



CATLETT & ASSOCIATES, LLC ■ CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Valley R-VI School District
Caledonia, Missouri

We have audited the accompanying cash-basis financial statements of the governmental activities and each major fund of Valley R-VI School District (the District) as of and for the year ended June 30, 2013, which collectively comprise the District's 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 cash basis of accounting described in Note 1. This includes determining that the cash basis of accounting is an acceptable basis of accounting 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 the 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 of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash-basis financial position of the governmental activities and each major fund of Valley R-VI School District as of June 30, 2013 and the respective changes in cash-basis financial position thereof for the year then ended in conformity with the basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements that describes the basis of accounting. The financial statements are prepared on the 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.

Report on Supplementary and Other Information

Our audit was performed for the purpose of forming opinions on the financial statements as a whole that collectively comprise the Valley R-VI School District's financial statements. The accompanying budgetary comparison information, schedule of expenditures by object and management's discussion and analysis are presented for purposes of additional analysis and are not a required part of the financial statements.

The budgetary comparison information and the schedule of expenditures by object presented on pages 25 to 28 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole on the basis of accounting described in Note 1.

Management's discussion and analysis on pages 3 to 8 has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on such information.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2013, 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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

Catlett & Associates, LLC

Saint Peters, Missouri
November 11, 2013

Valley R-VI School District
Statement of Receipts, Disbursements and Changes in Fund Balance – Cash Basis
All Governmental Funds
Year Ended June 30, 2013

	General Fund	Special Revenue Fund	Capital Projects Fund	Total (Memorandum Only)
CASH RECEIPTS				
Local receipts	\$ 904,480	\$ 270,051	\$ 157,697	\$ 1,332,228
County receipts	284,835	15,991	83,742	384,568
State receipts	164,809	1,698,283	-	1,863,092
Federal receipts	195,158	195,627	-	390,785
Other receipts	-	46,546	-	46,546
TOTAL CASH RECEIPTS	1,549,282	2,226,498	241,439	4,017,219
CASH DISBURSEMENTS				
Instruction	255,285	1,824,690	-	2,079,975
Attendance and social work services	34,046	56,639	-	90,685
Guidance	1,516	75,317	-	76,833
Health services	28,706	-	-	28,706
Professional development	18,460	2,449	-	20,909
Media services	26,076	79,635	-	105,711
Board of Education services	28,585	-	-	28,585
Executive administration	93,205	90,889	833	184,927
Building level administration	33,356	86,313	2,525	122,194
Operation of plant	524,455	-	455	524,910
Security services	4,436	-	-	4,436
Pupil transportation	302,959	10,566	64,032	377,557
Food services	220,344	-	-	220,344
Community services	13,630	-	-	13,630
Capital outlay	-	-	194,468	194,468
Principal and interest	-	-	36,181	36,181
TOTAL CASH DISBURSEMENTS	1,585,059	2,226,498	298,494	4,110,051
Cash receipts in excess of (less than) cash disbursements	(35,777)	-	(57,055)	(92,832)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of property	-	-	5,499	5,499
Transfers	(166,808)	-	166,808	-
FUND BALANCE - Beginning of Year	1,720,358	-	455,773	2,176,131
FUND BALANCE - End of Year	\$ 1,517,773	\$ -	\$ 571,025	\$ 2,088,798

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