan. During the year ended June 30, 2021, 179 retiree's participated on the health insurance plan, 486 on the dental insurance plans and paid premiums totaling approximately \$1,950,000.

## **STATE COMPLIANCE SECTION**



# Daniel Jones & Associates

MEMBERS OF  
MISSOURI SOCIETY OF CPA'S  
AMERICAN INSTITUTE OF CPA'S

## CERTIFIED PUBLIC ACCOUNTANTS

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

To the Members of the Board of Education  
Consolidated School District No. 6 (Fox C-6 School District)

#### **Report on Compliance with State Requirements**

We have examined management's assertions that the Consolidated School District No.6 (Fox C-6 School District) (District) complied with the requirements of Missouri laws and regulations regarding budgetary and disbursement procedures; accurate disclosure by the District's records of pupil attendance and average daily transportation of pupils, and other statutory requirements as listed in the Schedule of Selected Statistics for the year ended June 30, 2021.

#### **Management's Responsibility**

Management is responsible for the District's compliance with the aforementioned requirements.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on management's assertions about the District's compliance based on our examination. Our examination was made in accordance with the attestation standards established by the American Institute of Certified Public Accountants and, accordingly, includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our opinion does not provide a legal determination on the District's compliance with specified requirements.

#### **Opinion on Compliance with State Requirements**

In our opinion, management's assertions that the Consolidated School District No.6 (Fox C-6 School District) complied with the aforementioned requirements for the year ended June 30, 2021, are fairly stated, in all material respects. We did note that while the District does maintain separate debt service bank accounts, the balance in the accounts were less than the debt service fund balance.

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

DANIEL JONES & ASSOCIATES, P.C.  
CERTIFIED PUBLIC ACCOUNTANTS  
ARNOLD, MISSOURI  
December 17, 2021

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF SELECTED STATISTICS  
DISTRICT NO. 050-012  
YEAR ENDED JUNE 30, 2021

**1. CALENDAR (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
4010	K	5	-	6.5000	165	1,067.50
4020	K	5	-	6.5000	165	1,067.50
4030	K	5	-	6.5000	165	1,067.50
4040	K	5	-	6.5000	165	1,067.50
4050	K	5	-	6.5000	165	1,067.50
4060	K	5	-	6.5000	165	1,067.50
4070	K	5	-	6.5000	165	1,067.50
4080	K	5	-	6.5000	165	1,067.50
4090	K	5	-	6.5000	165	1,067.50
5000	K	5	-	6.5000	165	1,067.50
5010	K	5	-	6.5000	165	1,067.50
2050	6	8	-	6.5000	165	1,067.50
2100	6	8	-	6.5000	165	1,067.50
2150	6	8	-	6.5000	165	1,067.50
2200	6	8	-	6.5000	165	1,067.50
1050	9	12	-	6.5000	165	1,067.50
1070	9	12	-	6.5000	165	1,067.50

**2. ATTENDANCE HOURS**

School Code	Grade Level	Full-Time Hours	Part-Time Hours	Remedial Hours	Other Hours	Summer School Hours	Total Hours
4010	K-5	494,315.2000	199.1900	-	-	-	494,514.3900
4020	K-5	429,529.6100	273.2500	-	-	-	429,802.8600
4030	K-5	401,894.2900	26.2500	-	-	-	401,920.5400
4040	K-5	452,011.5500	-	-	-	-	452,011.5500
4050	K-5	412,351.1500	14.5000	-	-	7,087.0000	419,452.6500
4060	K-5	469,327.1100	1,049.8300	-	-	-	470,376.9400
4070	K-5	337,169.1600	1.5000	-	-	-	337,170.6600
4080	K-5	468,348.3400	-	-	-	25,079.2000	493,427.5400
4090	K-5	538,612.0200	1,003.4500	-	-	-	539,615.4700
5000	K-5	375,096.8200	-	-	-	-	375,096.8200
5010	K-5	338,672.9500	926.4500	-	-	-	339,599.4000
2050	6-8	644,810.7200	3,070.3000	-	-	11,552.7800	659,433.8000
2100	6-8	624,957.0970	1,846.0000	-	-	-	626,803.0970
2150	6-8	771,243.5800	7,462.9900	-	-	-	778,706.5700
2200	6-8	524,358.2000	4,264.0500	-	-	-	528,622.2500
1050	9-12	1,685,888.8750	9,161.0100	-	-	86,468.6300	1,781,518.5150
1070	9-12	1,684,938.9384	10,451.9300	-	-	-	1,695,390.8684
Total		<u>10,653,525.6104</u>	<u>39,750.7000</u>	<u>-</u>	<u>-</u>	<u>130,187.6100</u>	<u>10,823,463.9204</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF SELECTED STATISTICS  
DISTRICT NO. 050-012  
YEAR ENDED JUNE 30, 2021

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**3. SEPTEMBER MEMBERSHIP**

School Code	Grade Level	Full-Time	Part-Time	Other	Total
1050	9-12	1,763.00	4.13	-	1,767.13
1070	9-12	1,756.00	1.53	-	1,757.53
2050	6-8	666.00	1.20	-	667.20
2100	6-8	632.00	0.38	-	632.38
2150	6-8	794.00	0.13	-	794.13
2200	6-8	527.00	0.88	-	527.88
4010	K-5	490.00	0.30	-	490.30
4020	K-5	435.00	2.70	-	437.70
4030	K-5	406.00	0.30	-	406.30
4040	K-5	452.00	-	-	452.00
4050	K-5	417.00	0.60	-	417.60
4060	K-5	492.00	1.04	-	493.04
4070	K-5	341.00	0.30	-	341.30
4080	K-5	460.00	-	-	460.00
4090	K-5	525.00	-	-	525.00
5000	K-5	375.00	0.30	-	375.30
5010	K-5	343.00	1.14	-	344.14
Total		<u>10,874.00</u>	<u>14.93</u>	<u>-</u>	<u>10,888.93</u>

**4. FREE AND REDUCED PRICED LUNCH FTE COUNT (SECTION 163.011(6), RSMO)**

School Code	Free Lunch	Reduced Lunch	Deseg In Free	Deseg In Reduced	Total
N/A Res II	1.00	-	-	-	1.00
1050	374.63	32.00	-	-	406.63
1070	228.00	27.00	-	-	255.00
2050	172.00	20.00	-	-	192.00
2100	181.00	25.00	-	-	206.00
2150	91.00	8.00	-	-	99.00
2200	106.88	6.00	-	-	112.88
4010	72.30	13.00	-	-	85.30
4020	154.00	25.00	-	-	179.00
4030	156.00	6.00	-	-	162.00
4040	125.00	21.00	-	-	146.00
4050	97.00	26.00	-	-	123.00
4060	198.00	28.00	-	-	226.00
4070	78.00	15.00	-	-	93.00
4080	117.00	12.00	-	-	129.00
4090	52.00	10.00	-	-	62.00
5000	109.30	32.00	-	-	141.30
5010	65.00	3.00	-	-	68.00
Total	<u>2,378.11</u>	<u>309.00</u>	<u>-</u>	<u>-</u>	<u>2,687.11</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF SELECTED STATISTICS  
DISTRICT NO. 050-012  
YEAR ENDED JUNE 30, 2021

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**5. FINANCE**

5.1	The District maintained a calendar in accordance with 160.041, 171.029, 171.031, and 171.033, RSMo and all attendance hours were reported.....	<u>True</u>
5.2	The District maintained complete and accurate attendance records allowing for the accurate calculation of Average Daily Attendance, which includes the reporting of calendar and attendance hours, for all students in accordance with all applicable state rules and regulations. Sampling of records included those students receiving instruction in the following categories:	<u>True</u>
	Academic Programs Off-Campus.....	<u>N/A</u>
	Career Exploration Program – Off Campus.....	<u>N/A</u>
	Cooperative Occupational Education (COE) or Supervised Occupational Experience Program.....	<u>True</u>
	Duel enrollment.....	<u>True</u>
	Homebound instruction.....	<u>True</u>
	Missouri Options.....	<u>True</u>
	Prekindergarten eligible to be claimed for state aid.....	<u>N/A</u>
	Remediation.....	<u>N/A</u>
	Sheltered Workshop participation.....	<u>N/A</u>
	Students participating in the school flex program.....	<u>True</u>
	Traditional instruction (full and part-time students).....	<u>True</u>
	Virtual instruction (MOCAP or other option).....	<u>True</u>
	Work Experience for Students with Disabilities.....	<u>True</u>
5.3	The District 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.....	<u>True</u>



CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF SELECTED STATISTICS  
DISTRICT NO. 050-012  
YEAR ENDED JUNE 30, 2021

**5. FINANCE (CONTINUED)**

5.4	The District 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.....	<u>True</u>
5.5	As required by Section 162.401, RSMo, a bond was purchased for the District's treasurer in the total amount of:.....	<u>\$250,000</u>
5.6	The District's deposits were secured during the year as required by Sections 110.010 and 110.020, RSMo.....	<u>True</u>
5.7	The District maintained a separate bank account for all Debt Service Fund monies in accordance with Section 108.180 and 165.011, RSMo.....	<u>False</u>
5.8	Salaries reported for educators in the October MOSIS Educator Core and Educator School files are supported by complete and accurate payroll and contract records.....	<u>True</u>
5.9	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.....	<u>True</u>
5.10	The District 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.....	<u>True</u>
5.11	The District has a professional development committee plan adopted by the board with the professional development committee plan identifying the expenditure of seventy-five percent (75%) of one percent (1%) of the current year basic formula apportionment. Remaining 25% of 1% if not spent must be restricted and spent on appropriate expenditures in the future. Spending requirement is modified to seventy-five percent (75%) of one half percent (1/2%) of the current year basic formula apportionment if through fiscal year 2024 the amount appropriated and expended to public schools for transportation is less than twenty-five percent (25%) of allowable cost.....	<u>N/A</u>
5.12	The amount spent for approved professional development committee plan activities was:.....	<u>\$300,333.52</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF SELECTED STATISTICS  
DISTRICT NO. 050-012  
YEAR ENDED JUNE 30, 2021

**5. FINANCE (CONCLUDED)**

5.13	The District 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.....	<u>True</u>
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Note: #5.7 – A finding is reported in the “Report On Management’s Assertions About Compliance With Specified Requirements of Missouri State Laws And Regulations.”

Note: #5.11 was marked N/A due to DESE waiving the professional development spending requirement for the 2021 fiscal year.

**6. TRANSPORTATION (SECTION 163.161, RSMO)**

6.1	The school transportation allowable costs substantially conform to 5 CSR 30-261.040, Allowable Costs for State Transportation Aid.....	<u>True</u>
6.2	The District’s pupil transportation ridership records are maintained in a manner to accurately disclose in all material respects the average number of regular riders transported.....	<u>True</u>
6.3	Based on the ridership records, the average number of students (non-disabled K-12, K-12 students with disabilities and career education) transported on a regular basis (ADT) was:	<u>True</u>
	• Eligible ADT.....	<u>4,612.0</u>
	• Ineligible ADT.....	<u>508.0</u>
6.4	The District’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.....	<u>True</u>
6.5	Actual odometer records show the total District-operated and contracted mileage for the year was:.....	<u>909,850</u>
6.6	Of this total, the eligible non-disabled and students with disabilities route miles and the ineligible non-route and disapproved miles (combined) was:	<u>True</u>
	• Eligible Miles (including food/instructional delivery miles 2019-20).....	<u>825,484</u>
	• Ineligible Miles (Non-Route/Disapproved).....	<u>84,366</u>
6.7	Number of days the District operated the school transportation system during the regular school year:.....	<u>131</u>

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF STATE FINDINGS  
YEAR ENDED JUNE 30, 2021

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I. CHAPTER 67 RSMO (BUDGET STATUTE)

Chapter 67 RSMo requires that each political subdivision of the State of Missouri adopt an annual budget, itemized by fund. It further requires that in no event shall the total proposed expenditures from any fund exceed the estimated revenues to be received plus any unencumbered balance or less any deficit estimated for the beginning of the budget year.

There were no state budget findings for the year ended June 30, 2021.

## **FEDERAL COMPLIANCE SECTION**



# Daniel Jones & Associates

MEMBERS OF  
MISSOURI SOCIETY OF CPA'S  
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

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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*

Independent Auditor's Report

To the Members of the Board of Education  
Consolidated School District No. 6 (Fox C-6 School District)

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Consolidated School District No. 6 (Fox C-6 School District) (District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 17, 2021.

***Internal Control Over Financial Reporting***

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

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

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


## **Compliance and Other Matters**

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

We noted certain other matters that we reported to the management of the District in a separate report dated December 17, 2021.

### ***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 District'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.



DANIEL JONES & ASSOCIATES, P.C.  
CERTIFIED PUBLIC ACCOUNTANTS  
ARNOLD, MISSOURI

December 17, 2021



# Daniel Jones & Associates

MEMBERS OF  
MISSOURI SOCIETY OF CPA'S  
AMERICAN INSTITUTE OF CPA'S

## CERTIFIED PUBLIC ACCOUNTANTS

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### REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

#### Independent Auditor's Report

To the Members of the Board of Education  
Consolidated School District No. 6 (Fox C-6 School District)

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

We have audited Consolidated School District No. 6's (Fox C-6 School District) (District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District'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 the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### ***Opinion on Each Major Federal Program***

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

### **Report On Internal Control Over Compliance**

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

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

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

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



DANIEL JONES & ASSOCIATES, P.C.  
CERTIFIED PUBLIC ACCOUNTANTS  
ARNOLD, MISSOURI

December 17, 2021



CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2021

Federal Grantor/ Pass-Through Grantor/or Cluster Title	Federal Assistance Listing Number	Pass - Through Entity Identifying Number	Provided to Subrecipients	Total Federal Expenditures
<u>U.S. Department of Agriculture:</u>				
Passed through Missouri Department of Elementary and Secondary Education:				
Child Nutrition Cluster:				
National School Lunch Program	10.555	050-012	\$ -	\$ 1,661,514
COVID-19: CARES Act Food & Nutrition Lunch Program	10.555	050-012	-	144,009
COVID-19: CARES Act Food & Nutrition Breakfast Program	10.555	050-012	-	50,776
Non-Cash Commodities				
Commodities	10.555	050-012	-	185,716
Subtotal Federal Assistance Listing 10.555			-	2,042,015
National School Breakfast	10.553	050-012	-	563,096
Total U.S. Department of Agriculture and Child Nutrition Cluster			-	2,605,111
<u>U.S. Department of Treasury</u>				
Passed through Missouri Department of Elementary and Secondary Education:				
COVID-19: CARES - K-12 Support - CRF	21.019	050-012	-	760,588
COVID-19: CARES - Sub Teacher Fingerprinting CRF	21.019	050-012	-	2,296
COVID-19: CARES - Student Connectivity Access - CRF	21.019	050-012	-	23,999
Subtotal Coronavirus Relief Fund Passed-Through Missouri Department of Elementary and Secondary Education			-	786,883
Passed through Jefferson County Missouri				
COVID-19: Coronavirus Relief Fund	21.019	050-012	-	2,207,400
Total U.S. Department of Treasury			-	2,994,283
<u>U.S. Department of Education:</u>				
Passed through Missouri Department of Elementary and Secondary Education:				
Special Education Cluster (IDEA):				
Special Education - Grants to States - IDEA Special Education Part B	84.027	050-012	-	2,333,496
Special Education - Grants to States -High Need Fund	84.027	050-012	-	11,465
Special Education - Grants to States - Assistive Technology	84.027	050-012	-	7,751
Early Childhood Special Education -611	84.027	050-012	-	231,531
Subtotal Federal Assistance Listing 84.027			-	2,584,243
Early Childhood Special Education -619	84.173	050-012	-	66,980
Total Special Education Cluster (IDEA)			-	2,651,223
Title I Grants to Local Educational Agencies	84.010	050-012	-	1,226,268
Supporting Effective Instruction State Grants (Title II)	84.367	050-012	-	256,321
English Language Acquisitions State Grants (Title III)	84.365	050-012	-	34,875
Student Support and Academic Enrichment Program (Title IV)	84.424	050-012	-	42,486
Education Stabilization Fund:				
COVID-19: CARES Elementary & Secondary School Emergency Relief Fund- (ESSER)	84.425D	050-012	-	32,313
COVID-19: CARES Elementary & Secondary School Emergency Relief Fund -(ESSER II)	84.425D	050-012	-	391,131
COVID-19: CARES Elementary & Secondary School Emergency Relief Fund -(Transportation Supplement)	84.425C	050-012	-	3,751
Total Education Stabilization Fund			-	427,195
Total U.S. Department of Education			-	4,638,368
TOTAL FEDERAL EXPENDITURES			\$ -	\$ 10,237,762

The Notes to the Schedule of Expenditures of Federal Awards are an integral part of this statement.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021

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NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the “Schedule”) includes the federal award activity of the District 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 the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 – INDIRECT COST RATE

The District has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4 - RELATIONSHIP TO ACCOMPANYING FINANCIAL STATEMENTS

Federal awards are reported in the District's accompanying financial statements as follows:

<u>Federal Sources</u>	
General Fund	\$ 5,518,649.14
Special Revenue Fund	4,897,267.55
Total	<u>\$ 10,415,916.69</u>

NOTE 5 – RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with the modified cash basis of accounting.

NOTE 6 –MATCHING REVENUES

For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures.

NOTE 7 – NON-CASH PROGRAMS

The commodities received, which are non-cash revenues, are valued using prices provided by the United States Department of Agriculture.

NOTE 8 – DONATED PERSONAL PROTECTIVE EQUIPMENT (PPE)

The District received approximately \$105,000 of personal protective equipment during the fiscal year from the State of Missouri.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2021

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**I. SUMMARY OF AUDITOR'S RESULTS**

**A. Financial Statements**

1. Type of auditor's report issued: Unmodified – modified cash basis
2. Internal control over financial reporting:
  - a. Material weakness(es) identified? \_\_\_\_\_ Yes   X   No
  - b. Significant deficiency(ies) identified? \_\_\_\_\_ Yes   X   None Reported
3. Noncompliance material to financial statements noted? \_\_\_\_\_ Yes   X   No

**B. Federal Awards**

1. Internal control over major federal programs:
  - a. Material weakness(es) identified? \_\_\_\_\_ Yes   X   No
  - b. Significant deficiency(ies) identified? \_\_\_\_\_ Yes   X   None Reported
2. Type of auditor's report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? \_\_\_\_\_ Yes   X   No

4. Identification of major federal programs:

CFDA Number(s):	Name of Federal Program or Cluster:
84.425C, 84.425D	COVID-19: Education Stabilization Fund
84.027, 84.173	Special Education Cluster (IDEA)
21.019	COVID-19: Coronavirus Relief Fund
84.010	Title I Grants to Local Educational Agencies

5. Dollar threshold used to distinguish between type A and type B programs:       \$      750,000
6. Auditee qualified as low-risk auditee? \_\_\_\_\_ Yes   X   No

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2021

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**I. FINANCIAL STATEMENT FINDINGS**

There were no financial statement findings for the year ended June 30, 2021.

**II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

There were no findings and questioned costs related to federal awards as of June 30, 2021.

CONSOLIDATED SCHOOL DISTRICT NO. 6 (FOX C-6 SCHOOL DISTRICT)  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2021

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**I. FINANCIAL STATEMENT FINDINGS – PRIOR YEAR**

There were no financial statement findings for the year ended June 30, 2020.

**II. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS – PRIOR YEAR**

There were no findings and questioned costs related to federal awards as of June 30, 2020.