

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

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, 2020, and the related notes to the financial statements, 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 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 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, 2020, and the respective changes in cash basis financial position thereof for the year then ended in accordance with the cash 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 conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements. The accompanying budgetary comparison information, Schedule of Expenditures by Object – Cash Basis 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 – Cash Basis presented on pages 26 to 29 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 October 26, 2020, 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 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.

Catlett & Associates, LLC

October 26, 2020

Valley R-VI School District
Statement of Receipts, Disbursements and Changes in Fund Balance – Cash Basis
All Governmental Funds
Year Ended June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Total
CASH RECEIPTS				
Local	\$ 1,103,953	\$ 356,980	\$ 79,140	\$ 1,540,073
County	321,550	10,417	54,643	386,610
State	683,374	1,847,841	-	2,531,215
Federal	176,403	262,477	-	438,880
Other	-	67,802	-	67,802
TOTAL CASH RECEIPTS	2,285,280	2,545,517	133,783	4,964,580
CASH DISBURSEMENTS				
Current				
Instruction	264,378	2,024,961	41,437	2,330,776
Attendance and social work services	34,966	52,641	-	87,607
Guidance	1,353	94,150	-	95,503
Health services	40,531	14,136	-	54,667
Improvement of instruction	9,500	-	-	9,500
Professional development	25,663	1,653	-	27,316
Media services	14,657	76,258	-	90,915
Board of Education services	30,924	-	-	30,924
Executive administration	142,969	108,472	3,401	254,842
Building level administration	47,725	107,135	4,159	159,019
Operation of plant	500,593	-	61,932	562,525
Security services	57,980	-	-	57,980
Pupil transportation	227,079	11,892	13,681	252,652
Food service	266,915	-	6,097	273,012
Community services	22,849	54,219	-	77,068
Capital outlay	-	-	61,350	61,350
Debt service				
Principal	-	-	44,785	44,785
Interest and other charges	-	-	1,576	1,576
TOTAL CASH DISBURSEMENTS	1,688,082	2,545,517	238,418	4,472,017
Cash receipts in excess of (less than) cash disbursements	597,198	-	(104,635)	492,563
OTHER FINANCING SOURCES (USES)				
Transfers	(50,000)	-	50,000	-
Fund balance, beginning of year	2,597,505	-	278,269	2,875,774
Fund balance, end of year	\$ 3,144,703	\$ -	\$ 223,634	\$ 3,368,337

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