

# Auditors' Report

## June 30, 2024

---



Platte County  
HOME OF THE PIRATES

---

Tradition. Pride. Vision.

# INDEPENDENT AUDITORS' REPORT

Page 1 – Paragraph #2

---

To the Board of Education  
Platte County R-III School District

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 Platte County R-III School District as of June 30, 2024, and the respective changes in modified cash basis financial position, thereof for the year then ended in conformity with the basis of accounting described in Note A.

# PLATTE COUNTY R-III SCHOOL DISTRICT STATEMENT OF ACTIVITIES-MODIFIED CASH BASIS FOR THE YEAR ENDED JUNE 30, 2024

Page 14

FUNCTION/PROGRAMS	Expenditures	PROGRAM REVENUES			Net (Expense) Revenue and Change in Net Position Governmental
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>GOVERNMENTAL ACTIVITIES:</b>					
Instruction	\$ 29,483,924	\$ 1,510,016	\$ 4,413,537	\$ 334,291	\$ (23,226,080)
Student activities	2,916,180	936,565	-	-	(1,979,615)
Student services	4,110,321	-	96,243	-	(4,014,078)
Instruction staff support	3,710,134	-	548,088	-	(3,162,046)
Building administration	3,048,171	-	-	-	(3,048,171)
General administration & central services	4,149,073	-	8,386	-	(4,140,687)
Operation of plant	7,830,891	83,760	-	-	(7,747,131)
Transportation	3,977,078	-	1,907,898	-	(2,069,180)
Food service	2,031,092	936,228	695,029	-	(399,835)
Community services	413,783	85,920	103,330	-	(224,533)
Facility acquisition and construction	8,725,504	-	-	465,877	(8,259,627)
Debt service:					
Principal retirement	22,238,097	-	-	-	(22,238,097)
Interest and fees	5,615,895	-	-	-	(5,615,895)
<b>Total Governmental Activities</b>	<b>\$ 98,250,143</b>	<b>\$ 3,552,489</b>	<b>\$ 7,772,511</b>	<b>\$ 800,168</b>	<b>(86,124,975)</b>

# PLATTE COUNTY R-III SCHOOL DISTRICT COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES– MODIFIED CASH BASIS GOVERNMENTAL FUNDS JUNE 30, 2024

Page 15

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTA FUNDS
<b>ASSETS</b>					
Cash and cash equivalents	\$ 19,128,167	\$ -	\$ 7,216,673	\$ 1,608,625	\$ 27,953,465
Due from other fund	-	-	4,463,483	-	4,463,483
 Total assets	 \$ 19,128,167	 \$ -	 \$ 11,680,156	 \$ 1,608,625	 \$ 32,416,948
<b>LIABILITIES</b>					
Due to other fund	\$ 4,463,483	\$ -	\$ -	\$ -	\$ 4,463,483
<b>FUND BALANCES</b>					
Restricted	186,578	-	11,680,156	292,698	12,159,432
Committed	-	-	-	906,636	906,636
Assigned	2,047,713	-	-	409,291	2,457,004
Unassigned	12,430,393	-	-	-	12,430,393
 Total fund balances	 14,664,684	 -	 11,680,156	 1,608,625	 27,953,465
 Total liabilities and fund balances	 \$ 19,128,167	 \$ -	 \$ 11,680,156	 \$ 1,608,625	 \$ 32,416,948

# PLATTE COUNTY R-III SCHOOL DISTRICT

## NOTES TO THE BASIC FINANCIAL STATEMENTS

### JUNE 30, 2024

Page 29, excerpt from Note M – Fund Balances – Governmental Funds

	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund
Restricted:				
Unspent bond proceeds	\$ -	\$ -	\$ -	\$ 292,689
Debt service	-	-	11,680,156	-
Total Restricted	-	-	11,680,156	292,689
Committed:				
Technology equipment	186,578	-	-	-
Capital projects	-	-	-	906,636
Total Committed	186,578	-	-	906,636
Assigned:				
Food service	584,730	-	-	-
Student activities	1,462,983	-	-	-
Capital projects	-	-	-	409,300
Total assigned	2,047,713	-	-	409,300
Unassigned	12,430,393	-	-	-
Total fund balances	\$ 14,664,684	\$ -	\$ 11,680,156	\$ 1,608,625

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES:</b>					
Local	\$ 29,886,259	\$ 5,807,101	\$ 13,216,021	\$ 3,710,905	\$ 52,620,286
County	1,633,000	83,441	675,581	237,662	2,629,684
State	3,322,383	16,848,003	-	421,801	20,592,187
Federal	2,620,714	762,772	-	153,867	3,537,353
Other	4,427	1,446,640	-	-	1,451,067
<b>Total Revenues</b>	<b>37,466,783</b>	<b>24,947,957</b>	<b>13,891,602</b>	<b>4,524,235</b>	<b>80,830,577</b>
<b>EXPENDITURES:</b>					
Instruction	3,710,679	25,391,933	-	381,312	29,483,924
Student activities	1,571,724	1,244,630	-	99,826	2,916,180
Student services	1,470,411	2,639,910	-	-	4,110,321
Instruction staff support	1,659,298	1,997,105	-	53,731	3,710,134
Building administration	969,750	2,078,421	-	-	3,048,171
General administration & central services	2,774,818	1,068,096	-	306,159	4,149,073
Operation of plant	7,658,794	120,158	-	51,939	7,830,891
Transportation	3,448,556	-	-	528,522	3,977,078
Food service	1,966,813	-	-	64,279	2,031,092
Community services	315,690	98,093	-	-	413,783
Facility acquisition and construction	-	-	-	8,725,504	8,725,504
Debt service:					
Principal retirement	-	-	20,420,000	1,818,097	22,238,097
Interest and fees	-	-	4,649,500	966,395	5,615,895
<b>Total Expenditures</b>	<b>25,546,533</b>	<b>34,638,346</b>	<b>25,069,500</b>	<b>12,995,764</b>	<b>98,250,143</b>
Revenues Over (Under) Expenditures	11,920,250	(9,690,389)	(11,177,898)	(8,471,529)	(17,419,566)
<b>Other Financing Sources (Uses):</b>					
Proceeds from bonds issued	-	-	8,245,000	-	8,245,000
Transfers	(11,895,130)	9,690,389	-	2,204,741	-
<b>Total Other Financing Sources (Uses)</b>	<b>(11,895,130)</b>	<b>9,690,389</b>	<b>8,245,000</b>	<b>2,204,741</b>	<b>8,245,000</b>
<b>Net change in fund balance</b>	<b>25,120</b>	<b>-</b>	<b>(2,932,898)</b>	<b>(6,266,788)</b>	<b>(9,174,566)</b>
Fund balance, beginning	14,639,564	-	14,613,054	7,875,413	37,128,031
Fund balance, ending	\$ 14,664,684	\$ -	\$ 11,680,156	\$ 1,608,625	\$ 27,953,465

**PLATTE COUNTY R-III SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

Page 25, excerpt from Note J – Long-Term Debt

	Balance July 1, 2023	Additions	Retirements	Balance June 30, 2024	Amount Due Within One Year
Bonds payable	\$ 118,875,000	\$ 8,245,000	\$ 22,110,000	\$ 105,010,000	\$ 7,200,000
Direct borrowings	1,357,561	-	403,386	954,175	291,633
<b>Total</b>	<b>\$ 120,232,561</b>	<b>\$ 8,245,000</b>	<b>\$ 22,513,386</b>	<b>\$ 105,964,175</b>	<b>\$ 7,491,633</b>

**PLATTE COUNTY R-III SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**  
 Page 27, Note K – Bonds Payable

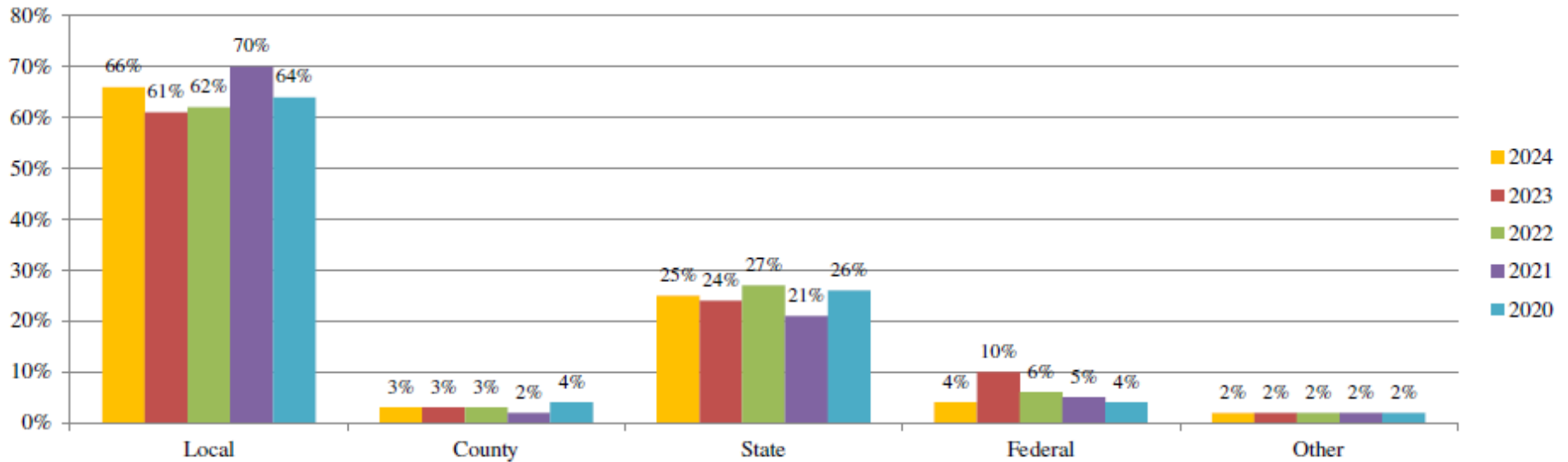
---

Year Ending June 30,	Principal	Interest	Total
2025	\$ 7,200,000	\$ 4,942,732	\$ 12,142,732
2026	2,425,000	4,658,630	7,083,630
2027	2,835,000	4,575,250	7,410,250
2028	3,560,000	4,476,610	8,036,610
2029	2,600,000	4,349,920	6,949,920
2030	6,235,000	4,245,920	10,480,920
2031	7,235,000	3,966,720	11,201,720
2032	7,055,000	3,640,480	10,695,480
2033	7,595,000	3,319,010	10,914,010
2034	7,955,000	2,972,780	10,927,780
2035	8,415,000	2,596,860	11,011,860
2036	6,200,000	2,199,750	8,399,750
2037	6,500,000	1,874,250	8,374,250
2038	6,700,000	1,533,000	8,233,000
2039	7,000,000	1,181,250	8,181,250
2040	7,500,000	813,750	8,313,750
2041	8,000,000	420,000	8,420,000
<b>Total</b>	<b><u>\$ 105,010,000</u></b>	<b><u>\$ 51,766,912</u></b>	<b><u>\$ 156,776,912</u></b>



**PLATTE COUNTY R-III SCHOOL DISTRICT  
COMPARISON OF REVENUES COLLECTED BY SOURCE  
FOR THE YEARS ENDED JUNE 30, 2024, 2023, 2022, 2021 AND 2020**

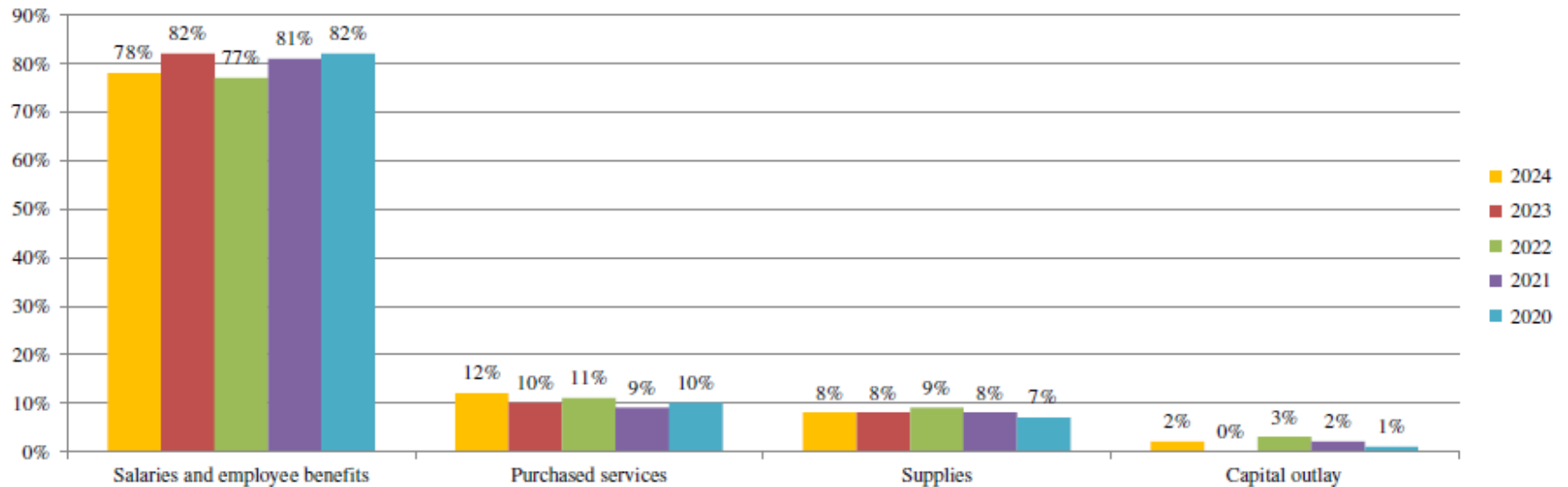
	2024	2023	2022	2021	2020
Local	\$ 52,615,949	\$ 46,131,614	\$ 40,633,418	\$ 63,433,392	\$ 38,569,230
County	2,629,684	2,402,825	2,111,355	2,181,446	2,163,758
State	20,592,187	18,590,132	18,214,803	18,723,504	15,738,756
Federal	3,537,353	7,407,603	3,937,768	4,372,560	2,163,335
Other	9,696,067	1,396,260	1,634,295	74,421,273	1,359,841
<b>Total</b>	<b>\$ 89,071,240</b>	<b>\$ 75,928,434</b>	<b>\$ 66,531,639</b>	<b>\$ 163,132,175</b>	<b>\$ 59,994,920</b>



Note: The above graphs do not include proceeds from the sale of bonds.

**PLATTE COUNTY R-III SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES PAID BY OBJECT - SCHOOL DISTRICT  
FOR THE YEARS ENDED JUNE 30, 2024, 2023, 2022, 2021 AND 2020**

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	CAPITAL PROJECTS FUND	2024 TOTALS	2023 TOTALS	2022 TOTALS	2021 TOTALS	2020 TOTALS
Salaries	\$ 10,275,419	\$ 26,831,175	\$ -	\$ -	\$ 37,106,594	\$ 34,403,790	\$ 31,869,624	\$ 30,709,451	\$ 29,232,348
Employee benefits	3,419,872	7,184,871	-	-	10,604,743	9,695,610	8,846,229	8,340,095	7,855,337
Purchased services	6,635,807	622,300	-	-	7,258,107	5,295,494	5,565,552	4,424,178	4,565,470
Supplies	5,215,435	-	-	-	5,215,435	4,630,781	4,957,819	4,033,347	3,405,691
Capital outlay	-	-	-	11,903,302	11,903,302	47,593,431	52,693,434	5,898,314	3,095,934
Principal	-	-	20,420,000	128,097	20,548,097	4,568,044	4,234,571	6,399,872	3,773,392
Interest and fees	-	-	4,649,500	964,365	5,613,865	5,627,726	4,758,478	3,335,579	2,550,844
	<u>\$ 25,546,533</u>	<u>\$ 34,638,346</u>	<u>\$ 25,069,500</u>	<u>\$ 12,995,764</u>	<u>\$ 98,250,143</u>	<u>\$ 111,814,876</u>	<u>\$ 112,925,707</u>	<u>\$ 63,140,836</u>	<u>\$ 54,479,016</u>

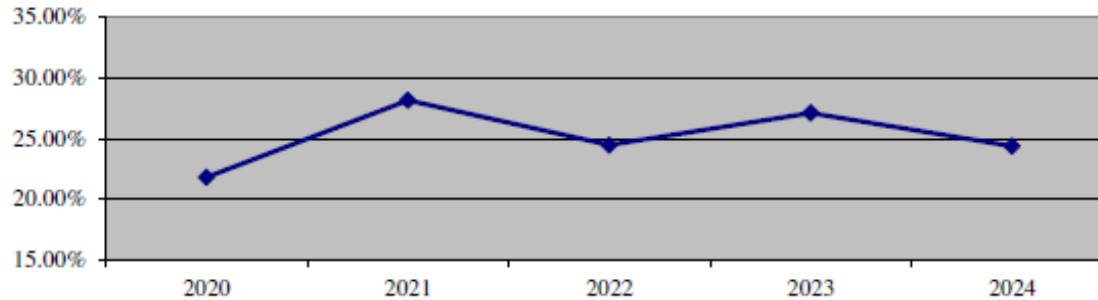


Note: The above graphs do not include expenditures for debt service or for capital improvements.

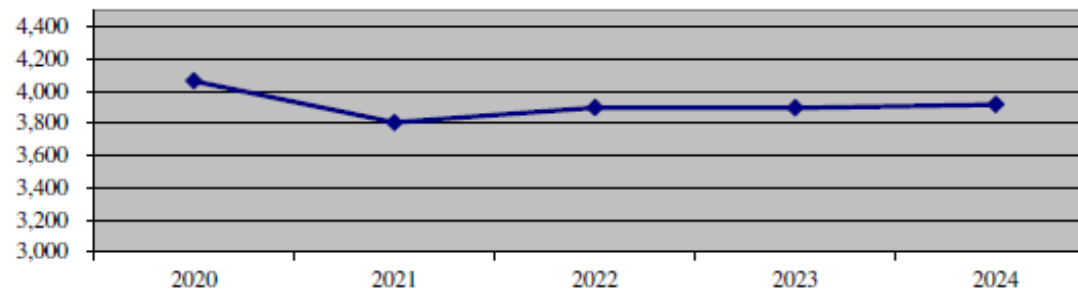
**PLATTE COUNTY R-III SCHOOL DISTRICT  
SELECTED TRENDS  
FOR THE YEARS ENDED JUNE 30, 2020 THROUGH 2024**

<u>General and Special Revenue Funds</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Total Fund Balances	\$ 9,831,948	\$ 13,365,250	\$ 12,537,116	\$ 14,639,564	\$ 14,664,684
Total Expenditures	45,058,845	47,502,601	51,239,226	54,025,675	60,184,879
Reserve Ratio	21.82%	28.14%	24.47%	27.10%	24.37%
Average Daily Attendance	4,061.63	3,804.47	3,896.53	3,895.10	3,916.60

Reserve Ratio



Average Daily Attendance



# REPORT ON THE ADMINISTRATION'S ASSERTIONS ABOUT COMPLIANCE WITH SPECIFIED REQUIREMENTS OF MISSOURI LAWS AND REGULATIONS

Page 42 – Paragraph 4

---

In our opinion, the administration's assertion that the District complied with the aforementioned requirements for the year ended June 30, 2024, is fairly stated, in all material respects.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS*

Page 47, Paragraph 4

---

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

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

Page 49 – Paragraph #2 and Page 50 – Paragraph #5

---

Page 49 – Paragraph #2

In our opinion, Platte County R-III School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Page 50 – Paragraph #5

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

A. SUMMARY OF AUDITORS' RESULTS

*Financial Statements*

Type of auditors' report issued on whether the financial statements audited were prepared in accordance with the modified cash basis: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_ Yes  X  No
- Significant deficiency(ies) identified? \_\_\_\_\_ Yes  X  None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes  X  No

*Federal Awards*

Internal control over major federal programs:

- Material weakness(es) identified? \_\_\_\_\_ Yes  X  No
- Significant deficiency(ies) identified? \_\_\_\_\_ Yes  X  None reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? \_\_\_\_\_ Yes  X  No

Identification of major federal programs:

- Special Education Cluster AL No. 84.027 and 84.173
- Child Nutrition Cluster AL No. 10.553 and 10.555

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

Auditee qualified as low-risk auditee? \_\_\_\_\_ Yes  X  No

**PLATTE COUNTY R-III SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2024**

**B. FINDINGS - FINANCIAL STATEMENT AUDIT**

None

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS  
AUDIT**

None



# Required Communications

---

**EXPENSE REIMBURSEMENTS** - We sampled employee expense reimbursements for compliance with board policy and procedures. We noted that all expense reimbursement requests were submitted on the District form and had administrative approval. However, we noted that when mileage reimbursement was requested, there was no document attached substantiating the distance traveled. Additionally, some conference agendas were not attached to support the business purpose of the travel. We recommend that the travel procedures be communicated to all personnel outlining documentation requirements for employee reimbursement. Such documentation should include support of miles from district office to the destination. Further, we recommend that all travel reimbursement requests include documentation of the business purpose, such as meeting or agendas, itineraries, or schedules.

**BUDGET** - Chapter 67, RSMo prohibits the expenditure of public monies unless those expenditures have been authorized. During our audit, we noted that actual expenditures of \$25,069,500 in the Debt Service Fund exceeded budgeted amounts of \$16,660,225 by \$8,409,275.

We also noted that actual expenditures of \$12,993,734 in the Capital Projects Fund exceeded budgeted amounts of \$12,298,538 by \$695,196.

# Required Communications

---

**TRANSPORTATION** - During our audit, we noted the contracted non-disabled student route miles and contracted students with disabilities route miles did not agree to the mileage summary provided by the District. The non-disabled student route miles were overstated by 32,711 miles and the students with disabilities route miles were understated by 5,733 miles. As a result of our audit, the Application for State Transportaion Aid has been corrected.

We also noted errors on the School Bus Depreciation Schedule. We noted the amount received on trade and the purchase price of a new bus did not agree to the invoice. As a result of our audit, the School Bus Depreciation schedule has been corrected.

**CREDIT CARDS** - During our audit of District credit card charges we reviewed several meal charges while staff is away for various conferences. We recommend that the conference agenda or itinerary be included to verify if meals were provided as part of the conference and if so, the meal charge be reimbursed to the District.

# Required Communications

---

**FOOD SERVICE** - During our audit, we noted that the District does not have procedures to reconcile receipts from actual meals sold to revenue reported in the general ledger. Currently, the District uses a computer software system to record money deposited to student lunch accounts. The system also records food purchased and maintains account balances for each student. There are several reports that can be generated from the system that the District can use to verify cash receipts from food service. We recommend that the District design and implement procedures to perform monthly reconciliations of actual food sold to cash receipts collected and posted to the general ledger. Significant variances should be investigated to ensure all food service receipts are being properly recorded.

**EMPLOYEE INSURANCE** - During our audit, we noted the District is not reconciling the employee health insurance expenditures. We recommend the District reconcile board paid insurance and employee withholdings to the monthly vendor bills to ensure accuracy.

**REVENUE REPORTING** - During our audit, we noted that several receipts that were related to federal programs, were incorrectly recorded as other local revenue. These receipts must be recorded properly to ensure all federal revenues and expenditures have been identified and the Schedule of Expenditures of Federal Awards is accurate. When the District receives revenue that appears to be for a grant or federal program, the supporting documentation or applications should be analyzed to determine how the revenue should be coded. We recommend that the District implement procedures to insure proper reporting of federal revenue.