



MARVELL-ELAINE SCHOOL DISTRICT

P.O. Box 1870
Marvell, AR 72366
870.829.2101

September 29, 2021

Dear Arkansas State Board of Education,

This letter is in regards to the requirements set forth in the Arkansas Code Title 6 Education §6-13-1613, Minimum School District Size Waiver.

Marvell-Elaine School District respectfully requests to petition for a waiver from the average daily membership requirement of three hundred fifty (350) students. Please find the attached Resolution of the Marvell-Elaine School District Board of Directors, dated September 28, 2021.

In Commissioner's Memo, COM-22-016 dated September 9, 2021 Marvell-Elaine School District was placed on the Administrative Consolidated List under Act 6-13-1602. This request is being made prior to the thirty (30) day limit.

The average daily membership of Marvell-Elaine School District:

| | |
|-------------------------------------|--------|
| • 2019-20 ADM (Qtrs. 1-3 Avg.) | 336.93 |
| • 2019-20 ADM (Qtr. 4) | 328.33 |
| • 2020-21 ADM (Qtr. 1) | 323.88 |
| • 2020-21 ADM (Qtr. 2) | 325.60 |
| • 2020-21 ADM (Qtr. 3) | 329.40 |
| • 2020-21 ADM (Qtrs. 1-3 Avg.) | 326.41 |
| • 2020-21 ADM (Qtr. 4) | 328.52 |
| • Current Enrollment K-12 (9/29/21) | 296 |

Marvell-Elaine School District is not in probationary status for any violation of the Standards for Accreditation of Arkansas Public School and School Districts.

Please find the included supplemental documents:

- Final State Aid Notice 2019-20 and 2020-21 (ADM obtained from these reports)
- Marvell-Elaine School District ADA/ADM Report (Dates Between Aug 16, 2021 and Sep 23, 2021)
- Marvell-Elaine School District – Enrollment Report – Enrollment Date: Sep 23, 2021
- Standards and Accreditation Reports: Marvell-Elaine School District, Marvell-Elaine Elementary School, and Marvell-Elaine High School

- Financial Reports
 - Budget Summary – Marvell-Elaine School District
 - Annual Financial Report and Budget - Level I - Marvell-Elaine School District
 - Fiscal Audits
 - FY 2019
 - FY 2020
 - Annual Financial Report (AFRB) Level I – School Year: 2021-2022

Marvell-Elaine School District is not currently classified in academic distress, fiscal distress, or facilities distress. Please find attached a statement of assurance from:

- A. Denetra Williams – Marvell-Elaine School District Interim Superintendent
- B. Tracy Webb – Coordinator of Fiscal Services and Support, ADE/DESE
- C. Mary Britton – Assistant Director, Arkansas Division of Public School Academic Facilities & Transportation

A Board Resolution –Petition to Request a Waiver from Minimum School District Size approved by Marvell-Elaine School District Board of Directors in a Special Call meeting held on September 28, 2021 is included.

It is in the best interest of the students of Marvell-Elaine School District to continue their educational journey in their current school district. The Marvell and Elaine Communities support the district. Innovative efforts to provide an optimal educational setting for all students are on going.

Thank you for your consideration regarding our petition to request a waiver from the average daily membership requirement of three hundred and fifty (350) students. Should there be any need for additional documents or questions, please contact me

Sincerely,



Denetra Williams, Interim Superintendent
Marvell-Elaine School District

dwilliams@mesdl.org

870.829.2053 office

870.995.1833 cell

Marvell-Elaine School District ADA/ADM Report

Dates Between Aug 16, 2021 and Sep 23, 2021

WARNING: This report is not designed to calculate ADM for funding purposes. It does NOT take into account part time students nor any residency coding other than resident '1' or 'X' students. NO membership days for resident '1' or 'X' students are included in the ADM/ADA calculations of this report.

Building: Marvell-Elaine Elementary School

| Grade - E/W | Total Absence Days | Total Membership Days | Membership Day Count | Average Daily Membership | Average Daily Attendance | Attendance Rate |
|----------------------------------|--------------------|-----------------------|----------------------|--------------------------|--------------------------|-----------------|
| 01 | 0 | 560 | 28.00 | 20.00 | 20.00 | 100.00% |
| 02 | 0 | 530 | 28.00 | 18.93 | 18.93 | 100.00% |
| 03 | 0 | 726 | 28.00 | 25.93 | 25.93 | 100.00% |
| 04 | 0 | 579 | 28.00 | 20.68 | 20.68 | 100.00% |
| 05 | 0 | 513 | 28.00 | 18.32 | 18.32 | 100.00% |
| KF | 0 | 607 | 28.00 | 21.68 | 21.68 | 100.00% |
| Marvell-Elaine Elementary School | | 3,515 | 28.00 | 125.54 | | |

Building: Marvell-Elaine High School

| Grade - E/W | Total Absence Days | Total Membership Days | Membership Day Count | Average Daily Membership | Average Daily Attendance | Attendance Rate |
|----------------------------|--------------------|-----------------------|----------------------|--------------------------|--------------------------|-----------------|
| 06 | 75 | 632 | 28.00 | 22.57 | 19.89 | 88.13% |
| 07 | 49.5 | 586 | 28.00 | 20.93 | 19.16 | 91.55% |
| 08 | 55 | 532 | 28.00 | 19.00 | 17.04 | 89.66% |
| 09 | 29.5 | 728 | 28.00 | 26.00 | 24.95 | 95.95% |
| 10 | 29 | 682 | 28.00 | 24.36 | 23.32 | 95.75% |
| 11 | 28.5 | 830 | 28.00 | 29.64 | 28.62 | 96.57% |
| 12 | 7.5 | 644 | 28.00 | 23.00 | 22.73 | 98.84% |
| Marvell-Elaine High School | 274 | 4,634 | 28.00 | 165.50 | 155.71 | 94.09% |

Prerequisite: The Day Totals Calculation for the STATE View Type must be run to include the desired date range prior to running this report.

Marvell-Elaine School District

ENROLLMENT REPORT

Enrollment Date: Sep 23, 2021

| Enrollment Count | | Asian | | Black | | Hispanic | | Two or More | | White | | Grade Totals |
|----------------------------------|-----------------|---------|-------|-------------|---------|----------|-------------|-------------|-------|-------------|----|--------------|
| | | Females | Males | Race Totals | Females | Males | Race Totals | Females | Males | Race Totals | | |
| Marvell-Elaine Elementary School | 01 | | | | 10 | 9 | 19 | 1 | | | | 20 |
| | 02 | | | | 7 | 11 | 18 | | | 1 | | 19 |
| | 03 | | | | 12 | 12 | 24 | | | 1 | 1 | 26 |
| | 04 | | 1 | 1 | 9 | 10 | 19 | | | 1 | | 21 |
| | 05 | | | | 8 | 9 | 17 | | 1 | | 1 | 19 |
| | KF | 1 | | 1 | 11 | 11 | 22 | | | | | 23 |
| | Building Totals | 1 | 1 | 2 | 57 | 62 | 119 | 1 | 1 | 2 | 3 | 128 |
| Marvell-Elaine High School | 06 | | | | 8 | 8 | 16 | 1 | 2 | 3 | 1 | 23 |
| | 07 | | | | 11 | 8 | 19 | 1 | | 1 | | 21 |
| | 08 | | | | 4 | 13 | 17 | | | 2 | | 19 |
| | 09 | | | | 15 | 10 | 25 | | | | 1 | 26 |
| | 10 | | | | 10 | 11 | 21 | 1 | | 1 | | 24 |
| | 11 | | | | 16 | 10 | 26 | | 2 | 2 | 3 | 32 |
| | 12 | | | | 8 | 13 | 21 | | | | 2 | 23 |
| | Building Totals | | | | 72 | 73 | 145 | 3 | 4 | 7 | 1 | 168 |
| | Total | 1 | 1 | 2 | 129 | 135 | 264 | 4 | 5 | 9 | 11 | 296 |

| DATA | | | | | | | |
|------|---|----|--------------|-----|--|----|------------|
| | | | | | | | |
| 1. | 2017 Real Assessment | \$ | 50,077,909 | 15. | Initial Per-Student Revenue | \$ | 4,723.50 |
| 2. | 2017 Personal Assessment | \$ | 12,996,895 | 16. | Initial Per-Student Foundation Funding Amount | \$ | 6,781.00 |
| 3. | 2017 Utility Assessment | \$ | 5,993,815 | 17. | Initial Per-Student State Foundation Funding Aid | \$ | 2,057.50 |
| 4. | 2017 Total Assessment | \$ | 69,068,619 | 18. | PY ALE FTEs (Qtrs. 1-4) | | 8,597,952 |
| 5. | 98% of URT X Assessment | \$ | 1,692,181.17 | 19. | CY English Language Learner Students | | 2 |
| 6. | Net Revenues | \$ | 1,523,977.76 | 20. | PY NSL Students (Free and Reduced) | | 351 |
| 7. | 2017 Calendar Year Calc. Misc. Funds ¹ - R | \$ | 35,913 | 21. | Adjusted 1/1/05 Scheduled Debt Payment | \$ | 222,086.25 |
| 8. | 2018 Calendar Year Calc. Misc. Funds ¹ - R | \$ | 31,101 | 22. | State Wealth Index for Bonded Debt Assistance | | 0.00000 |
| 9. | 2016-17 ADM (Qtrs. 1-3 Avg.) | | 359.59 | 23. | PY ADM of Isolated School Area | | 0.00 |
| 10. | 2017-18 ADM (Qtrs. 1-3 Avg.) | | 365.85 | 24. | Isolated Funding Amount Per Student 6-20-603 | \$ | 0 |
| 11. | 2017-18 ADM (Qtr. 4) for SGF | | 374.47 | 25. | District Square Miles | | 604.77 |
| 12. | 2018-19 ADM (Qtr. 1) for SGF | | 362.84 | 26. | District Total Millage Rate in effect as of 1/1/17 | | 33.00 |
| 13. | 2018-19 ADM (Qtr. 2) for SGF | | 354.39 | 27. | District Total Millage Rate in effect as of 1/1/18 | | 33.00 |
| 14. | 2018-19 ADM (Qtr. 3) for SGF | | 351.79 | | | | |

FUNDING

| Funding Category | | Amount | Statutory Code | Restricted | Revenue Code | Fund/SOF Code |
|------------------|--|------------|---------------------------------|------------|--------------|---------------|
| 28. | State Foundation Funding Aid (\$6,781) | \$ 757,547 | 6-20-2303, 6-20-2305, 6-20-2308 | No | 31101 | 2001 |
| 29. | 98% of URT X Assessment less Net Revenues ² | \$ 168,203 | 6-20-2303, 6-20-2305 | No | 31103 | 2001 |
| 30. | Educational Excellence Trust ³ - R | \$ 86,232 | 6-5-301 et seq. | Yes | | |
| 31. | Alternative Learning Environment (\$4,640) - R | \$ 39,894 | 6-20-2303, 6-20-2305 | Yes | 32370 | 2275 |
| 32. | English Language Learners (\$338) - R | \$ 676 | 6-20-2303, 6-20-2305 | Yes | 32371 | 2276 |
| 33. | NSL State Categorical ⁴ (\$526/\$1,051/\$1,576) - R | \$ 553,176 | 6-20-2303, 6-20-2305 | Yes | 32381 | 2281 |
| 34. | NSL Transitional Funding ⁴ (Rate Varies) - R | \$ 0 | 6-20-2305 | Yes | 32381 | 2281 |
| 35. | NSL State Categorical Withholding ⁴ | \$ 0 | 6-20-2305 | | | |
| 36. | NSL Growth Funding ⁴ - R | \$ 0 | 6-20-2305 | Yes | 32381 | 2281 |
| 37. | Professional Development (\$27.40) - R | \$ 10,024 | 6-20-2303, 6-20-2305 | Yes | 32256 | 2223 |
| 38. | Bonded Debt Assistance (\$18.03) - R | \$ 0 | 6-20-2503 | Yes | 32915 | 2001 |
| 39. | Isolated Funding | \$ 0 | 6-20-601, 6-20-603 | Yes | 31500 | 2212 |
| 40. | Special Needs Isolated Funding ⁵ | \$ 0 | 6-20-604 (c), (d) & (e) | Yes | 31500 | 2212 |
| 41. | Special Needs Small District Funding ⁵ | \$ 124,041 | 6-20-604 (f) | No | 32249 | 2920 |
| 42. | Special Needs Isolated Transportation ⁵ | \$ 0 | 6-20-604 (h) | Yes | 32248 | 2228 |
| 43. | Declining Enrollment Funding ⁵ - R | \$ 0 | 6-20-2305 | No | 31460 | 2218 |
| 44. | Declining Enrollment Adequacy | \$ 0 | 6-20-2305 | No | 31460 | 2218 |
| 45. | Student Growth - PYQtr. 4 + CYQtrs. 1,2 & 3 ⁶ - R | \$ 25,225 | 6-20-2303 & 2305 | No | 31450 | 2217 |
| 46. | Enhanced Transportation Funding | \$ 0 | 6-20-2309 | No | 31400 | 2222 |

ACA-Arkansas code annotated, ADM-average daily membership, ALE-alternative learning environment, Avg.-average, Calc.-calculated, CY-current year, FTE-full-time equivalent, FY-fiscal year, LEA-local education agency, Misc.-miscellaneous, NSL-national school lunch, PY-prior year, Qtr.-quarter, R-state board rule, SGF-student growth funding, SOF-source of fund, URT-uniform rate of tax

- 1) Miscellaneous funds are defined and calculated as per ACA § 6-20-2303 (12), ACA § 6-20-2308, and ACA § 6-20-2503 (a) (3).
- 2) Negative funding amounts for 98% of URT X assessment less net revenues indicate funds owed to the state. For those districts receiving SFFA, the negative amount is deducted from SFFA.
- 3) Educational excellence trust funds are included in state foundation funding aid and are restricted pursuant to ACA § 6-5-307.
- 4) The combination of NSL state categorical (plus), NSL transitional (plus or minus), NSL state categorical withholding (minus), and NSL growth funding (plus) equals the total net NSL state categorical funding received by a school district. The NSL state categorical funding rate increases or decreases in \$175 increments for districts in transition.
- 5) Eligible school districts shall receive the higher of student growth funding plus special needs (isolated/small district/transportation) funding or declining enrollment funding. No school district shall receive both declining enrollment funding and student growth funding or special needs (isolated/small district/transportation) funding. The initial FY19 state aid notice provides declining enrollment funding that has not been compared to student growth funding and/or special needs (isolated/small district/transportation) funding. Information regarding the calculation of student growth funding pursuant to ACA § 6-20-2305 (c) (2) is published in a separate commissioner's memo and on the Arkansas Department of Education website (Publications and Reports > Miscellaneous).

DATA

| | | | | | |
|--|----|--------------|--|----|------------|
| 1. 2018 Real Assessment | \$ | 52,104,255 | 15. Initial Per-Student Revenue | \$ | 4,953.37 |
| 2. 2018 Personal Assessment | \$ | 12,548,365 | 16. Initial Per-Student Foundation Funding Amount | \$ | 6,899.00 |
| 3. 2018 Utility Assessment | \$ | 6,091,935 | 17. Initial Per-Student State Foundation Funding Aid | \$ | 1,945.63 |
| 4. 2018 Total Assessment | \$ | 70,744,555 | 18. PY ALE FTEs (Qtrs. 1-4) | | 6,570,065 |
| 5. 98% of URT X Assessment | \$ | 1,733,241.60 | 19. CY English Language Learner Students | | 2 |
| 6. Net Revenues | \$ | 1,618,600.53 | 20. PY ESA Students (NSL Free and Reduced) | | 352 |
| 7. 2018 Calendar Year Calc. Misc. Funds ¹ - R | \$ | 31,101 | 21. Adjusted 1/1/05 Scheduled Debt Payment | \$ | 221,411.25 |
| 8. 2019 Calendar Year Calc. Misc. Funds ¹ - R | \$ | 30,501 | 22. State Wealth Index for Bonded Debt Assistance | | 0.00000 |
| 9. 2017-18 ADM (Qtrs. 1-3 Avg.) | | 365.85 | 23. PY ADM of Isolated School Area | \$ | 0.00 |
| 10. 2018-19 ADM (Qtrs. 1-3 Avg.) | | 356.19 | 24. Isolated Funding Amount Per Student 6-20-603 | | 0 |
| 11. 2018-19 ADM (Qtr. 4) for SGF | | 346.60 | 25. District Square Miles | | 604.83 |
| 12. 2019-20 ADM (Qtr. 1) for SGF | | 338.74 | 26. District Total Millage Rate in effect as of 1/1/18 | | 33.00 |
| 13. 2019-20 ADM (Qtr. 2) for SGF | | 339.39 | 27. District Total Millage Rate in effect as of 1/1/19 | | 33.00 |
| 14. 2019-20 ADM (Qtr. 3) for SGF | | 333.05 | | | |

FUNDING

| Funding Category | Amount | Statutory Code/Acts of 2019 | Restricted | Revenue Code | Fund/SOF Code |
|--|---------|--|------------|--------------|---------------|
| 28. State Foundation Funding Aid (\$6,899) | 693,612 | 6-20-2303, 6-20-2305, 6-20-2308, Act 667 | No | 31101 | 2001 |
| 29. 98% of URT X Assessment less Net Revenues ² | 114,641 | 6-20-2303, 6-20-2305 | No | 31103 | 2001 |
| 30. Educational Excellence Trust Fund ³ - R | 176,944 | 6-5-301 et seq., Act 170 | Yes | | |
| 31. Alternative Learning Environment (\$4,700) - R | 30,879 | 6-20-2303, 6-20-2305, Act 667 | Yes | 32370 | 2275 |
| 32. English Language Learners (\$345) - R | 690 | 6-20-2303, 6-20-2305, Act 667 | Yes | 32371 | 2276 |
| 33. ESA Funding ⁴ (\$26/\$1,051/\$1,576) - R | 554,752 | 6-20-2303, 6-20-2305, Act 1083 | Yes | 32381 | 2281 |
| 34. ESA Transitional Funding ⁴ (Rate Varies) - R | 0 | 6-20-2305, Act 1083 | Yes | 32381 | 2281 |
| 35. ESA Funding Withholding ⁴ | 0 | 6-20-2305, Act 1083 | | | |
| 36. ESA Growth Funding ⁴ - R | 0 | 6-20-2305, Act 1083 | | | |
| 37. Professional Development (\$27.40) - R | 0 | 6-20-2305, Act 1083 | Yes | 32381 | 2281 |
| 38. Bonded Debt Assistance (\$18.03) - R | 9,760 | 6-20-2303, 6-20-2305, Act 667 | Yes | 32256 | 2223 |
| 39. Isolated Funding | 0 | 6-20-2503 | Yes | 32915 | 2001 |
| 40. Special Needs Isolated Funding ⁵ | 0 | 6-20-601, 6-20-603 | Yes | 31500 | 2212 |
| 41. Special Needs Small District Funding ⁵ | 0 | 6-20-604 (c), (d) & (e) | Yes | 31500 | 2212 |
| 42. Special Needs Isolated Transportation ⁵ | 122,868 | 6-20-604 (f) | No | 32249 | 2920 |
| 43. Declining Enrollment Funding ⁵ - R | 0 | 6-20-604 (h) | Yes | 32248 | 2228 |
| 44. Declining Enrollment Adequacy | 0 | 6-20-2305 | No | 31460 | 2218 |
| 45. Student Growth-PYQtr. 4 + CYQtrs. 1, 2, & 3 ⁵ - R | 0 | 6-20-2305 | No | 31460 | 2218 |
| 46. Enhanced Transportation Funding | 0 | 6-20-2303 & 2305 | No | 31450 | 2217 |
| | 0 | 6-20-2309, Act 667 | No | 31400 | 2222 |

ACA-Arkansas code annotated, ADM-average daily membership, ALE-alternative learning environment, Avg.-average, Calc.-calculated, CY-current year, ESA-enhanced student achievement funding, FTE-full-time equivalent, FY-fiscal year, LEA-local education agency, Misc.-miscellaneous, NSL-national school lunch, PY-prior year, Qtr.-quarter, R-state board rule, SGF-student growth funding, SOF-source of fund, URT-uniform rate of tax

- Miscellaneous funds are defined and calculated as per ACA § 6-20-2303 (12), ACA § 6-20-2308, and ACA § 6-20-2503 (a) (3).
- Negative amounts for 98% of URT X assessment less net revenues indicate funds owed to the state. For those districts receiving SFFA, the negative amount is deducted from SFFA.
- Educational excellence trust funds are included in foundation funding and are restricted pursuant to ACA § 6-5-307, as amended by Act 170 of 2019. Rules effective January 1, 2020, in part, provide an exemption to the requirement to increase salaries as a result of a school district's trust fund allocation for the 2019-20 school year.
- The combination of ESA (plus), ESA transitional (plus or minus), ESA withholding (minus), and ESA growth funding (plus) equals the total net ESA funding received by a school district.
- Eligible school districts shall receive the higher of student growth funding plus special needs (isolated/small district/transportation) funding or declining enrollment funding. No school district shall receive both declining enrollment funding and student growth funding or special needs (isolated/small district/transportation) funding. The initial FY20 state aid notice provides declining enrollment funding that has not been compared to student growth funding and/or special needs (isolated/small district/transportation) funding. Final funding amounts are provided on the final FY20 state aid notice in July 2020 following the FY20 cycle 7 submission of ADM.

| DATA | | | | | | | |
|--|----|--------------|--|----|--|------------|--|
| | | | | | | | |
| 1. 2019 Real Assessment | \$ | 54,891,470 | 15. Initial Per-Student Revenue | \$ | | 5,448.55 | |
| 2. 2019 Personal Assessment | \$ | 12,475,155 | 16. Initial Per-Student Foundation Funding Amount | \$ | | 7,018.00 | |
| 3. 2019 Utility Assessment | \$ | 6,318,167 | 17. Initial Per-Student State Foundation Funding Aid | \$ | | 1,569.45 | |
| 4. 2019 Total Assessment | \$ | 73,684,792 | 18. PY ALE FTEs (Qtrs. 1-4) | | | 0.000000 | |
| 5. 98% of URT X Assessment | \$ | 1,805,277.40 | 19. CY English Language Learner Students | | | 1 | |
| 6. Net Revenues | \$ | 1,613,348.40 | 20. PY ESA Students (NSL Free and Reduced) | | | 328 | |
| 7. 2019 Calendar Year Calc. Misc. Funds ¹ - R | \$ | 30,501 | 21. Adjusted 1/1/05 Scheduled Debt Payment | \$ | | 224,752.50 | |
| 8. 2020 Calendar Year Calc. Misc. Funds ¹ - R | \$ | 23,618 | 22. State Wealth Index for Bonded Debt Assistance | | | 0.00000 | |
| 9. 2018-19 ADM (Qtrs. 1-3 Avg.) | | 356.19 | 23. PY ADM of Isolated School Area | | | 0.00 | |
| 10. 2019-20 ADM (Qtrs. 1-3 Avg.) | | 336.93 | 24. Isolated Funding Amount Per Student 6-20-603 | \$ | | 0 | |
| 11. 2019-20 ADM (Qtr. 4) for SGF | | 328.33 | 25. District Square Miles | | | 604.83 | |
| 12. 2020-21 ADM (Qtr. 1) for SGF | | 323.88 | 26. District Total Millage Rate in effect as of 1/1/19 | | | 33.00 | |
| 13. 2020-21 ADM (Qtr. 2) for SGF | | 325.60 | 27. District Total Millage Rate in effect as of 1/1/20 | | | 33.00 | |
| 14. 2020-21 ADM (Qtr. 3) for SGF | | 329.40 | | | | | |

FUNDING

| Funding Category | Amount | Statutory Code/Acts | Restricted | Revenue Code | Fund/SOF Code |
|---|------------|---------------------------------|------------|--------------|---------------|
| 28. State Foundation Funding Aid (\$7,018) | \$ 535,679 | 6-20-2303, 6-20-2305, 6-20-2308 | No | 31101 | 2001 |
| 29. 98% of URT X Assessment less Net Revenues ² | \$ 191,929 | 6-20-2303, 6-20-2305 | No | 31103 | 2001 |
| 30. Educational Excellence Trust Fund ³ - R | \$ 169,722 | 6-5-301 et seq. | Yes | | |
| 31. Alternative Learning Environment (\$4,700) - R | \$ 0 | 6-20-2303, 6-20-2305 | Yes | 32370 | 2275 |
| 32. English Language Learners (\$352) - R | \$ 352 | 6-20-2303, 6-20-2305 | Yes | 32371 | 2276 |
| 33. ESA Funding ⁴ (\$526/\$1,051/\$1,576) - R | \$ 516,928 | 6-20-2303, 6-20-2305 | Yes | 32381 | 2281 |
| 34. ESA Transitional Funding ⁴ (Rate Varies) - R | \$ 0 | 6-20-2305 | Yes | 32381 | 2281 |
| 35. ESA Funding Withholding ⁴ | \$ 0 | 6-20-2305 | | | |
| 36. ESA Growth Funding ⁴ - R | \$ 0 | 6-20-2305 | Yes | 32381 | 2281 |
| 37. Professional Development (\$36.00) - R | \$ 12,129 | 6-20-2303, 6-20-2305 | Yes | 32256 | 2223 |
| 38. Bonded Debt Assistance (\$18.03) - R | \$ 0 | 6-20-2503 | Yes | 32915 | 2001 |
| 39. Isolated Funding | \$ 0 | 6-20-601, 6-20-603 | Yes | 31500 | 2212 |
| 40. Special Needs Isolated Funding ⁵ | \$ 0 | 6-20-604 (c), (d) & (e) | Yes | 31500 | 2212 |
| 41. Special Needs Small District Funding ⁵ | \$ 118,229 | 6-20-604 (f) | No | 32249 | 2920 |
| 42. Special Needs Isolated Transportation ⁵ | \$ 0 | 6-20-604 (h) | Yes | 32248 | 2228 |
| 43. Declining Enrollment Funding ⁵ - R | \$ 0 | 6-20-2305 | No | 31460 | 2218 |
| 44. Declining Enrollment Adequacy | \$ 0 | 6-20-2305 | No | 31460 | 2218 |
| 45. Student Growth - PYQtr. 4 + CYQtrs. 1, 2 & 3 ⁵ - R | \$ 0 | 6-20-2303 & 2305 | No | 31450 | 2217 |
| 46. Enhanced Transportation Funding | \$ 0 | 6-20-2309 | No | 31400 | 2222 |

ACA-Arkansas code annotated, ADM-average daily membership, ALE-alternative learning environment, Avg.-average, Calc.-calculated, CY-current year, ESA-enhanced student achievement, FTE-full-time equivalent, FY-fiscal year, LEA-local education agency, Misc.-miscellaneous, NSL-national school lunch, PY-prior year, Qtr.-quarter, R-state board rule, SFFA-state foundation funding aid, SGF-student growth funding, SOF-source of fund, URT-uniform rate of tax

1) Miscellaneous funds are defined and calculated as per ACA § 6-20-2303 (12), ACA § 6-20-2308, and ACA § 6-20-2503 (a) (3).

2) Negative funding amounts for 98% of URT X assessment less net revenues indicate funds owed to the state. For those districts receiving SFFA, the negative amount is deducted from SFFA.

3) Educational excellence trust funds are included in foundation funding and are restricted pursuant to ACA § 6-5-307.

4) The combination of ESA (plus), ESA transitional (plus or minus), ESA withholding (minus), and ESA growth funding (plus) equals the total net ESA funding received by a school district.

5) Eligible school districts shall receive the higher of student growth funding plus special needs (isolated/small district/transportation) funding or declining enrollment funding. No school district shall receive both declining enrollment funding and student growth funding or special needs (isolated/small district/transportation) funding. The initial state aid notice provides declining enrollment funding that has not been compared to student growth funding and/or special needs (isolated/small district/transportation) funding.

DATA

| | | | |
|--|---------------|--|-------------|
| 1. 2020 Real Assessment | \$ 58,378,702 | 15. Initial Per-Student Revenue | \$ 5,977.21 |
| 2. 2020 Personal Assessment | 13,559,850 | 16. Initial Per-Student Foundation Funding Amount | 7,182.00 |
| 3. 2020 Utility Assessment | 6,730,933 | 17. Initial Per-Student State Foundation Funding Aid | 1,204.79 |
| 4. 2020 Total Assessment | 78,669,485 | 18. PY ALE FTEs (Qtrs. 1-4) | 0.000000 |
| 5. 98% of URT X Assessment | 1,927,402.38 | 19. CY English Language Learner Students | 331 |
| 6. Net Revenues | | 20. PY ESA Students (NSL Free and Reduced) | 222,868.13 |
| 7. 2020 Calendar Year Calc. Misc. Funds ¹ - R | 23,618 | 21. Adjusted 1/1/05 Scheduled Debt Payment | 0.000000 |
| 8. 2021 Calendar Year Calc. Misc. Funds ¹ - R | | 22. State Wealth Index for Bonded Debt Assistance | |
| 9. 2019-20 ADM (Qtrs. 1-3 Avg.) | 336.93 | 23. PY ADM of Isolated School Area | |
| 10. 2020-21 ADM (Qtrs. 1-3 Avg.) | 326.41 | 24. Isolated Funding Amount Per Student 6-20-603 | \$ 0 |
| 11. 2020-21 ADM (Qtr. 4) for SGF | 328.52 | 25. District Square Miles | 604.83 |
| 12. 2021-22 ADM (Qtr. 1) for SGF | | 26. District Total Millage Rate in effect as of 1/1/20 | 33.00 |
| 13. 2021-22 ADM (Qtr. 2) for SGF | | 27. District Total Millage Rate in effect as of 1/1/21 | 33.00 |
| 14. 2021-22 ADM (Qtr. 3) for SGF | | | |

FUNDING

| Funding Category | Amount | Statutory Code/Acts of 2021 | Restricted | Revenue Code | Fund/SOF Code |
|---|------------|--|------------|--------------|---------------|
| 28. State Foundation Funding Aid (\$7,182) | 393,256.00 | 6-20-2303, 6-20-2305, 6-20-2308, Act 614 | No | 31101 | 2001 |
| 29. 98% of URT X Assessment less Net Revenues ² | | 6-20-2303, 6-20-2305 | No | 31103 | 2001 |
| 30. Educational Excellence Trust Fund ³ - R | 169,131.00 | 6-5-301 et seq. | Yes | | |
| 31. Alternative Learning Environment (\$4,794) - R | 0.00 | 6-20-2303, 6-20-2305, Act 614 | Yes | 32370 | 2275 |
| 32. English Language Learners (\$359) - R | | 6-20-2303, 6-20-2305, Act 614 | Yes | 32371 | 2276 |
| 33. ESA Funding ⁴ (\$532/\$1,053/\$1,594) - R | 527,614.00 | 6-20-2303, 6-20-2305, Act 614 | Yes | 32381 | 2281 |
| 34. ESA Transitional Funding ⁴ (Rate Varies) - R | 0.00 | 6-20-2305 | Yes | 32381 | 2281 |
| 35. ESA Funding Withholding ⁴ | | 6-20-2305 | | | |
| 36. ESA Growth Funding ⁴ - R | 0.00 | 6-20-2305 | Yes | 32381 | 2281 |
| 37. Professional Development (\$36.00) - R | 11,751.00 | 6-20-2303, 6-20-2305, Act 614 | Yes | 32256 | 2223 |
| 38. Bonded Debt Assistance (\$18.03) - R | 0.00 | 6-20-2503 | Yes | 32915 | 2001 |
| 39. Isolated Funding | | 6-20-601, 6-20-603 | Yes | 31500 | 2212 |
| 40. Special Needs Isolated Funding ⁵ | | 6-20-604 (c), (d) & (e) | Yes | 31500 | 2212 |
| 41. Special Needs Small District Funding ⁵ | | 6-20-604 (f) | No | 32249 | 2920 |
| 42. Special Needs Isolated Transportation ⁵ | | 6-20-604 (h) | Yes | 32248 | 2228 |
| 43. Declining Enrollment Funding ⁵ - R | 37,777.00 | 6-20-2305, Act 909 | No | 31460 | 2218 |
| 44. Declining Enrollment Adequacy | | 6-20-2305 | No | 31460 | 2218 |
| 45. Student Growth - PYQtr. 4 + CYQtrs. 1, 2 & 3 ⁵ - R | | 6-20-2303 & 2305 | No | 31450 | 2217 |
| 46. Enhanced Transportation Funding | 50,487.00 | 6-20-2309, Act 400 | No | 31400 | 2222 |
| 47. Teacher Salary Equalization Funding (\$185) | 60,385.85 | Act 680 | Yes | 32204 | 2001 |

ACA-Arkansas code annotated, ADM-average daily membership, ALE-alternative learning environment, Avg.-average, Calc.-calculated, CY-current year, ESA-enhanced student achievement, FTE-full-time equivalent, FY-fiscal year, LEA-local education agency, Misc.-miscellaneous, NSL-national school lunch, PY-prior year, Qtr-quarter, R-state board rule, SFFA-state foundation funding aid, SGF-student growth funding, SOF-source of fund, URT-uniform rate of tax

1) Miscellaneous funds are defined and calculated as per ACA § 6-20-2303 (12), ACA § 6-20-2308, and ACA § 6-20-2503 (a) (3).

2) Negative funding amounts for 98% of URT X assessment less net revenues indicate funds owed to the state. For those districts receiving SFFA, the negative amount is deducted from SFFA.

3) Educational excellence trust funds are included in foundation funding and are restricted pursuant to ACA § 6-5-307.

4) The combination of ESA (plus), ESA transitional (minus), and ESA growth funding (plus) equals the total net ESA funding received by a school district.

5) Eligible school districts shall receive the higher of student growth funding or declining enrollment funding. No school district shall receive both declining enrollment funding and student growth funding. The initial state aid notice provides declining enrollment funding that has not been compared to student growth funding.

Marvell-Elaine School District (5404000)

203 South Pine St , Marvell, AR 72366

marvellschools.org

| | |
|-----------------------|------------------------------|
| Superintendent | HENRY ANDERSON |
| Email | handerson@marvellschools.org |
| Phone | (870) 829-2101 Ext. 23 |

District Accreditation Status

Accredited

District Information

Total Enrollment

345

FTE Information

Superintendent

1.00

Assistant Superintendent

ADE Standards Specialist(s)

Dorie Summons

Dorie.Summons@arkansas.gov

501-682-4472

School Accreditation Status

| | |
|---------|-------------------------------|
| 5404030 | Marvell-Elaine Elementary Sch |
| 5404032 | Marvell-Elaine High School |

Status

Accredited

Accredited

Marvell-Elaine Elementary Sch (5404030)

1018b Hwy 49 , Marvell, AR 72366

| | |
|------------------|---------------------------|
| Principal | NICOLAS B MURRY |
| Email | nmurry@marvellschools.org |
| Phone | (870) 829-2101 |

School Accreditation Status

Accredited

| School Information | | | |
|--------------------|------------------|--------------------------|-------------------|
| Grades Served | Total Enrollment | Expenditure Media Center | Total Book Volume |
| P - 05 | 166 | 0.00 | 23200 |

| FTE Information | | | |
|-----------------|-----------|---------------------|----------------------------|
| Counselor | Principal | Assistant Principal | Library / Media Specialist |
| 0.50 | 0.50 | | 0.50 |

Marvell-Elaine High School (5404032)

1018b Hwy 49 , Marvell, AR 72366

Principal NICOLAS A MURRY
Email nmurry@marvelschools.org
Phone (870) 829-1351

School Accreditation Status

Accredited

School Information

| Grades Served | Total Enrollment | Expenditure Media Center | Total Book Volume |
|---------------|------------------|--------------------------|-------------------|
| 06 - 12 | 179 | 79.00 | 18200 |

FTE Information

| Counselor | Principal | Assistant Principal | Library / Media Specialist |
|-----------|-----------|---------------------|----------------------------|
| 0.50 | 0.50 | | 0.50 |

Budget Summary
MARVELL-ELAINE SCHOOL DISTRICT(5404000)

Period: 13

FY22 as of 2021-09-13

| FY22 as of 2021-09-13 | | | |
|---|----------------|---------------------|--|
| Beginning Balance <u>7/1/2021</u> | | | Ending Balance <u>6/30/2022</u> |
| | Revenue | Expenditures | |
| 695,088.11 | 184,550.16 | 457,676.67 | 421,961.6 |
| FY22 Budget | | | |
| Beginning Balance <u>7/1/2021</u> | | | Projected Balance <u>6/30/2022</u> |
| | Revenue | Expenditures | |
| 770,539.97 | 0 | 0 | 770,539.97 |
| FY21 | | | |
| Beginning Balance <u>7/1/2020</u> | | | Ending Balance <u>6/30/2021</u> |
| | Revenue | Expenditures | |
| 251,744.84 | 4,125,377.29 | 3,682,034.02 | 695,088.11 |
| FY20 | | | |
| Beginning Balance <u>7/1/2019</u> | | | Ending Balance <u>6/30/2020</u> |
| | Revenue | Expenditures | |
| 706,510.29 | 3,424,654.66 | 3,879,420.11 | 251,744.84 |
| FY19 | | | |
| Beginning Balance <u>7/1/2018</u> | | | Ending Balance <u>6/30/2019</u> |
| | Revenue | Expenditures | |
| 755,517.14 | 3,563,684.81 | 3,612,691.66 | 706,510.29 |

(Does not include Building, Categorical, Federal, Activity and Food Service Funds)

Sep 13, 2021

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Revenue
MARVELL-ELAINE SCHOOL DISTRICT #22
Period 13

Unrestricted Funds

Fund/SOF 1000-1200|1204|1206:1211|1213:1222|1224:1274|1277:1280|1282:1292|1294:1319|1321:1322|1324:1390|1392:1400|1405:1999
Fund/SOF 2000-2200|2204|2206:2211|2213:2222|2224:2274|2277:2280|2282:2292|2294:2319|2321:2322|2324:2390|2392:2400|2405:2999
Fund/SOF 4000:4999

Object Detail for Account
10000:51999|52300-52399|52500:59999

| Account | Account Description | FY19 | FY20 | FY21 | FY22 YTD as of 2021-09-13 | FY22 Budget | Variance in FY22 Budget and FY22 YTD |
|---------|----------------------------|--------------|--------------|--------------|------------------------------|----------------|---|
| 11100 | PROPERTY TAXES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 11110 | PROPERTY TAXES-CURRENT | 1,424,109.31 | 1,531,172.42 | 1,706,395.33 | 4,061.80 | 0.00 | 4,061.80 |
| 11115 | PROP. TAX RELIEF SALESTAX | 41,161.74 | 152,578.82 | 612,479.80 | 8,527.93 | 0.00 | 8,527.93 |
| 11120 | PROPERTY TAX-40% BY 6/30 | 327,883.97 | 351,892.27 | 122,750.14 | 0.00 | 0.00 | 0.00 |
| 11125 | PROP. TX 40% PULL BACK | 36,952.42 | 3,276.80 | 10,559.17 | 0.00 | 0.00 | 0.00 |
| 11130 | PROPERTY TX-40% 7/1-12/31 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 11135 | PROP. TX 40% PULL BACK | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 11140 | PROPERTY TAX-DELINQUENT | 65,199.99 | 36,660.91 | 10,763.23 | 1,021.06 | 0.00 | 1,021.06 |
| 11150 | EXCESS COMMISSION | 41,500.94 | 4,511.77 | 5,409.58 | 0.00 | 0.00 | 0.00 |
| 11160 | LAND REDEMP-IN STATE SALE | 7,729.28 | 648.96 | 483.85 | 0.00 | 0.00 | 0.00 |
| 11200 | SALES AND USE TAX | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 11500 | | 0.00 | 50.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 11900 | OTHER TAXES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 12100 | REVENUE IN LIEU OF TAXES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 12800 | REVENUE IN LIEU OF TAXES | 35,132.33 | 71,436.80 | 32,818.55 | 0.00 | 0.00 | 0.00 |
| 12900 | OTHER LOCAL NON-LEA REVEN | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 13120 | SUMMER SCHOOL | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 14400 | TRANSPORTATION | 0.00 | 489.08 | 0.60 | 0.00 | 0.00 | 0.00 |
| 15100 | INTEREST ON INVESTMENTS | 15,851.29 | 8,780.64 | 9,147.72 | 612.13 | 0.00 | 612.13 |
| 15200 | PROFITS ON BUILDING SALES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19100 | RENTALS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19120 | OTHER RENT-LAND OWNED LEA | 800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19130 | LEA BLDGS & FACILITIES | 7,050.00 | 922.98 | 5,691.53 | 175.00 | 0.00 | 175.00 |
| 19140 | EQUIPMENT & VEHICLES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19200 | PRIVATE CONTRIBUTIONS | 83,021.90 | 28,339.15 | 73,659.63 | 0.00 | 0.00 | 0.00 |
| 19300 | SALES OF SUPPLIES & MATER | 950.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19410 | SECONDARY SALES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19450 | ELEMENTARY SALES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19490 | OTHER SALES/RENTALS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 19800 | REFUNDS OF PRIOR YR EXPEN | 12,731.94 | 1,068.49 | 39,124.57 | 18,708.94 | 0.00 | 18,708.94 |
| 19900 | MISC REV FR LOCAL SOURCES | 9,971.10 | 5,241.03 | 412.41 | 0.00 | 0.00 | 0.00 |
| 19910 | TEACHER/STUDENT INCENT SUP | 0.00 | 200.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 21200 | SEVERANCE TAX | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31100 | MINIMUM FOUNDATION PGM | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31101 | STATE FOUNDATION FUND | 757,547.00 | 693,612.00 | 535,679.00 | 65,542.00 | 0.00 | 65,542.00 |
| 31102 | ENHANCED EDUCATIONAL FUND | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31103 | 98% URT | 168,203.00 | 114,641.00 | 191,929.00 | 0.00 | 0.00 | 0.00 |
| 31110 | STATE EQUALIZATION AID | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31200 | ADDITIONAL BASE FUNDING | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31250 | FISCAL CRISIS RELIEF FDS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31300 | CONSOLIDATION INCENTIVE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31400 | TRANSPORTATION AID | 0.00 | 0.00 | 0.00 | 50,487.00 | 0.00 | 50,487.00 |
| 31450 | STUDENT GROWTH FUNDING | 25,225.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31600 | INCENTIVE FUNDING | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 31650 | LOSS FUNDING REVENUE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32204 | TEACHER SAL EQUALIZATION | 0.00 | 0.00 | 0.00 | 10,064.30 | 0.00 | 10,064.30 |
| 32215 | ALTERNATIVE ED GRANT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32216 | COMPENSATORY ED | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32219 | EISENHOWER MATH/SCIENCE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32220 | CURRICULUM FRAMEWORKS-236 | 0.00 | 0.00 | 24,405.00 | 0.00 | 0.00 | 0.00 |
| 32225 | E A S T | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32226 | RECRUITMENT/RETENTION | 56,478.98 | 58,489.84 | 50,933.49 | 0.00 | 0.00 | 0.00 |
| 32232 | ALTERNATIVE LEARNING GRT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32249 | ISOLATED FUNDING | 124,041.00 | 122,868.00 | 118,229.00 | 0.00 | 0.00 | 0.00 |
| 32250 | PATHWISE MENTOR/NOVICE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32252 | EQUITABLE ACCESS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32310 | HAND CHILD-SUPV/EXTEND YR | 1,593.09 | 1,449.09 | 1,762.21 | 0.00 | 0.00 | 0.00 |
| 32330 | NON-HAND-RESID TREATMENT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32350 | EARLY CHLD/MEDICAID MATCH | 0.00 | 0.00 | 41,042.38 | 0.00 | 0.00 | 0.00 |
| 32352 | | 0.00 | 0.00 | 14,573.06 | 0.00 | 0.00 | 0.00 |
| 32374 | AT RISK GRANT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32430 | VOC SPEC NEEDS PROJECT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32710 | AR BETTER CHANCE(ABC)GRNT | 124,405.50 | 124,150.00 | 126,750.00 | 25,350.00 | 0.00 | 25,350.00 |
| 32715 | POVERTY GRANT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32901 | JUA-OBESITY PREVENTION | 3,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32902 | PLANNING GRANT | 90,011.88 | 93,933.02 | 90,000.00 | 0.00 | 0.00 | 0.00 |

| | | | | | | | |
|---------------|----------------------------|--------------|--------------|--------------|------------|------|------------|
| 32909 | SCH HEALTH CFDA | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32910 | WORKER'S COMP INSURANCE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32912 | GENERAL FACILITIES FUND | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32916 | DHS HUMAN SERVICE WORKER | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 32990 | AFRICAN AMERICAN GRANT | 0.00 | 0.00 | 178.04 | 0.00 | 0.00 | 0.00 |
| 35118 | HIGH PRIORITY GRANT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 351181 | HIGH PRIORITY GRANT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 42100 | FOREST RESERVE | 5,921.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 45318 | VOC-SUPP GRNTS-IMPROV ACT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 45940 | WOMENS ED EQUITY ACT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 51901 | CONSOLIDATION | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 51999 | PRIOR YR AUDIT ADJUSTMENT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 52500 | TRANS FROM CAPITAL OUTLAY | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 52600 | TRANS FROM FEDERAL GRANTS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 52700 | TRANS FROM STUDENT ACTVITY | 0.00 | 0.00 | 2,700.00 | 0.00 | 0.00 | 0.00 |
| 52800 | TRANS FROM FOOD SERVICE | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 53100 | SALE OF EQUIPMENT | 0.00 | 3,275.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 53400 | COMPEN-LOSS FIXED ASSETS | 96,412.15 | 14,966.59 | 0.00 | 0.00 | 0.00 | 0.00 |
| 53500 | LOSS OF NON FIX ASSETS | 0.00 | 0.00 | 297,500.00 | 0.00 | 0.00 | 0.00 |
| Total Revenue | | 3,563,684.81 | 3,424,654.66 | 4,125,377.29 | 184,550.16 | 0.00 | 184,550.16 |

(Excluding transfers from 52000-52299 and 52400-52499)

EXPENDITURES

MARVELL-ELAINE SCHOOL DISTRICT #22

Period 13

Unrestricted Funds

Fund/SOF 1000-1200|1204|1206:1211|1213:1222|1224:1274|1277:1280|1282:1292|1294:1319|1321:1322|1324:1390|1392:1400|1405:1999

Fund/SOF 2000-2200|2204|2206:2211|2213:2222|2224:2274|2277:2280|2282:2292|2294:2319|2321:2322|2324:2390|2392:2400|2405:2999

Fund/SOF 4000:4999

Object Detail for Account

61000:69299|69330:69339|69350:69999

| | Account | Account Description | FY19 | FY20 | FY21 | FY22 YTD as of 2021-09-13 | FY22 Budget | Variance in FY22 Budget and FY22 YTD |
|--------------------------------|---------------------------------------|----------------------------|---------------------|---------------------|---------------------|------------------------------|----------------|---|
| Salaries & Benefits Totals | 61000 | SALARY-PRSNL SVS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 61110 | CERT SALARY | 1,571,636.80 | 1,547,706.20 | 1,104,932.09 | 71,345.81 | 0.00 | 71,345.81 |
| | 61120 | CLS SALARY | 503,702.42 | 517,355.39 | 370,711.31 | 66,246.34 | 0.00 | 66,246.34 |
| | 61510 | BONUS | 56,478.98 | 10,000.00 | 10,000.00 | 0.00 | 0.00 | 0.00 |
| | 61720 | CLS SUBSTITUTES | 0.00 | 28,698.85 | 2,154.90 | 0.00 | 0.00 | 0.00 |
| | 62110 | CERT GROUP INS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 62210 | CERT SOC SEC | 95,057.91 | 91,986.26 | 73,686.27 | 4,243.82 | 0.00 | 4,243.82 |
| | 62220 | CLS SOC SEC | 27,304.10 | 31,834.67 | 20,852.70 | 3,865.64 | 0.00 | 3,865.64 |
| | 62260 | CERT MEDICARE | 22,230.93 | 21,512.31 | 17,233.18 | 992.52 | 0.00 | 992.52 |
| | 62270 | CLS MEDICARE | 6,385.78 | 7,445.41 | 4,876.79 | 904.02 | 0.00 | 904.02 |
| | 62310 | CERT TCH RET-CONT | 231,654.98 | 229,137.17 | 189,649.82 | 11,798.15 | 0.00 | 11,798.15 |
| | 62311 | ARTRS SURCHARGE - INSTRUC | 427.96 | 296.34 | 215.22 | 9.90 | 0.00 | 9.90 |
| | 62320 | CLS TCH RET - CONT | 57,272.59 | 68,673.28 | 43,112.28 | 8,496.75 | 0.00 | 8,496.75 |
| | 62321 | ARTRS SURCHARGE NON-INSTRU | 284.50 | 13.95 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 62510 | CERT UNEMPLOY COMP | 2,301.23 | 2,382.11 | 1,526.33 | 343.40 | 0.00 | 343.40 |
| | 62520 | CLS UNEMPLOY COMP | 42.49 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 62610 | CERT WKR'S COMP | 4,264.25 | 1,151.30 | 2,457.27 | 0.00 | 0.00 | 0.00 |
| | 62620 | CLS WKR'S COMP | 4,548.68 | 2,722.35 | 2,589.81 | 0.00 | 0.00 | 0.00 |
| | 62710 | CERT HEALTH BENEFITS | 47,050.26 | 45,587.24 | 32,558.55 | 1,689.20 | 0.00 | 1,689.20 |
| | 62711 | CRT PREMIUM ASSISTNCE EBD | 2,967.31 | 3,217.66 | 3,329.15 | 243.89 | 0.00 | 243.89 |
| | 62720 | CLS HEALTH BENEFITS | 8,889.42 | 9,122.25 | 11,107.75 | 1,314.97 | 0.00 | 1,314.97 |
| | 62721 | CLS PREM ASSISTANCE EBD | 961.78 | 649.44 | 603.06 | 75.21 | 0.00 | 75.21 |
| | Salaries & Benefits Totals | | 2,643,462.37 | 2,619,492.18 | 1,891,596.48 | 171,569.62 | 0.00 | 171,569.62 |
| Other Expenditure Totals | 63130 | BOARD OF ED SERVICES | 0.00 | 350.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 63210 | INSTRUCTIONAL | 13,638.39 | 29,212.00 | 3,307.50 | 0.00 | 0.00 | 0.00 |
| | 63220 | INST PGRM-IMPROVEMENT SVS | 67,372.93 | 42,163.71 | 9,196.71 | 668.28 | 0.00 | 668.28 |
| | 63230 | CONSULTING EDUCATION | 0.00 | 0.00 | 5,300.00 | 0.00 | 0.00 | 0.00 |
| | 63240 | STUDEN ASSESSMENTS | 600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 63310 | PROFESSIONAL SVS CERT | 0.00 | 3,900.00 | 4,475.00 | 0.00 | 0.00 | 0.00 |
| | 63320 | PROFESSIONAL SVS CLASS | 7,252.82 | 0.00 | 420.00 | 0.00 | 0.00 | 0.00 |
| | 63420 | STATISTICAL SERVICES | 7,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 63430 | ACCOUNTING | 24,000.00 | 8,000.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 63440 | LEGAL | 980.00 | 2,357.50 | 2,305.75 | 1,425.00 | 0.00 | 1,425.00 |
| | 63450 | MEDICAL | 1,088.60 | 2,282.57 | 32,174.08 | 0.00 | 0.00 | 0.00 |
| | 63470 | ARCHITECTURAL | 0.00 | 0.00 | 0.00 | 898.43 | 0.00 | 898.43 |
| | 63480 | SECURITY | 0.00 | 26,659.93 | 25,493.77 | 3,084.80 | 0.00 | 3,084.80 |
| | 63490 | OTHER SERVICES ADM | 1,087.50 | 6,000.00 | 1,662.85 | 3,000.00 | 0.00 | 3,000.00 |
| | 63510 | | 0.00 | 0.00 | 575.00 | 0.00 | 0.00 | 0.00 |
| | 63530 | SOFTWARE CONTRACTS | 0.00 | 990.00 | 990.00 | 0.00 | 0.00 | 0.00 |
| | 63560 | INFORMATION TECHNOLOGY | 0.00 | 0.00 | 144.80 | 0.00 | 0.00 | 0.00 |
| | 63900 | OTHER PURC PROF/TECH SVS | 11,803.72 | 3,432.95 | 11,121.07 | 58,332.07 | 0.00 | 58,332.07 |
| | 63901 | RECORD SCANNING | 0.00 | 0.00 | 3,775.00 | 0.00 | 0.00 | 0.00 |
| | 63910 | OTHER PROF AND TECH SERV | 0.00 | 0.00 | 137.19 | 0.00 | 0.00 | 0.00 |
| | 64110 | WATER/SEWER | 8,330.39 | 7,605.65 | 7,094.16 | 764.56 | 0.00 | 764.56 |
| | 64210 | DISPOSAL/SANATATION | 16,910.90 | 15,307.56 | 8,283.66 | 2,098.94 | 0.00 | 2,098.94 |
| | 64240 | LAWN CARE | 0.00 | 0.00 | 773.50 | 386.75 | 0.00 | 386.75 |
| | 64310 | BLDG & GROUNDS | 12,810.90 | 80,578.61 | 59,438.33 | 12,115.51 | 0.00 | 12,115.51 |
| | 64320 | EQUIPMENT & VEHICLES | 205.53 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 64321 | BROADBAND REPAIR | 950.50 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 64410 | LAND & BLDGS | 73,595.58 | 0.00 | 55,319.10 | 0.00 | 0.00 | 0.00 |
| | 64420 | EQUIP & VEHICLES | 0.00 | 750.12 | 238.63 | 0.00 | 0.00 | 0.00 |
| | 64430 | RENTAL OF COMPUTERS/EQUIP | 19,563.60 | 17,208.10 | 15,012.22 | 10,880.61 | 0.00 | 10,880.61 |
| | 64500 | CONSTRUCTION SERVICES | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 64900 | OTHER PURC PROPERTY SVS | 0.00 | 78,008.08 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 65210 | PROPERTY INSURANCE | 0.00 | 41,641.89 | 44,517.45 | 0.00 | 0.00 | 0.00 |
| | 65220 | LIABILITY INSURANCE | 6,670.00 | 6,943.50 | 7,424.00 | 0.00 | 0.00 | 0.00 |
| | 65240 | FLEET INSURANCE | 0.00 | 3,842.88 | 3,858.00 | 0.00 | 0.00 | 0.00 |
| | 65250 | ACCIDENT INS FOR STUDENTS | 21,537.06 | 20,970.06 | 17,276.04 | 17,276.04 | 0.00 | 17,276.04 |
| | 65310 | TELEPHONE | 32,865.13 | 28,200.49 | 26,277.92 | 4,330.38 | 0.00 | 4,330.38 |
| | 65320 | POSTAGE | 1,606.74 | 687.61 | 1,391.84 | 125.99 | 0.00 | 125.99 |
| | 65330 | NETWORKING | 8,791.20 | 11,092.53 | 3,563.93 | 9,836.56 | 0.00 | 9,836.56 |

| | | | | | | |
|---------------------------------|--------------|--------------|--------------|------------|------|------------|
| 65331 BROADBAND (MONTHLY COST) | 2,135.67 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65400 ADVERTISING | 4,060.78 | 1,092.44 | 320.70 | 50.00 | 0.00 | 50.00 |
| 65690 OTHER TUITION | 1,725.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65720 FOOD SVC MGMT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65810 TRVL-CERT-IN DISTRICT | 46.13 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65820 TRVL-CLS IN DISTRICT | 0.00 | 122.83 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65830 TRVL CERT-OUT DISTRICT | 153.04 | 20.00 | 165.64 | 182.51 | 0.00 | 182.51 |
| 65840 TRVL CLS OUT DISTRICT | 36.58 | 62.17 | 240.96 | 0.00 | 0.00 | 0.00 |
| 65860 TRVL CLS OUT STATE | 648.82 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65870 NON EMPLOYEE TRAVEL | 0.00 | 159.16 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65880 MEALS | 1,619.20 | 2,937.62 | 1,911.68 | 1,166.73 | 0.00 | 1,166.73 |
| 65890 LODGING | 10,953.66 | 7,181.61 | 1,453.11 | 1,484.02 | 0.00 | 1,484.02 |
| 65900 MISC PURC SVS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 65910 SVS PURCHASED LOCALLY | 85,650.47 | 69,785.85 | 113,853.27 | 7,032.07 | 0.00 | 7,032.07 |
| 66100 GEN SUPPLIES | 98,182.62 | 102,173.24 | 115,708.50 | 56,777.99 | 0.00 | 56,777.99 |
| 66107 LOW VALUE EQUIPMENT | 903.40 | 8,659.00 | 10,770.34 | 0.00 | 0.00 | 0.00 |
| 66210 NAT.GAS | 22,686.62 | 16,809.87 | 18,542.48 | 653.75 | 0.00 | 653.75 |
| 66220 ELECTRICITY | 142,387.55 | 118,484.70 | 102,178.64 | 25,666.34 | 0.00 | 25,666.34 |
| 66260 GASOLINE/DIESEL | 49,696.10 | 7,385.97 | 2,744.67 | 629.16 | 0.00 | 629.16 |
| 66265 DIESEL | 0.00 | 20,128.59 | 11,028.67 | 504.71 | 0.00 | 504.71 |
| 66300 FOOD | 240.65 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 66410 TEXTBOOKS | 12,009.50 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 66411 E-TEXTBOOKS | 3,591.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 66430 PERIODICALS | 379.20 | 300.00 | 79.00 | 0.00 | 0.00 | 0.00 |
| 66500 TECHN SUPPLIES | 1,689.92 | 7,288.85 | 0.00 | 0.00 | 0.00 | 0.00 |
| 66510 SOFTWARE | 4,830.00 | 1,455.51 | 0.00 | 0.00 | 0.00 | 0.00 |
| 66511 TECHNOLOGY APPS | 3,000.00 | 0.00 | 66.85 | 0.00 | 0.00 | 0.00 |
| 66527 <1000 VAL EQUIPMENT | 4,498.97 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 67300 EQUIPMENT | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 67310 MACHINERY | 4,915.38 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 67320 VEHICLES | 0.00 | 9,028.10 | 0.00 | 0.00 | 0.00 | 0.00 |
| 67330 FURNITURE & FIXTURES | 0.00 | 3,121.54 | 4,438.29 | 3,005.60 | 0.00 | 3,005.60 |
| 67340 TECHNOLOGY HARDWARE | 0.00 | 8,955.57 | 4,376.74 | 0.00 | 0.00 | 0.00 |
| 67390 OTHER EQUIPMENT | 0.00 | 31,661.57 | 3,191.62 | 0.00 | 0.00 | 0.00 |
| 68100 DUES AND FEES | 14,997.89 | 31,662.85 | 9,658.75 | 3,117.75 | 0.00 | 3,117.75 |
| 68102 CRIMINAL BACKGROUND CHECK | 440.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 68110 | 0.00 | 1,572.57 | 0.00 | 0.00 | 0.00 | 0.00 |
| 68117 ASBA | 0.00 | 0.00 | 1,350.00 | 0.00 | 0.00 | 0.00 |
| 68300 INTEREST | 150,195.83 | 185,877.03 | 61,400.00 | 60,612.50 | 0.00 | 60,612.50 |
| 68600 PENALTIES/INTEREST | 22.99 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 68610 PENALTIES/INTEREST | 2,117.01 | 905.00 | 35,258.59 | 0.00 | 0.00 | 0.00 |
| 68900 MISC EXPENDITURES | 0.00 | 0.00 | 210.00 | 0.00 | 0.00 | 0.00 |
| 68910 BOOKKEEPER ERRORS | 0.00 | 0.00 | 1,926.10 | 0.00 | 0.00 | 0.00 |
| 69100 REDEMPTION OF PRINCIPAL | 0.00 | 100,435.62 | 105,000.00 | 0.00 | 0.00 | 0.00 |
| 69330 TO BUILDING FUND | 5,800.00 | 48,462.93 | 801,630.43 | 0.00 | 0.00 | 0.00 |
| 69332 TRANSFER EXPEN | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 69400 REFUND TO STATE | 953.82 | 36,012.00 | 31,385.01 | 0.00 | 0.00 | 0.00 |
| Other Expenditure Totals | 969,229.29 | 1,259,927.93 | 1,790,437.54 | 286,107.05 | 0.00 | 286,107.05 |
| Overall Expenditure Totals | 3,612,691.66 | 3,879,420.11 | 3,682,034.02 | 457,676.67 | 0.00 | 457,676.67 |

(Excluding transfers to funds 1, 2 and 4 which is 69310-69329 abd 69340-69349)

District : MARVELL-ELAINE SCHOOL DISTRICT

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County : PHILLIPS

Actual FY 20-21

FUND 1 - Teacher Salary

| | |
|--------------------|--------------|
| Beginning Balance | 0.00 |
| Total Revenues | 0.00 |
| Total Expenditures | 1,362,028.71 |
| Total Transfers | 1,362,028.71 |
| Ending Balance | 0.00 |

FUND 2 - Operating

| | |
|--------------------|---------------|
| Beginning Balance | 696,872.28 |
| Total Revenues | 4,684,586.29 |
| Total Expenditures | 1,986,912.75 |
| Total Transfers | -2,327,622.14 |
| Ending Balance | 1,066,923.68 |

FUND 3 - Building

| | |
|--------------------|--------------|
| Beginning Balance | 305,606.42 |
| Total Revenues | 0.00 |
| Total Expenditures | 15,361.07 |
| Total Transfers | 801,630.43 |
| Ending Balance | 1,091,875.78 |

FUND 4 - Debt Service

| | |
|--------------------|------------|
| Beginning Balance | 0.00 |
| Total Revenues | 0.00 |
| Total Expenditures | 166,663.00 |
| Total Transfers | 166,663.00 |
| Ending Balance | 0.00 |

FUND 5 - Capital Outlay

| | |
|--------------------|------|
| Beginning Balance | 0.00 |
| Total Revenues | 0.00 |
| Total Expenditures | 0.00 |
| Total Transfers | 0.00 |
| Ending Balance | 0.00 |

FUND 6 - Federal Grants

| | |
|--------------------|--------------|
| Beginning Balance | 36,631.48 |
| Total Revenues | 2,001,646.63 |
| Total Expenditures | 1,987,051.00 |
| Total Transfers | 0.00 |
| Ending Balance | 51,227.11 |

FUND 7 - Activity

| | |
|--------------------|-----------|
| Beginning Balance | 25,319.60 |
| Total Revenues | 41,565.16 |
| Total Expenditures | 34,825.88 |
| Total Transfers | -2,700.00 |
| Ending Balance | 29,358.88 |

FUND 8 - Food Service

| | |
|--------------------|------------|
| Beginning Balance | 24,287.12 |
| Total Revenues | 193,540.74 |
| Total Expenditures | 203,659.13 |
| Total Transfers | 0.00 |
| Ending Balance | 14,168.73 |

FUND 9 - Fixed Asset

| | |
|--------------------|--------------|
| Beginning Balance | 3,331,515.08 |
| Total Revenues | 0.00 |
| Total Expenditures | 0.00 |
| Total Transfers | 0.00 |
| Ending Balance | 3,331,515.08 |

LEA: 5404000
COUNTY: PHILLIPS
DISTRICT: MARVELL-ELAINE SCHOOL DISTRICT
SCHOOL:

Annual Financial Report (AFRB) Level I
SCHOOL YEAR: 2021 - 2022

PAGE: 1
RPT510 - SIS CERTIFIED
CYCLE: 1
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| | Actual FY 2020 - 2021 | Budget FY 2021 - 2022 |
|--------------------------------|-----------------------|-----------------------|
| <hr/> | | |
| FUND 1 - Teacher Salary | | |
| Beginning Balance | \$0.00 | \$0.00 |
| Total Revenues | \$0.00 | \$0.00 |
| Total Expenditures | \$1,362,028.71 | \$1,598,368.67 |
| Total Transfers | \$1,362,028.71 | \$1,598,368.67 |
| <hr/> | | |
| Ending Balance | \$0.00 | \$0.00 |
| FUND 2 - Operating | | |
| Beginning Balance | \$696,872.28 | \$1,066,923.68 |
| Total Revenues | \$4,684,586.29 | \$3,080,608.78 |
| Total Expenditures | \$1,986,912.75 | \$1,314,124.96 |
| Total Transfers | -\$2,327,622.14 | -\$1,824,593.67 |
| <hr/> | | |
| Ending Balance | \$1,066,923.68 | \$1,008,813.83 |
| FUND 3 - Building | | |
| Beginning Balance | \$305,606.42 | \$1,091,875.78 |
| Total Revenues | \$0.00 | \$0.00 |
| Total Expenditures | \$15,361.07 | \$0.00 |
| Total Transfers | \$801,630.43 | \$0.00 |
| <hr/> | | |
| Ending Balance | \$1,091,875.78 | \$1,091,875.78 |
| FUND 4 - Debt Service | | |
| Beginning Balance | \$0.00 | \$0.00 |
| Total Revenues | \$0.00 | \$0.00 |
| Total Expenditures | \$166,663.00 | \$226,225.00 |
| Total Transfers | \$166,663.00 | \$226,225.00 |
| <hr/> | | |
| Ending Balance | \$0.00 | \$0.00 |

| | Actual FY 2020 - 2021 | Budget FY 2021 - 2022 |
|--------------------------------|-----------------------|-----------------------|
| | ----- | ----- |
| FUND 5 - Capital Outlay | | |
| Beginning Balance | \$0.00 | \$0.00 |
| Total Revenues | \$0.00 | \$0.00 |
| Total Expenditures | \$0.00 | \$0.00 |
| Total Transfers | \$0.00 | \$0.00 |
| | ----- | ----- |
| Ending Balance | \$0.00 | \$0.00 |
| FUND 6 - Federal Grants | | |
| Beginning Balance | \$36,631.48 | \$51,227.11 |
| Total Revenues | \$2,001,646.63 | \$3,057,297.51 |
| Total Expenditures | \$1,987,051.00 | \$1,208,996.26 |
| Total Transfers | \$0.00 | \$0.00 |
| | ----- | ----- |
| Ending Balance | \$51,227.11 | \$1,899,528.36 |
| FUND 7 - Activity | | |
| Beginning Balance | \$25,319.60 | \$29,358.88 |
| Total Revenues | \$41,565.16 | \$0.00 |
| Total Expenditures | \$34,825.88 | \$0.00 |
| Total Transfers | -\$2,700.00 | \$0.00 |
| | ----- | ----- |
| Ending Balance | \$29,358.88 | \$29,358.88 |
| FUND 8 - Food Service | | |
| Beginning Balance | \$24,287.12 | \$14,168.73 |
| Total Revenues | \$193,540.74 | \$131,478.63 |
| Total Expenditures | \$203,659.13 | \$91,453.23 |
| Total Transfers | \$0.00 | \$0.00 |
| | ----- | ----- |
| Ending Balance | \$14,168.73 | \$54,194.13 |



MARVELL-ELAINE SCHOOL DISTRICT

P.O. Box 1870
Marvell, AR 72366
870.829.2101

September 29, 2021

To the Arkansas Department of Education/Division of Elementary and Secondary Education and the State Board of Education

Marvell-Elaine School District was placed on the Administrative Consolidated List published by Arkansas Department of Education, Division of Elementary and Secondary Education on September 10, 2021 in accordance with Ark. Code Ann. § 6-13-1602. Per Ark. Code Ann. § 6-13-1613, districts can submit a petition for a waiver from the minimum district size under. Marvell-Elaine School District is submitting a petition for the waiver from the minimum school district size.

The district's current K-12 enrollment is 296 students. We are working to provide safe, supportive culture for students and staff. In addition to focusing upon our culture, our goal is to provide a guaranteed and viable curriculum and being in compliance with the applicable laws and standards.

Our district has implemented actions to recruit and retain both students and teachers. Prior to the start of the 2020-2021 school year, we completed a construction project at the high school. This year we are starting an elementary renovation project. Using partnerships and budgetary allocations, the district provides comprehensive, holistic services for our students, families, and staff members. Marvell-Elaine School District is committed to implementing turn around strategies and public awareness initiatives to recruit students.

On April 11, 2019, Arkansas State Board classified our district as a school district in fiscal distress. The district was released from its fiscal distress designation on September 9, 2021. Our budget for the 2021-2022 SY has been submitted. The district is not classified as being in academic, fiscal, or facilities distress.

The district respectfully requests the consideration of our petition for a minimum school district size waiver by the State Board of Education. Thank you for your consideration of this matter.

Sincerely,

Denetra Williams, Interim Superintendent
Marvell-Elaine School District
dwilliams@mesd1.org
870.829.2053 office
870.995.1833 cell



Arkansas
Division of Public School Academic Facilities & Transportation

One Capitol Mall, Suite 4D-200, Little Rock, AR 72201

FACILITIES
Telephone (501) 682-4261
Fax (501) 683-1200

TRANSPORTATION
Telephone (501) 682-4264
Fax (501) 682-6308

www.ArkansasFacilities.Arkansas.gov

September 23, 2021

Ms. Denetra Williams
Interim Superintendent
Marvell-Elaine Public Schools
203 South Pine Street
Marvell, AR 72366

RE: Response to District's request dated September 23, 2021

Dear Ms. Williams:

The Marvell-Elaine Public Schools (*District*) facility condition survey indicated academic building systems were generally in good to fair with a few in poor condition. The April 8, 2021, on-site inspection of District's academic facilities did not reveal any serious adequacy issues, the District had no unresolved indicators of facilities distress for the last two years, and the District was not in Level 5 support for facility issues or facilities distress.

The District has not applied for Partnership Program funding in the current cycle.

Please contact your Area Project Manager-Planning and Construction if you have any questions.

Sincerely,

A handwritten signature in blue ink, appearing to read "M. Britton".

Murray Britton
Assistant Director

MB/cb



Arkansas Department of Education

Four Capitol Mall • Little Rock, Arkansas • 72201-1030 • (501) 682-4475 • Fax (501) 682-1079

Asa Hutchinson
Governor

Johnny Key
Secretary

September 13, 2021

Dr. Henry Anderson, Superintendent
Marvell-Elaine School District
P.O. Box 1870
Marvell, AR 72366

Dear Dr. Anderson:

During the 2020-2021 school year, the Marvell-Elaine School District was classified as being in fiscal distress and was monitored by the DESE Fiscal Services and Support Unit. The district was released from fiscal distress status on September 9, 2021. The district is currently in good financial standing and in compliance with all financial reporting. Fund balance reports are included for review. Please let me know if additional information is needed.

Thank you,

A handwritten signature in blue ink that reads "Tracy Webb". The signature is written in a cursive, flowing style.

Tracy Webb
Coordinator of Fiscal Services and Support
501-683-0737



MARVELL-ELAINE SCHOOL DISTRICT

P.O. Box 1870
Marvell, AR 72366
870.829.2101

**Resolution of Approval to Apply for Waiver Authorized by Act 377 of 2015
Minimum School District Size Waiver**

WHEREAS, the Average Daily Membership for the Marvell-Elaine School District (MESD) has been fewer than hundred fifty (350) according to the school district average daily membership in each of the two school years immediately preceding the current school year; and

WHEREAS, MESD has been notified by Arkansas Department of Education/Division of Elementary and Secondary Education that pursuant to Ark. Code Ann. § 6-13-1602(2), MESD has been placed on the list of all school districts with fewer than 350 students must be administratively consolidated with or annexed to another school district or districts unless the school district has been granted a waiver under Ark. Code Ann. § 6-13-1613; and

WHEREAS, MESD Board of Directors finds that it is in the best interest of the students in the school district to keep the school district open due to the length of potential time spent on the bus by a student traveling to and from school should the school district be administratively reorganized, as assured by the MESD Board of Directors, and therefore wishes to submit the waiver request to the Arkansas State Board of Education.

Now, Therefore, Let It Be Resolved By the District Board of Directors, That:

1. The District wishes to petition the Arkansas State Board of Education to grant the waiver from the average daily membership requirement of three hundred fifty (350) students.
2. The Marvell-Elaine Board of Directors voted to approve this Resolution on September 28, 2021, during an open, specially called meeting and further authorized the Interim Superintendent to take such actions necessary to submit a copy of this Resolution along with supporting documentation to the Arkansas State Board of Education pursuant to Ark. Code Ann. § 6-13-1613.

Board President Clyde Williams

Board Secretary Pamela Holder

Member Justin Cox

Member Mark English

Member Larry Prowell

Clyde Williams

Pamela Holder

Justin Cox

Mark English

Marvell School District No. 22

Phillips County, Arkansas

Regulatory Basis Financial Statements and Other Reports

June 30, 2020



MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
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Management Letter

REGULATORY BASIS FINANCIAL STATEMENTS

| | <u>Exhibit</u> |
|--|----------------|
| Balance Sheet – Regulatory Basis | A |
| Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds – Regulatory Basis | B |
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Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE **ARKANSAS LEGISLATIVE AUDIT**

INDEPENDENT AUDITOR'S REPORT

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

Report on the Financial Statements

We have audited the accompanying financial statements of each major governmental fund and the aggregate remaining fund information of the Marvell School District No. 22 (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 regulatory basis 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 financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005, as described in Note 1, to meet the requirements of the State of Arkansas. 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 *Governmental 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 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.

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

As described in Note 1 to the financial statements, to meet the financial reporting requirements of the State of Arkansas, the financial statements are prepared by the District on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraphs, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2020, or the changes in financial position for the year then ended.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective regulatory basis financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2020, and the respective regulatory basis changes in financial position thereof and the respective regulatory basis budgetary comparison for the general and special revenue funds for the year then ended in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005 described in Note 1.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's regulatory basis financial statements. The 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*, the Schedule of Capital Assets, and the Schedule of Selected Information for the Last Five Years – Regulatory Basis are presented for the purposes of additional analysis and are not a required part of the regulatory basis financial statements.

The Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the regulatory basis financial statements as a whole.

The Schedule of Capital Assets and the Schedule of Selected Information for the Last Five Years – Regulatory Basis have not been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 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 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.

ARKANSAS LEGISLATIVE AUDIT



Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
November 4, 2020
EDSD29020

Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

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 each major governmental fund and the aggregate remaining fund information of the Marvell School District No. 22 (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 regulatory basis financial statements, and have issued our report thereon dated November 4, 2020. We issued an adverse opinion because the District prepared the financial statements on the basis of the financial reporting provisions of Arkansas Code, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, the financial statements present fairly, in all material respects, the respective regulatory basis financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2020, and the respective regulatory basis changes in financial position thereof and the respective regulatory basis budgetary comparison for the general and special revenue funds for the year then ended, on the basis of accounting described in Note 1.

Internal Control Over Financial Reporting

In planning and performing our audit of the regulatory basis 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 regulatory basis 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 regulatory basis 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

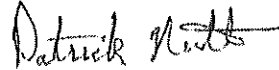
As part of obtaining reasonable assurance about whether the District's regulatory basis financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of the state constitution, state and federal laws and regulations, contracts, and grant agreements, 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 a certain matter that we reported to management of the District in a separate letter dated November 4, 2020.

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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

ARKANSAS LEGISLATIVE AUDIT



Patrick Nutt, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 4, 2020

Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE **ARKANSAS LEGISLATIVE AUDIT**

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

INDEPENDENT AUDITOR'S REPORT

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

Report on Compliance for Each Major Federal Program

We have audited the Marvell School District No. 22's (the "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, 2020. 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, 2020.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying Schedule of Findings and Questioned Costs as item 2020-001. Our opinion on each major federal program is not modified with respect to this matter.

The District's response to the noncompliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

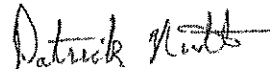
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we did identify a certain deficiency in internal control over compliance, described in the accompanying Schedule of Findings and Questioned Costs as item 2020-001, that we consider to be a significant deficiency.

The District's response to the internal control over compliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

ARKANSAS LEGISLATIVE AUDIT



Patrick Nutt, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 4, 2020

Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
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Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

MANAGEMENT LETTER

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

We would like to communicate the following item that came to our attention during this audit. The purpose of such comment is to provide constructive feedback and guidance, in an effort to assist management to maintain a satisfactory level of compliance with the state constitution, laws and regulations, and to improve internal control. This matter was discussed previously with District officials during the course of our audit fieldwork and at the exit conference.

In our examination of bank reconciliations, we noted the following:

- The operating bank account has been unreconciled since July 2019 with unexplained variances ranging from \$202 to \$59,405 during fiscal year 2020.
- Bank reconciliations were not performed in a timely manner. In addition, the transactions for the months of September 2019 and October 2019 were included in the November 2019 reconciliation instead of separate reconciliations being performed for these months.
- The June 2020 bank reconciliation included ten checks on the outstanding checks list totaling \$29,480 that had cleared the bank prior to June 30, 2020.
- One direct deposit of \$12,190 was receipted; however, the deposit was not recorded in the general ledger.
- One check totaling \$11,920 was voided but remained on the outstanding checks list.
- Activity fund bank reconciliations were not prepared for 11 of the months during fiscal year 2020.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the local school board and District management, state executive and oversight management, federal regulatory and oversight bodies, the federal awarding agencies and pass-through entities, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, appearing to read "Patrick Nutt".

Patrick Nutt, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 4, 2020

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 BALANCE SHEET - REGULATORY BASIS
 JUNE 30, 2020

Exhibit A

| | Governmental Funds | | | |
|--|--------------------|--------------------|--------------------|-------------------------|
| | Major | | | Fiduciary Fund Types |
| | General | Special Revenue | Other Aggregate | |
| ASSETS | | | | |
| Cash | \$ 171,513 | \$ 7,385 | \$ 305,606 | \$ 11,706 |
| Investments | 707,271 | | | |
| Accounts receivable | | 55,313 | | |
| Deposit with paying agent | 6,067 | | 61,555 | |
| TOTAL ASSETS | \$ 884,851 | \$ 62,698 | \$ 367,161 | \$ 11,706 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts payable | \$ 29,061 | \$ 11,326 | \$ 7,283 | |
| Due student groups | | | | \$ 9,956 |
| Total Liabilities | 29,061 | 11,326 | 7,283 | 9,956 |
| Fund Balances: | | | | |
| Nonspendable | 6,067 | | 61,555 | |
| Restricted | 501,976 | 51,372 | 8,286 | 1,750 |
| Assigned | 13,613 | | 290,037 | |
| Unassigned | 334,134 | | | |
| Total Fund Balances | 855,790 | 51,372 | 359,878 | 1,750 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 884,851 | \$ 62,698 | \$ 367,161 | \$ 11,706 |

The accompanying notes are an integral part of these financial statements.

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 GOVERNMENTAL FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020

Exhibit B

| | Major | | Other |
|--|-------------------|--------------------|--------------------|
| | General | Special Revenue | Aggregate |
| REVENUES | | | |
| Property taxes (including property tax relief trust distribution) | \$ 2,130,855 | | |
| State assistance | 1,829,331 | \$ 1,793 | |
| Federal assistance | 37,030 | 1,263,889 | |
| Activity revenues | 22,618 | | |
| Meal sales | | 2,460 | |
| Investment income | 10,106 | | |
| Other revenues | 26,213 | | |
| TOTAL REVENUES | 4,056,153 | 1,268,142 | |
| EXPENDITURES | | | |
| Regular programs | 1,740,790 | 58,944 | |
| Special education | 112,470 | 44,850 | |
| Career education programs | 89,472 | | |
| Compensatory education programs | 93,337 | 105,255 | |
| Other instructional programs | 74,954 | | |
| Student support services | 209,428 | 133,887 | |
| Instructional staff support services | 268,507 | 573,154 | |
| General administration support services | 204,107 | 89,690 | |
| School administration support services | 164,042 | 5,270 | |
| Central services support services | 130,511 | 11,824 | |
| Operation and maintenance of plant services | 578,911 | 5,758 | \$ 18,590 |
| Student transportation services | 171,444 | | |
| Other support services | 18,117 | | |
| Food services operations | | 234,422 | |
| Community services operations | | 185 | |
| Facilities acquisition and construction services | 2,255 | | 2,467,989 |
| Activity expenditures | 21,818 | | |
| Debt Service: | | | |
| Principal retirement | 68,136 | | 100,000 |
| Interest and fiscal charges | 4,672 | | 124,757 |
| TOTAL EXPENDITURES | 3,952,971 | 1,263,239 | 2,711,336 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 103,182 | 4,903 | (2,711,336) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | | | 334,776 |
| Transfers out | (334,776) | | |
| Refund to Grantor | (36,012) | | |
| TOTAL OTHER FINANCING SOURCES (USES) | (370,788) | | 334,776 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | (267,606) | 4,903 | (2,376,560) |
| FUND BALANCES - JULY 1 | 1,123,396 | 46,469 | 2,736,438 |
| FUND BALANCES - JUNE 30 | \$ 855,790 | \$ 51,372 | \$ 359,878 |

The accompanying notes are an integral part of these financial statements.

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020

Exhibit C

| | General | | | Special Revenue | | |
|---|------------------|------------------|--|------------------|------------------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES | | | | | | |
| Property taxes (including property tax relief trust distribution) | \$ 2,198,915 | \$ 2,130,855 | \$ (68,060) | | | |
| State assistance | 1,738,892 | 1,829,331 | 90,439 | \$ 1,500 | \$ 1,793 | \$ 293 |
| Federal assistance | 5,000 | 37,030 | 32,030 | 1,970,622 | 1,263,889 | (706,733) |
| Activity revenues | | 22,618 | 22,618 | | | |
| Meal sales | | | | 2,300 | 2,460 | 160 |
| Investment income | 10,500 | 10,106 | (394) | | | |
| Other revenues | 45,000 | 26,213 | (18,787) | | | |
| TOTAL REVENUES | 3,998,307 | 4,056,153 | 57,846 | 1,974,422 | 1,268,142 | (706,280) |
| EXPENDITURES | | | | | | |
| Regular programs | 1,724,817 | 1,740,790 | (15,973) | 46,661 | 58,944 | (12,283) |
| Special education | 121,647 | 112,470 | 9,177 | 132,500 | 44,850 | 87,650 |
| Career education programs | 116,696 | 89,472 | 27,224 | | | |
| Compensatory education programs | 50,244 | 93,337 | (43,093) | 304,792 | 105,255 | 199,537 |
| Other instructional programs | 116,795 | 74,954 | 41,841 | | | |
| Student support services | 220,901 | 209,428 | 11,473 | 227,218 | 133,887 | 93,331 |
| Instructional staff support services | 218,647 | 268,507 | (49,860) | 770,384 | 573,154 | 197,230 |
| General administration support services | 221,029 | 204,107 | 16,922 | 7,000 | 89,690 | (82,690) |
| School administration support services | 164,004 | 164,042 | (38) | | 5,270 | (5,270) |
| Central services support services | 178,337 | 130,511 | 47,826 | 15,063 | 11,824 | 3,239 |
| Operation and maintenance of plant services | 723,203 | 578,911 | 144,292 | | 5,758 | (5,758) |
| Student transportation services | 197,842 | 171,444 | 26,398 | | | |
| Other support services | 20,000 | 18,117 | 1,883 | | | |
| Food services operations | 500 | | 500 | 265,456 | 234,422 | 31,034 |
| Community services operations | | | | 5,000 | 185 | 4,815 |
| Facilities acquisition and construction services | | 2,255 | (2,255) | | | |
| Non-programmed costs | | | | 25,700 | | 25,700 |
| Activity expenditures | | 21,818 | (21,818) | | | |
| Debt Service: | | | | | | |
| Principal retirement | | 88,136 | (88,136) | | | |
| Interest and fiscal charges | | 4,672 | (4,672) | | | |
| TOTAL EXPENDITURES | 4,074,662 | 3,952,971 | 121,691 | 1,799,774 | 1,263,239 | 536,535 |

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020

Exhibit C

| | General | | | Special Revenue | | |
|---|-------------|------------|--|-----------------|-----------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$ (76,355) | \$ 103,182 | \$ 179,537 | \$ 174,648 | \$ 4,903 | \$ (169,745) |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | 6,082,049 | | (6,082,049) | | | |
| Transfers out | (6,237,884) | (334,776) | 5,903,108 | | | |
| Refund to Grantor | | (36,012) | (36,012) | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | (155,835) | (370,788) | (214,953) | | | |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | (232,190) | (267,606) | (35,416) | 174,648 | 4,903 | (169,745) |
| FUND BALANCES - JULY 1 | 1,031,364 | 1,123,396 | 92,032 | 40,717 | 48,469 | 5,752 |
| FUND BALANCES - JUNE 30 | \$ 799,174 | \$ 855,790 | \$ 56,616 | \$ 215,365 | \$ 51,372 | \$ (163,993) |

The accompanying notes are an integral part of these financial statements.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. Reporting Entity

The Board of Education, a seven member group, is the level of government, which has responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the Marvell School District (District). There are no component units.

B. Description of Funds

Major governmental funds (per the regulatory basis of accounting) are defined as General and Special Revenue.

General Fund - The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Fund - The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Special Revenue Fund includes federal revenues and related expenditures, restricted for specific educational programs or projects, including the District's food services operations. The Special Revenue Fund also includes required matching for those federal programs, program income required to be used to further the objectives of those programs, and transfers from the general fund to supplement such programs.

Other governmental funds, presented in the aggregate, consist of the following:

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets. The Capital Projects Fund excludes those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Fiduciary Fund types include the following:

Agency Funds - Agency Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

Private-purpose Trust Funds - Private-purpose trust funds are used to report all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

C. Measurement Focus and Basis of Accounting

The financial statements are prepared in accordance with a regulatory basis of accounting (RBA). This basis of accounting is prescribed by Ark. Code Ann. § 10-4-413(c), as provided in Act 2201 of 2005, and requires that financial statements be presented on a fund basis with, as a minimum, the general fund and special revenue fund presented separately and all other funds included in the audit presented in the aggregate. The law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to the actual expenditures for the general fund and special revenue funds of the entity; notes to financial statements; and a supplemental schedule of capital assets, including land, buildings, and equipment. The law further stipulates that the State Board of Education shall promulgate the rules necessary to administer the regulatory basis of presentation.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

The RBA is not in accordance with generally accepted accounting principles (GAAP). GAAP require that basic financial statements present government-wide financial statements. Additionally, GAAP require the following major concepts: Management's Discussion and Analysis, accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate financial statements for fiduciary fund types, separate identification of special and extraordinary items, inclusion of capital assets and debt in the financial statements, inclusion of the net pension liability in the financial statements, specific procedures for the identification of major governmental funds, and applicable note disclosures. The RBA does not require government-wide financial statements or the previously identified concepts.

The accompanying financial statements are presented on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for purposes of recording specific activities or attaining certain objectives. Revenues are reported by major sources and expenditures are reported by major function. Other transactions, which are not reported as revenues or expenditures, are reported as other financing sources and uses. Transactions related to the recording of installment contracts and capital leases are reported as other financing sources. Changes in private-purpose trust funds will be reflected in the notes to financial statements.

D. Revenue Recognition Policies

Revenues are recognized when they become susceptible to accrual in accordance with the RBA, except for property taxes (see Note 1 F below).

E. Capital Assets

Information on capital assets and related depreciation is reported at Schedule 1. Capital assets are capitalized at historical cost or estimated historical cost, if actual data is not available. Capital assets purchased are recorded as expenditures in the applicable fund at the time of purchase. Donated capital assets are reported at acquisition value when received. The District maintains a threshold level of \$1,000 for capitalizing equipment. Library holdings are not capitalized.

No salvage value is taken into consideration for depreciation purposes. All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

| <u>Asset Class</u> | <u>Estimated Useful Life in Years</u> |
|-----------------------------|---------------------------------------|
| Improvements/infrastructure | 20 |
| Buildings | 50 |
| Equipment | 5-20 |

F. Property Taxes

Property taxes are levied (tax rates are established) in November of each year based on property assessment (real and personal) that occurred within a specific period of time beginning January 1 of the same year. Property taxes are collectible beginning the first business day of March of the year following the levy date and are considered delinquent after October 15 of the same calendar year.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

F. Property Taxes (Continued)

Ark. Code Ann. § 6-20-401 allows, but does not mandate, the District to accrue the difference between the amount of 2019 calendar year taxes collected by June 30, 2020 and 4 percent of the proceeds of the local taxes that are not pledged to secure bonded indebtedness. The District elected not to accrue property taxes or the option to accrue property taxes was not applicable because the amount of property taxes collected by June 30, 2020 equaled or exceeded the 4 percent calculation.

Amendment no. 74 to the Arkansas Constitution established a uniform minimum property tax millage rate of 25 mills for maintenance and operation of public schools. Ark. Code Ann. § 26-80-101 provides the uniform rate of tax (URT) shall be assessed and collected in the same manner as other school property taxes, but the net revenues from the URT shall be remitted to the State Treasurer and distributed by the State to the county treasurer of each county for distribution to the school districts in that county. For reporting purposes, URT revenues are considered property taxes.

G. Fund Balance Classifications

1. Nonspendable fund balance – represents amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
2. Restricted fund balance – represents amounts that are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through bond covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
3. Assigned fund balance – represents amounts that are constrained by the District's *intent* to be used for specific purposes, but are neither restricted nor committed.
4. Unassigned fund balance – represents amounts that have not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. This classification can also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

H. Budget and Budgetary Accounting

The District is required by state law to prepare an annual budget. The annual budget is prepared on a fiscal year basis. The District does not prepare and submit amended budgets during the fiscal year. The State Department of Education's regulations allow for the cash basis or the modified accrual basis. However, the majority of the school districts employ the cash basis method.

The District budgets intra-fund transfers. Significant variances may result in the comparison of transfers at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Special Revenue Funds – Regulatory Basis because only interfund transfers are reported at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds – Regulatory Basis. Additionally, the District routinely budgets restricted federal programs as part of the special revenue fund. Significant variances may result in the budgetary comparison of the revenues and expenditures of the special revenue fund because of the reclassification of those federal programs primarily utilized for capital projects to the other aggregate funds for reporting purposes.

Budgetary perspective differences are not considered to be significant, because the structure of the information utilized in preparing the budget and the applicable fund financial statements is essentially the same.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Stabilization Arrangements

The District's Board of Education has not formally set aside amounts for use in emergency situations or when revenue shortages or budgetary imbalances arise.

J. Minimum Fund Balance Policies

The District's Board of Education has not formally adopted a minimum fund balance policy.

K. Fund Balance Classification Policies and Procedures

The Superintendent, in conjunction with other management and accounting personnel, is authorized to assign amounts to a specific purpose. The District's Board of Education has not adopted a formal policy addressing this authorization.

The District's revenues, expenditures, and fund balances are tracked in the accounting system by numerous sources of funds. The fund balances of these sources of funds are combined to derive the District's total fund balances by fund. It is uncommon for an individual source of funds to contain restricted and unrestricted (committed, assigned, or unassigned) funds. The District does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when expenditures are incurred for purposes for which both restricted and unrestricted amounts are available. District personnel decide which resources (source of funds) to use at the time expenditures are incurred. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The District does not have a policy addressing which resources to use within the unrestricted fund balances when committed, assigned, or unassigned fund balances are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

L. Encumbrances

The District does not utilize encumbrance accounting.

2: CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

| | Carrying Amount | Bank Balance |
|--|---------------------|---------------------|
| Insured (FDIC) | \$ 263,099 | \$ 262,138 |
| Collateralized: | | |
| Collateral held by the District's agent, pledging bank or pledging bank's trust department or agent in the District's name | 767,726 | 1,252,898 |
| Total Deposits | <u>\$ 1,030,825</u> | <u>\$ 1,515,036</u> |

The above total deposits do not include cash of \$172,656 which was held in the Monroe and Phillips County Treasuries. The above total deposits include certificates of deposit of \$707,271 reported as investments and classified as nonparticipating contracts.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

3: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2020 were comprised of the following:

| Description | Governmental Funds | |
|--------------------|--------------------|--------|
| | Major | |
| | Special Revenue | |
| Federal assistance | \$ | 55,313 |

4: COMMITMENTS

The District was contractually obligated for the following at June 30, 2020:

Long-term Debt Issued and Outstanding

The District is presently paying on the following long-term debt:

| Date of Issue | Date of Final Maturity | Rate of Interest | Amount Authorized and Issued | Debt Outstanding June 30, 2020 | Maturities To June 30, 2020 |
|--------------------------|------------------------|------------------|------------------------------|--------------------------------|-----------------------------|
| <u>Bonds</u> | | | | | |
| 11/16/17 | 2/1/48 | 1.5 - 3.5% | \$ 4,255,000 | \$ 4,155,000 | \$ 100,000 |
| Total Bonds | | | 4,255,000 | 4,155,000 | 100,000 |
| <u>Direct Borrowings</u> | | | | | |
| 2/3/18 | 4/3/21 | 4.84% | 201,300 | 59,349 | 141,951 |
| Total Direct Borrowings | | | 201,300 | 59,349 | 141,951 |
| Total Long-Term Debt | | | \$ 4,456,300 | \$ 4,214,349 | \$ 241,951 |

Changes in Long-term Debt

| | Balance July 1, 2019 | Issued | Retired | Balance June 30, 2020 |
|--------------------------|----------------------|--------|------------|-----------------------|
| Bonds payable | \$ 4,255,000 | | \$ 100,000 | \$ 4,155,000 |
| <u>Direct Borrowings</u> | | | | |
| Installment contract | 127,485 | | 68,136 | 59,349 |
| Total Direct Borrowings | 127,485 | | 68,136 | 59,349 |
| Total Long-Term Debt | \$ 4,382,485 | \$ 0 | \$ 168,136 | \$ 4,214,349 |

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

4: COMMITMENTS (Continued)

Future Principal and Interest Payments

| Year Ended June 30, | Bonds | | | Direct Borrowings | | |
|------------------------|---------------------|---------------------|---------------------|-------------------|-----------------|------------------|
| | Principal | Interest | Total | Principal | Interest | Total |
| 2021 | \$ 105,000 | \$ 122,800 | \$ 227,800 | \$ 59,349 | \$ 1,324 | \$ 60,673 |
| 2022 | 105,000 | 121,225 | 226,225 | | | |
| 2023 | 105,000 | 119,388 | 224,388 | | | |
| 2024 | 110,000 | 117,550 | 227,550 | | | |
| 2025 | 110,000 | 115,350 | 225,350 | | | |
| 2026-2030 | 595,000 | 536,837 | 1,131,837 | | | |
| 2031-2035 | 685,000 | 445,075 | 1,130,075 | | | |
| 2036-2040 | 790,000 | 335,425 | 1,125,425 | | | |
| 2041-2045 | 925,000 | 202,106 | 1,127,106 | | | |
| 2046-2048 | 625,000 | 44,025 | 669,025 | | | |
| Totals | <u>\$ 4,155,000</u> | <u>\$ 2,159,781</u> | <u>\$ 6,314,781</u> | <u>\$ 59,349</u> | <u>\$ 1,324</u> | <u>\$ 60,673</u> |

Security for Debt Payments

Ark. Code Ann. § 6-20-1204 specifies procedures to be followed if a school district is delinquent in a payment to the paying agent for bonded debt. As additional security, any delinquent payment for bonded debt will be satisfied by the Division of Elementary and Secondary Education (DESE). Depending on the date of the bond issue, DESE will recover the full amount of any delinquency payment through the withholding of a school district's state funding or a direct payment from the school district. There were no delinquent bond payments incurred by the District during the audit period.

5: ACCOUNTS PAYABLE

Accounts payable at June 30, 2020 were comprised of the following:

| Description | Governmental Funds | | |
|-----------------|--------------------|------------------|-----------------|
| | Major | | |
| | General | Special Revenue | Other Aggregate |
| Vendor payables | <u>\$ 29,061</u> | <u>\$ 11,326</u> | <u>\$ 7,283</u> |

6: INTERFUND TRANSFERS

The District transferred \$334,776 from the general fund to the other aggregate funds for debt related payments of \$286,313 and for future capital expenditures of \$48,463.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

7: RETIREMENT PLAN

Arkansas Teacher Retirement System

Plan Description

The District contributes to the Arkansas Teacher Retirement System (ATRS), a cost-sharing multiple-employer defined benefit pension plan that covers employees of schools and education-related agencies, except certain non-teaching school employees. ATRS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Teacher Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for ATRS. That report may be obtained by writing to Arkansas Teacher Retirement System, 1400 West Third Street, Little Rock, Arkansas 72201, by calling 1-800-666-2877, or by visiting the ATRS website at www.artrs.gov.

Funding Policy

ATRS has contributory and noncontributory plans. Contributory members are required by State law to contribute 6% of their salaries. Each participating employer is required by State law to contribute at a rate determined by the Board of Trustees, based on the annual actuarial valuation. The current employer rate is 14.25% of covered salaries. The District's contributions to ATRS for the year ended June 30, 2020 were \$385,020, equal to the required contributions.

Net Pension Liability

The Division of Elementary and Secondary Education has stipulated that, under the regulatory basis of accounting, the requirements of Governmental Accounting Standards Board Statement no. 68 would be limited to disclosure of the District's proportionate share of the collective net pension liability. The District's proportionate share of the collective net pension liability at June 30, 2019 (actuarial valuation date and measurement date) was \$3,955,025.

8: CHANGES IN PRIVATE-PURPOSE TRUST FUNDS

| | |
|------------------------|----------|
| DEDUCTIONS | |
| Scholarships | \$ 500 |
| | <hr/> |
| TOTAL DEDUCTIONS | 500 |
| | <hr/> |
| CHANGE IN FUND BALANCE | (500) |
| | <hr/> |
| FUND BALANCE - JULY 1 | 2,250 |
| | <hr/> |
| FUND BALANCE - JUNE 30 | \$ 1,750 |
| | <hr/> |

9: PLEDGED REVENUES

The District has pledged a portion of its property taxes to retire bonds of \$4,255,000 issued on November 16, 2017. The bonds were issued for various capital projects. Total principal and interest remaining on the bonds is \$6,314,781, payable through February 1, 2048. Principal and interest paid for the current year and total property taxes pledged for debt service were \$224,300 and \$516,571, respectively. The percentage of property taxes pledged for the current year for principal and interest payments was 43.42 percent.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

10: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The District carries commercial insurance for board liability/employment practices liability and student accident coverage.

The District participates in the Arkansas School Boards Association – Workers' Compensation Trust (the Trust), a self-insurance trust voluntarily established on July 1, 1994 pursuant to state law. The Trust is responsible for obtaining and administering workers' compensation insurance coverage for its members, as well as obtaining reinsurance coverage for those claims that exceed the standard policy limits. In its administrative capacity, the Trust is responsible for monitoring, negotiating and settling claims that have been filed on behalf of and against member districts. The District contributes annually to this program.

Additionally, the District participates in the Arkansas School Boards Association – Risk Management Program (the Association), a self-insurance program voluntarily established on February 1, 1984 pursuant to state law. The Association is responsible for obtaining and administering insurance coverage for property and vehicles for its members, as well as obtaining reinsurance coverage for those claims that exceed the standard policy limits. In its administrative capacity, the Association is responsible for monitoring, negotiating, and settling claims that have been filed against member districts. The District pays an annual premium for its coverage of buildings, contents, vehicles, and mobile equipment.

The District participates in the Arkansas Fidelity Bond Trust Fund administered by the Governmental Bonding Board. This program provides coverage for actual losses sustained by its members through fraudulent or dishonest acts committed by officials or employees. Each loss is limited to \$300,000 with a \$2,500 deductible. Premiums for coverage are paid by the Chief Fiscal Officer of the State of Arkansas from funds withheld from the Public School Fund.

Settled claims have not exceeded coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the prior year in the major categories of risk.

11: ON-BEHALF PAYMENTS

The allocation of the health insurance premiums paid by the Division of Elementary and Secondary Education to the Employee Benefits Division, on-behalf of the District's employees, totaled \$69,977 for the year ended June 30, 2020.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

12: DETAILS OF GOVERNMENTAL FUND BALANCE CLASSIFICATIONS DISPLAYED IN THE AGGREGATE

| Description | Governmental Funds | | |
|--------------------------------------|--------------------|-----------------|-----------------|
| | Major | | |
| | General | Special Revenue | Other Aggregate |
| Fund Balances: | | | |
| Nonspendable: | | | |
| Deposit with paying agent | \$ 6,067 | | \$ 61,555 |
| Restricted for: | | | |
| Enhanced student achievement funding | 400,809 | | |
| English-language learners | 1,366 | | |
| Capital projects | | | 8,286 |
| Child nutrition programs | | \$ 21,401 | |
| Medical services | | 947 | |
| Special education programs | 9,317 | 15,993 | |
| Title I programs | | 12,853 | |
| Other purposes | 90,484 | 178 | |
| Total Restricted | 501,976 | 51,372 | 8,286 |
| Assigned to: | | | |
| Capital projects | | | 290,037 |
| Student activities | 13,613 | | |
| Total Assigned | 13,613 | | 290,037 |
| Unassigned | 334,134 | | |
| Totals | \$ 855,790 | \$ 51,372 | \$ 359,878 |

13: RESPONSE TO COVID-19

On March 11, 2020, the Governor of Arkansas issued Executive Order 20-03 declaring an emergency and ordered the Arkansas Department of Health to take action to prevent the spread of coronavirus disease 2019 (COVID-19). A mandatory, two week, statewide closure for all schools was announced on March 15, 2020 by the Governor. On April 6, 2020, the Governor announced that on-site instruction for all Arkansas public schools would be discontinued until the 2020-2021 school year and school districts would continue alternative methods of instruction (AMI) through the remainder of the 2019-2020 school year.

14: FISCAL DISTRESS STATUS

On April 11, 2019, the State Board of Education classified the District in fiscal distress. The District, in conjunction with the Arkansas Division of Elementary and Secondary Education, has implemented cost reduction measures.

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF CAPITAL ASSETS
 FOR THE YEAR ENDED JUNE 30, 2020
 (Unaudited)

Schedule 1

| | Balance June 30, 2020 |
|---------------------------------------|--------------------------|
| <i>Nondepreciable capital assets:</i> | |
| Land | \$ 103,953 |
| <i>Depreciable capital assets:</i> | |
| Buildings | 10,348,218 |
| Improvements/infrastructure | 206,611 |
| Equipment | 1,499,181 |
| Total depreciable capital assets | <u>12,054,010</u> |
| Less accumulated depreciation for: | |
| Buildings | 4,171,844 |
| Improvements/infrastructure | 174,677 |
| Equipment | 822,061 |
| Total accumulated depreciation | <u>5,168,582</u> |
| Total depreciable capital assets, net | <u>6,885,428</u> |
| Capital assets, net | <u>\$ 6,989,381</u> |

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 2

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Federal CFDA Number | Pass-Through Entity Identifying Number | Provided to Subrecipients | Total Federal Expenditures |
|---|---------------------------|--|------------------------------|-------------------------------|
| CHILD NUTRITION CLUSTER | | | | |
| <u>U. S. Department of Agriculture</u> | | | | |
| Arkansas Department of Education - School Breakfast Program | 10.553 | 5404 | | \$ 51,759 |
| Arkansas Department of Education - COVID-19 - School Breakfast Program | 10.553 | 5404 | | 3,459 |
| Total for School Breakfast Program | | | | <u>55,218</u> |
| National School Lunch Program (Note 3) | 10.555 | | | 9,998 |
| Arkansas Department of Education - National School Lunch Program | 10.555 | 5404 | | 124,467 |
| Arkansas Department of Human Services - National School Lunch Program (Note 4) | 10.555 | 5404000 | | 10,530 |
| Arkansas Department of Education - COVID-19 - National School Lunch Program | 10.555 | 5404 | | 9,670 |
| Total for National School Lunch Program | | | | <u>154,665</u> |
| Total U. S. Department of Agriculture | | | | <u>209,883</u> |
| TOTAL CHILD NUTRITION CLUSTER | | | | <u>209,883</u> |
| SPECIAL EDUCATION CLUSTER (IDEA) | | | | |
| <u>U. S. Department of Education</u> | | | | |
| Arkansas Department of Education - Special Education - Grants to States | 84.027 | 5404 | | 67,739 |
| TOTAL SPECIAL EDUCATION CLUSTER (IDEA) | | | | <u>67,739</u> |
| OTHER PROGRAMS | | | | |
| <u>U. S. Department of Agriculture</u> | | | | |
| Arkansas Department of Education - Fresh Fruit and Vegetable Program | 10.582 | 5404 | | 6,423 |
| Total U. S. Department of Agriculture | | | | <u>6,423</u> |
| <u>U. S. Department of Education</u> | | | | |
| Arkansas Department of Education - Title I Grants to Local Educational Agencies | 84.010 | 5404 | | 744,936 |
| Arkansas Department of Education - Rural Education | 84.358 | 5404 | | 19,911 |
| Arkansas Department of Education - Supporting Effective Instruction State Grants | 84.367 | 5404 | | 45,815 |
| Arkansas Department of Education - Student Support and Academic Enrichment Program | 84.424 | 5404 | | 1,005 |
| Arkansas Department of Education - COVID-19 - Education Stabilization Fund | 84.425 | 5404 | | 12,779 |
| Total U. S. Department of Education | | | | <u>824,446</u> |
| <u>U. S. Department of Health and Human Services</u> | | | | |
| Arkansas Department of Education - Substance Abuse and Mental Health Services Projects of Regional and National Significance | 93.243 | 5404 | | 98,766 |
| Arkansas Department of Education - Improving Student Health and Academic Achievement through Nutrition, Physical Activity and the Management of Chronic Conditions of Schools | 93.981 | 5404 | | 15,333 |
| Total U. S. Department of Health and Human Services | | | | <u>114,099</u> |
| TOTAL OTHER PROGRAMS | | | | <u>944,968</u> |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | <u>\$ 0</u> | <u>\$ 1,222,590</u> |

The accompanying notes are an integral part of this schedule.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 2

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- Note 1: Basis of Presentation - The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Marvell School District No. 22 (District) under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) 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 or changes in financial position of the District.
- Note 2: Summary of Significant Accounting Policies - Expenditures reported on the Schedule are reported on the regulatory 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.
- Note 3: Nonmonetary assistance is reported at the approximate value as provided by the U. S. Department of Defense through an agreement with the U. S. Department of Agriculture.
- Note 4: Nonmonetary assistance is reported at the approximate value as provided by the Arkansas Department of Human Services.
- Note 5: The District has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 3

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Types of auditor's reports issued on whether the financial statements audited were prepared in accordance with:

Generally accepted accounting principles (GAAP) - adverse
Regulatory basis - unmodified

Internal control over financial reporting:

| | | | | |
|--|--------------------------|-----|---------------------------------------|---------------|
| <input checked="" type="radio"/> Material weakness(es) identified? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> X | no |
| <input checked="" type="radio"/> Significant deficiency(ies) identified? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> X | none reported |
| Noncompliance material to financial statements noted? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> X | no |

FEDERAL AWARDS

Internal control over major federal programs:

| | | | | |
|--|---------------------------------------|-----|---------------------------------------|---------------|
| <input checked="" type="radio"/> Material weakness(es) identified? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> X | no |
| <input checked="" type="radio"/> Significant deficiency(ies) identified? | <input checked="" type="checkbox"/> X | yes | <input type="checkbox"/> | none reported |

Type of auditor's 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)?

| | | | |
|---------------------------------------|-----|--------------------------|----|
| <input checked="" type="checkbox"/> X | yes | <input type="checkbox"/> | no |
|---------------------------------------|-----|--------------------------|----|

Identification of major federal programs:

| | |
|--------------------------|--|
| CFDA Number(s) 84.010 | Name of Federal Program or Cluster Title I Grants to Local Educational Agencies |
|--------------------------|--|

Dollar threshold used to distinguish between type A and type B programs:

| | |
|----|---------|
| \$ | 750,000 |
|----|---------|

Auditee qualified as low-risk auditee?

| | | | |
|--------------------------|-----|---------------------------------------|----|
| <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> X | no |
|--------------------------|-----|---------------------------------------|----|

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020

Schedule 3

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

SIGNIFICANT DEFICIENCY

U. S. DEPARTMENT OF EDUCATION
PASSED THROUGH ARKANSAS DEPARTMENT OF EDUCATION
TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES - CFDA NUMBER 84.010
PASS-THROUGH NUMBER 5404
AUDIT PERIOD - YEAR ENDED JUNE 30, 2020

2020-001 Reporting

Criteria or specific requirement : The District is required to budget Title I expenditures and submit such information to the Arkansas Division of Elementary and Secondary Education (DESE). Actual expenditures may not exceed the budget amounts for specific categories by more than 10 percent without prior approval from the DESE and submission of budget amendments or adjustments.

Condition: Title I School Improvement Grant expenditures for function 1140 (Regular Programs/Elementary-Secondary - High School) exceeded the budget amount by \$5,762 more than the 10 percent variance allowed. Additionally, the budget information submitted to DESE using the Arkansas Public School Computer Network (APSCN) did not agree with the approved Title I and Title I School Improvement Grant budgets. A similar finding was reported in the previous audit.

Cause: The District failed to properly monitor expenditures against the approved budget.

Effect or potential effect: The District did not submit applicable budget amendments or adjustments for DESE approval for the Title I program resulting in actual expenditures exceeding budgeted amounts.

Context: Comparison of budget expenditures to actual expenditures as reported on the annual financial report.

Identification as a repeat finding: This was a repeat of Finding 2019-003 from the previous audit.

Recommendation: The District should implement procedures to ensure expenditures are properly monitored and budgets are amended as necessary, and consult with DESE for further guidance regarding this matter.

Views of responsible officials: Monthly meetings tied to Title I budget, expenditures and amendments. This meeting will include the superintendent, district bookkeeper, federal programs coordinator, curriculum coordinator, and building leadership/representatives. The focus of the meetings will be to make sure that we are consistently looking at the available budget funds and ensure that the variance is met but not exceeded per funding source. We will examine specific budget exceeds reports and identify expenditures vs budget.



MARVELL – ELAINE SCHOOL DISTRICT

Office of the Superintendent

P. O. Box 1870

MARVELL, ARKANSAS 72366

Phone: 870-829-2101

Fax: 870-829-2044

Henry Anderson, Jr. Ed.S.-Superintendent

Mark English, Board President

Schedule 4

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2020**

FINANCIAL STATEMENT FINDINGS

2019 – Finding 2019-001: Internal Control

Condition: Deficiencies in the internal control component of control activities adversely affected the District's ability to initiate, authorize, record, process, and report financial data in accordance with the regulatory basis of accounting such that there was a reasonable possibility that a material misstatement of the District's financial statements would not be prevented, or detected and corrected on a timely basis. Financial accounting duties were not adequately segregated among employees. Specifically, the same employee was responsible for receiving and depositing monies collected, maintenance of accounting records, preparation and posting of journal entries, and preparation of bank reconciliations, without compensating controls. Payroll checks were processed and prepared by the same employee responsible for adding new employees, making changes to the payroll amounts, reconciling to reports, and maintenance of accounting records, without compensating controls, and such employee had unrestricted access to the District's signature stamp. Non-payroll checks were processed and prepared by the same employee responsible for adding new vendors, receiving, and maintenance of accounting records, without compensating controls and such employee had unrestricted access to the District's signature stamp. Additionally, employee is authorized to post journal entries to the general ledger without independent review.

Current Status: Corrective action was taken by the District.

2019 – Finding 2019-002: Misstatements not Detected by Internal Control System

Condition: The District's internal control system did not prevent or detect significant errors in the financial accounting records, which are utilized in the preparation of the District's financial statements. The District's general ledger did not reflect \$411,580 of undistributed payroll taxes resulting in an understatement of cash and accounts payable in the general fund. Additionally, the District understated accounts payable and facility acquisition and construction services expenditures by \$187,776 in the other aggregate funds due to the failure to accrue a construction payment for work performed in the 2019 fiscal year. Financial statements were subsequently corrected by adjusting entries during audit fieldwork.

Current Status: Corrective action was taken by the District. The payroll taxes issue was resolved and the district was made whole. The construction expenses were finalized and addressed accordingly.



MARVELL – ELAINE SCHOOL DISTRICT

Office of the Superintendent

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Henry Anderson, Jr. Ed.S.-Superintendent

Mark English, Board President

Schedule 4

2018 – Finding 2018-001: Internal Control

Condition: Deficiencies in the internal control component of control activities adversely affected the District's ability to initiate, authorize, record, process, and report financial data in accordance with the regulatory basis of accounting such that there was a reasonable possibility that a material misstatement of the District's financial statements would not be prevented, or detected and corrected on a timely basis. Financial accounting duties were not adequately segregated among employees. Specifically, the same employee was responsible for receiving and depositing monies collected, maintenance of accounting records, preparation and posting of journal entries, and preparation of bank reconciliations, without compensating controls. Payroll checks were processed and prepared by the same employee responsible for adding new employees, making changes to the payroll amounts, reconciling to reports, and maintenance of accounting records, without compensating controls, and such employee had unrestricted access to the District's signature stamp. Non-payroll checks were processed and prepared by the same employee responsible for adding new vendors, receiving, and maintenance of accounting records, without compensating controls and such employee had unrestricted access to the District's signature stamp. Additionally, employee is authorized to post journal entries to the general ledger without independent review.

Current Status: Corrective action was taken by the District.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

U. S. DEPARTMENT OF EDUCATION

PASSED THROUGH ARKANSAS DEPARTMENT OF EDUCATION

TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES – CFDA NUMBER 84.010

2019 – Finding 2019-003: Reporting

Condition: Title I School Improvement Grant expenditures for function 1591 (Title I School-wide Instruction) exceeded the budget amount by \$1,127 more than the 10 percent variance allowed. Additionally, the budget information submitted to ADE utilizing the Arkansas Public School Computer Network (APSCN) did not agree with the approved Title I and Title I School Improvement Grant budgets.

Current Status: See Finding 2020-001 at Schedule 3.



MARVELL – ELAINE SCHOOL DISTRICT

Office of the Superintendent

P. O. Box 1870

MARVELL, ARKANSAS 72366

Phone: 870-829-2101

Fax: 870-829-2044

Henry Anderson, Jr. Ed.S.-Superintendent

Mark English, Board President

Schedule 4

2019 – Finding 2019-004: TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES - CFDA Number 84.010

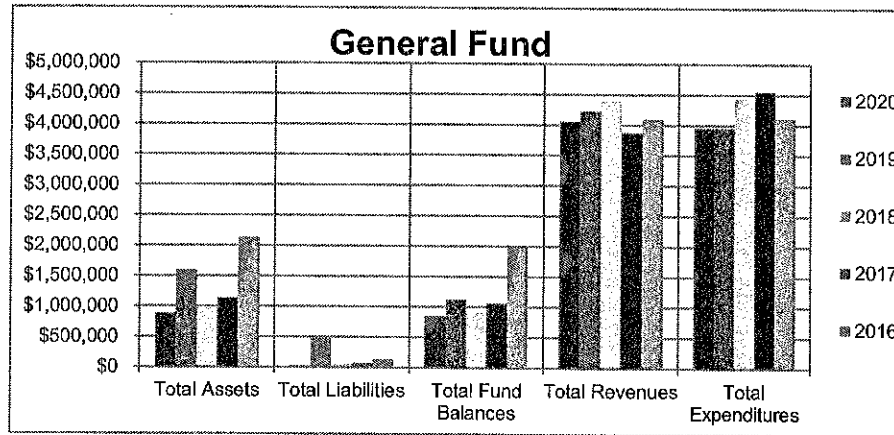
Condition: The District's ACSIP did not include Title I program payroll expenditures, including fringe benefits, for a curriculum specialist totaling \$34,885 and Title I School Improvement Grant expenditures for reading novels totaling \$8,226.

Current Status: Corrective action was taken by the District

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020
 (Unaudited)

Schedule 5

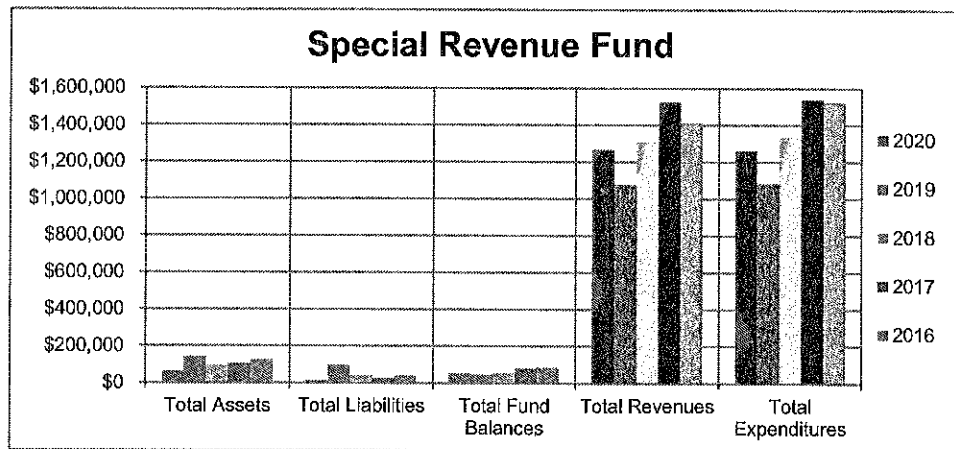
| General Fund | Year Ended June 30, | | | | |
|--------------------------------------|---------------------|--------------|------------|--------------|--------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 |
| Total Assets | \$ 884,851 | \$ 1,597,831 | \$ 962,182 | \$ 1,134,781 | \$ 2,131,831 |
| Total Liabilities | 29,061 | 474,435 | 47,129 | 72,723 | 140,465 |
| Total Fund Balances | 855,790 | 1,123,396 | 915,053 | 1,062,058 | 1,991,366 |
| Total Revenues | 4,056,153 | 4,222,587 | 4,392,412 | 3,879,584 | 4,098,863 |
| Total Expenditures | 3,952,971 | 3,954,235 | 4,445,704 | 4,553,499 | 4,114,807 |
| Total Other Financing Sources (Uses) | (370,788) | (60,009) | (93,713) | (255,393) | (279,144) |



MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020
 (Unaudited)

Schedule 5

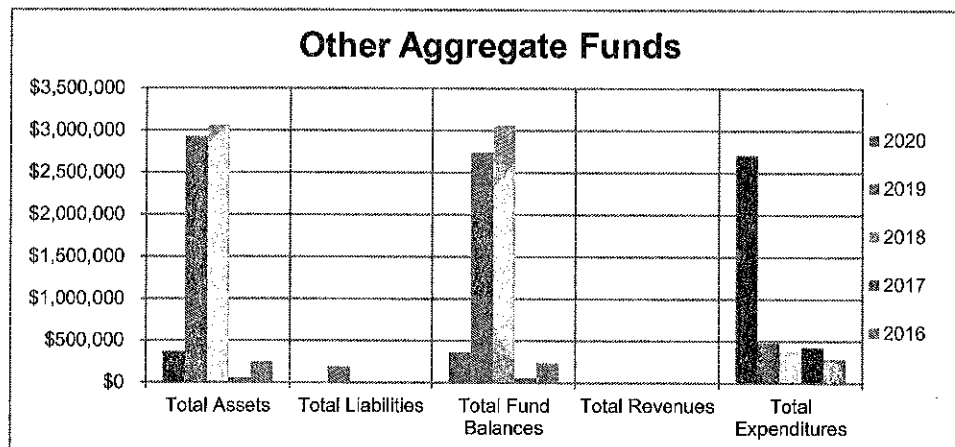
| <u>Special Revenue Fund</u> | Year Ended June 30, | | | | |
|--------------------------------------|---------------------|------------|-----------|------------|------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 |
| Total Assets | \$ 62,698 | \$ 142,767 | \$ 92,478 | \$ 103,714 | \$ 125,127 |
| Total Liabilities | 11,326 | 96,298 | 40,370 | 24,253 | 40,261 |
| Total Fund Balances | 51,372 | 46,469 | 52,108 | 79,461 | 84,866 |
| Total Revenues | 1,268,142 | 1,077,691 | 1,308,645 | 1,526,193 | 1,413,581 |
| Total Expenditures | 1,263,239 | 1,083,330 | 1,335,173 | 1,540,281 | 1,524,135 |
| Total Other Financing Sources (Uses) | | | (825) | 8,683 | 29,525 |



MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2020
 (Unaudited)

Schedule 5

| <u>Other Aggregate Funds</u> | Year Ended June 30, | | | | |
|--------------------------------------|---------------------|--------------|--------------|-----------|------------|
| | 2020 | 2019 | 2018 | 2017 | 2016 |
| Total Assets | \$ 367,161 | \$ 2,924,214 | \$ 3,062,929 | \$ 51,448 | \$ 245,576 |
| Total Liabilities | 7,283 | 187,776 | | | 12,333 |
| Total Fund Balances | 359,878 | 2,736,438 | 3,062,929 | 51,448 | 233,243 |
| Total Revenues | | | | | |
| Total Expenditures | 2,711,336 | 482,912 | 373,313 | 428,505 | 284,781 |
| Total Other Financing Sources (Uses) | 334,776 | 156,421 | 3,384,794 | 246,710 | 245,420 |



Marvell School District No. 22

Phillips County, Arkansas

Regulatory Basis Financial Statements and Other Reports

June 30, 2019



MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
TABLE OF CONTENTS
JUNE 30, 2019

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| Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance | |
| Management Letter | |

REGULATORY BASIS FINANCIAL STATEMENTS

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Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

INDEPENDENT AUDITOR'S REPORT

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

Report on the Financial Statements

We have audited the accompanying financial statements of each major governmental fund and the aggregate remaining fund information of the Marvell School District No. 22 (the "District"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's regulatory basis 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 financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005, as described in Note 1, to meet the requirements of the State of Arkansas. This includes determining that the regulatory 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 *Governmental 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 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.

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

As described in Note 1 to the financial statements, to meet the financial reporting requirements of the State of Arkansas, the financial statements are prepared by the District on the basis of the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraphs, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2019, or the changes in financial position for the year then ended.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective regulatory basis financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2019, and the respective regulatory basis changes in financial position thereof and the respective regulatory basis budgetary comparison for the general and special revenue funds for the year then ended in accordance with the financial reporting provisions of Ark. Code Ann. § 10-4-413(c) as provided in Act 2201 of 2005 described in Note 1.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's regulatory basis financial statements. The 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*, the Schedule of Capital Assets, and the Schedule of Selected Information for the Last Five Years – Regulatory Basis are presented for the purposes of additional analysis and are not a required part of the regulatory basis financial statements.

The Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory basis financial statements or to the regulatory basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the regulatory basis financial statements as a whole.

The Schedule of Capital Assets and the Schedule of Selected Information for the Last Five Years – Regulatory Basis have not been subjected to the auditing procedures applied in the audit of the regulatory basis financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 22, 2019 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.

ARKANSAS LEGISLATIVE AUDIT



Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

Little Rock, Arkansas
November 22, 2019
EDSD29019

Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair



Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

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 each major governmental fund and the aggregate remaining fund information of the Marvell School District No. 22 (the "District"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's regulatory basis financial statements, and have issued our report thereon dated November 22, 2019. We issued an adverse opinion because the District prepared the financial statements on the basis of the financial reporting provisions of Arkansas Code, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material. However, the financial statements present fairly, in all material respects, the respective regulatory basis financial position of each major governmental fund and the aggregate remaining fund information of the District as of June 30, 2019, and the respective regulatory basis changes in financial position thereof and the respective regulatory basis budgetary comparison for the general and special revenue funds for the year then ended, on the basis of accounting described in Note 1.

Internal Control Over Financial Reporting

In planning and performing our audit of the regulatory basis financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the regulatory basis 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 and 2019-002, that we consider to be material weaknesses.

Compliance and Other Matters

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

We noted certain matters that we reported to management of the District in a separate letter dated November 22, 2019.

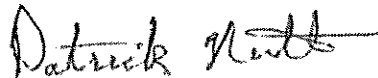
District's Response to Findings

The District's response to the findings identified in our audit, excluding the management letter findings, is described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of the regulatory basis financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

ARKANSAS LEGISLATIVE AUDIT



Patrick Nutt, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 22, 2019

Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
Senate Vice Chair



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Legislative Auditor

Rep. Richard Womack
House Chair
Rep. DeAnn Vaught
House Vice Chair

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

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

INDEPENDENT AUDITOR'S REPORT

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

Report on Compliance for Each Major Federal Program

We have audited the Marvell School District No. 22's (the "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, 2019. 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 qualified and unmodified opinions on compliance for major federal programs. However, our audit does not provide a legal determination of the District's compliance.

Basis for Qualified Opinion on CFDA 84.010 Title I Grants to Local Educational Agencies

As described in the accompanying Schedule of Findings and Questioned Costs, the District did not comply with requirements regarding CFDA 84.010 Title I Grants to Local Educational Agencies as described in finding numbers 2019-003 for Reporting and 2019-004 for Allowable Costs/Cost Principles. Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to that program.

Qualified Opinion on CFDA 84.010 Title I Grants to Local Educational Agencies

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, 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 CFDA 84.010 Title I Grants to Local Educational Agencies for the year ended June 30, 2019.

Unmodified Opinion on the Other 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 its other major federal program identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2019.

The District's response to the noncompliance findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

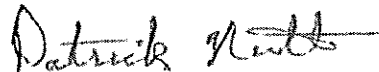
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control over compliance, described in the accompanying Schedule of Findings and Questioned Costs as Items 2019-003 and 2019-004, that we consider to be material weaknesses.

The District's response to the internal control over compliance findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

ARKANSAS LEGISLATIVE AUDIT



Patrick Nutt, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 22, 2019

Arkansas

Sen. Jason Rapert
Senate Chair
Sen. Eddie Cheatham
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Rep. Richard Womack
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Rep. DeAnn Vaught
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Roger A. Norman, JD, CPA, CFE, CFF
Legislative Auditor

LEGISLATIVE JOINT AUDITING COMMITTEE ARKANSAS LEGISLATIVE AUDIT

MANAGEMENT LETTER

Marvell School District No. 22 and School Board Members
Legislative Joint Auditing Committee

We would like to communicate the following items that came to our attention during this audit. The purpose of such comments is to provide constructive feedback and guidance, in an effort to assist management to maintain a satisfactory level of compliance with the state constitution, laws and regulations, and to improve internal control. These matters were discussed previously with District officials during the course of our audit fieldwork and at the exit conference.

1. The District failed to make timely federal tax deposits for the quarters ending March 31, 2019, June 30, 2019, and September 30, 2019. The deposits were subsequently remitted in October 2019. Total interest and penalties have yet to be determined. A similar finding was reported in the previous audit.
2. Salary increases of five percent or more from the previous fiscal year were not presented to the Board for approval as required by Ark. Code Ann. § 6-13-635.

This letter is intended solely for the information and use of the Legislative Joint Auditing Committee, the local school board and District management, state executive and oversight management, federal regulatory and oversight bodies, the federal awarding agencies and pass-through entities, and other parties as required by Arkansas Code, and is not intended to be and should not be used by anyone other than these specified parties. However, pursuant to Ark. Code Ann. § 10-4-417, all reports presented to the Legislative Joint Auditing Committee are matters of public record and distribution is not limited.

ARKANSAS LEGISLATIVE AUDIT

A handwritten signature in black ink, reading "Patrick Nutt".

Patrick Nutt, CPA
Deputy Legislative Auditor

Little Rock, Arkansas
November 22, 2019

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 BALANCE SHEET - REGULATORY BASIS
 JUNE 30, 2019

Exhibit A

| | Governmental Funds | | | |
|--|---------------------|--------------------|---------------------|-----------------|
| | Major | | | Fiduciary |
| | General | Special Revenue | Other Aggregate | Fund Types |
| ASSETS | | | | |
| Cash | \$ 780,742 | | \$ 2,924,214 | \$ 8,129 |
| Investments | 704,963 | | | |
| Accounts receivable | 28,339 | \$ 142,767 | | |
| Due from other funds | 77,720 | | | |
| Deposit with paying agent | 6,067 | | | |
| TOTAL ASSETS | \$ 1,597,831 | \$ 142,767 | \$ 2,924,214 | \$ 8,129 |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities: | | | | |
| Accounts payable and accrued liabilities | \$ 474,435 | \$ 18,578 | \$ 187,776 | |
| Due student groups | | | | \$ 5,879 |
| Due to other funds | | 77,720 | | |
| Total Liabilities | 474,435 | 96,298 | 187,776 | 5,879 |
| Fund Balances: | | | | |
| Nonspendable | 6,067 | | | |
| Restricted | 351,417 | 46,469 | 2,725,034 | 2,250 |
| Assigned | 12,813 | | 11,404 | |
| Unassigned | 753,099 | | | |
| Total Fund Balances | 1,123,396 | 46,469 | 2,736,438 | 2,250 |
| TOTAL LIABILITIES AND FUND BALANCES | \$ 1,597,831 | \$ 142,767 | \$ 2,924,214 | \$ 8,129 |

The accompanying notes are an integral part of these financial statements.

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 GOVERNMENTAL FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019

Exhibit B

| | Major | | Other |
|--|---------------------|--------------------|---------------------|
| | General | Special Revenue | Aggregate |
| REVENUES | | | |
| Property taxes (including property tax relief trust distribution) | \$ 2,058,896 | | |
| State assistance | 1,972,138 | \$ 1,905 | |
| Federal assistance | 42,592 | 1,073,631 | |
| Activity revenues | 18,585 | | |
| Meal sales | | 2,155 | |
| Investment income | 15,851 | | |
| Other revenues | 114,525 | | |
| TOTAL REVENUES | 4,222,587 | 1,077,691 | |
| EXPENDITURES | | | |
| Regular programs | 1,714,826 | 60,899 | |
| Special education | 154,654 | 79,775 | |
| Career education programs | 114,397 | | |
| Compensatory education programs | 113,620 | 199,499 | |
| Other instructional programs | 100,977 | | |
| Student support services | 221,989 | 105,897 | |
| Instructional staff support services | 204,130 | 275,719 | |
| General administration support services | 186,657 | 45,439 | |
| School administration support services | 181,278 | | |
| Central services support services | 153,824 | 25,838 | |
| Operation and maintenance of plant services | 513,252 | 885 | \$ 40,044 |
| Student transportation services | 179,028 | 981 | |
| Other support services | 21,059 | | |
| Food services operations | 250 | 288,398 | |
| Facilities acquisition and construction services | | | 292,247 |
| Activity expenditures | 21,486 | | |
| Debt Service: | | | |
| Principal retirement | 64,923 | | |
| Interest and fiscal charges | 7,885 | | 150,621 |
| TOTAL EXPENDITURES | 3,954,235 | 1,083,330 | 482,912 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | 268,352 | (5,639) | (482,912) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | | | 156,421 |
| Transfers out | (156,421) | | |
| Compensation on loss of capital assets | 96,412 | | |
| TOTAL OTHER FINANCING SOURCES (USES) | (60,009) | | 156,421 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 208,343 | (5,639) | (326,491) |
| FUND BALANCES - JULY 1 | 915,053 | 52,108 | 3,062,929 |
| FUND BALANCES - JUNE 30 | \$ 1,123,396 | \$ 46,469 | \$ 2,736,438 |

The accompanying notes are an integral part of these financial statements.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019

Exhibit C

| | General | | | Special Revenue | | |
|---|------------------|------------------|--|------------------|------------------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| REVENUES | | | | | | |
| Property taxes (including property tax relief trust distribution) | \$ 2,394,741 | \$ 2,058,896 | \$ (335,845) | | | |
| State assistance | 1,829,892 | 1,972,138 | 142,446 | \$ 1,900 | \$ 1,905 | \$ 5 |
| Federal assistance | 40,000 | 42,592 | 2,592 | 1,552,598 | 1,073,631 | (478,967) |
| Activity revenues | | 18,585 | 18,585 | | | |
| Meal sales | | | | | | |
| Investment income | 10,000 | 15,851 | 5,851 | 12,050 | 2,155 | (9,895) |
| Other revenues | 63,400 | 114,525 | 51,125 | | | |
| TOTAL REVENUES | 4,337,833 | 4,222,587 | (115,246) | 1,566,548 | 1,077,691 | (488,857) |
| EXPENDITURES | | | | | | |
| Regular programs | 1,698,618 | 1,714,826 | (16,208) | 225,682 | 60,899 | 164,783 |
| Special education | 153,608 | 154,654 | (1,046) | 137,015 | 79,775 | 57,240 |
| Career education programs | 99,495 | 114,397 | (14,902) | | | |
| Compensatory education programs | 9,644 | 113,620 | (103,976) | 526,202 | 199,499 | 326,703 |
| Other instructional programs | 186,612 | 100,977 | 85,635 | | | |
| Student support services | 181,070 | 221,989 | (40,919) | 48,304 | 105,897 | (57,593) |
| Instructional staff support services | 208,187 | 204,130 | 4,057 | 101,022 | 275,719 | (174,697) |
| General administration support services | 194,420 | 186,657 | 7,763 | 96,876 | 45,439 | 51,437 |
| School administration support services | 160,954 | 181,278 | (20,324) | | | |
| Central services support services | 147,571 | 153,824 | (6,253) | 26,306 | 25,838 | 468 |
| Operation and maintenance of plant services | 607,542 | 513,252 | 94,290 | | 885 | (885) |
| Student transportation services | 159,287 | 179,028 | (19,741) | 64,097 | 981 | 63,116 |
| Other support services | 13,000 | 21,059 | (8,059) | | | |
| Food services operations | | 250 | (250) | 310,672 | 288,398 | 22,274 |
| Community services operations | | | | 5,000 | | 5,000 |
| Non-programmed costs | | | | 16,499 | | 16,499 |
| Activity expenditures | | 21,486 | (21,486) | | | |
| Debt Service: | | | | | | |
| Principal retirement | | 64,923 | (64,923) | | | |
| Interest and fiscal charges | | 7,885 | (7,885) | | | |
| TOTAL EXPENDITURES | 3,820,008 | 3,954,235 | (134,227) | 1,557,675 | 1,083,330 | 474,345 |

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL - GENERAL AND SPECIAL REVENUE FUNDS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019

Exhibit C

| | General | | | Special Revenue | | |
|---|--------------|--------------|--|-----------------|------------|--|
| | Budget | Actual | Variance Favorable (Unfavorable) | Budget | Actual | Variance Favorable (Unfavorable) |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$ 517,825 | \$ 268,352 | \$ (249,473) | \$ 8,873 | \$ (5,639) | \$ (14,512) |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | 4,508,087 | | (4,508,087) | 40,854 | | (40,854) |
| Transfers out | (4,641,784) | (156,421) | 4,485,363 | (40,854) | | 40,854 |
| Compensation on loss of capital assets | | 96,412 | 96,412 | | | |
| TOTAL OTHER FINANCING SOURCES (USES) | (133,697) | (60,009) | 73,688 | 0 | | 0 |
| EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES | 384,128 | 208,343 | (175,785) | 8,873 | (5,639) | (14,512) |
| FUND BALANCES - JULY 1 | 884,704 | 915,053 | 30,349 | 40,765 | 52,108 | 11,343 |
| FUND BALANCES - JUNE 30 | \$ 1,268,832 | \$ 1,123,396 | \$ (145,436) | \$ 49,638 | \$ 46,469 | \$ (3,169) |

The accompanying notes are an integral part of these financial statements.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Board of Education, a seven member group, is the level of government, which has responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the Marvell School District (District). There are no component units.

B. Description of Funds

Major governmental funds (per the regulatory basis of accounting) are defined as General and Special Revenue.

General Fund - The General Fund is used to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Fund - The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Special Revenue Fund includes federal revenues and related expenditures, restricted for specific educational programs or projects, including the District's food services operations. The Special Revenue Fund also includes required matching for those federal programs, program income required to be used to further the objectives of those programs, and transfers from the general fund to supplement such programs.

Other governmental funds, presented in the aggregate, consist of the following:

Capital Projects Fund - The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets. The Capital Projects Fund excludes those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Fund - The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Fiduciary Fund types include the following:

Agency Funds - Agency Funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

Private-purpose Trust Funds - Private-purpose trust funds are used to report all other trust arrangements under which principal and income benefit individuals, private organizations, or other governments.

C. Measurement Focus and Basis of Accounting

The financial statements are prepared in accordance with a regulatory basis of accounting (RBA). This basis of accounting is prescribed by Ark. Code Ann. § 10-4-413(c), as provided in Act 2201 of 2005, and requires that financial statements be presented on a fund basis with, as a minimum, the general fund and special revenue fund presented separately and all other funds included in the audit presented in the aggregate. The law also stipulates that the financial statements consist of a balance sheet; a statement of revenues, expenditures, and changes in fund balances; a comparison of the final adopted budget to the actual expenditures for the general fund and special revenue funds of the entity; notes to financial statements; and a supplemental schedule of capital assets, including land, buildings, and equipment. The law further stipulates that the State Board of Education shall promulgate the rules necessary to administer the regulatory basis of presentation.

The RBA is not in accordance with generally accepted accounting principles (GAAP). GAAP require that basic financial statements present government-wide financial statements. Additionally, GAAP require the following major concepts: Management's Discussion and Analysis, accrual basis of accounting for government-wide financial statements, including depreciation expense, modified accrual basis of accounting for fund financial statements, separate financial statements for fiduciary fund types, separate identification of special and extraordinary items, inclusion of capital assets and debt in the financial statements, inclusion of the net pension liability in the financial statements, specific procedures for the identification of major governmental funds, and applicable note disclosures. The RBA does not require government-wide financial statements or the previously identified concepts.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

C. **Measurement Focus and Basis of Accounting (Continued)**

The accompanying financial statements are presented on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for purposes of recording specific activities or attaining certain objectives. Revenues are reported by major sources and expenditures are reported by major function. Other transactions, which are not reported as revenues or expenditures, are reported as other financing sources and uses. Transactions related to the recording of installment contracts and capital leases are reported as other financing sources. Changes in private-purpose trust funds will be reflected in the notes to financial statements.

D. **Revenue Recognition Policies**

Revenues are recognized when they become susceptible to accrual in accordance with the RBA, except for property taxes (see Note 1 F below).

E. **Capital Assets**

Information on capital assets and related depreciation is reported at Schedule 1. Capital assets are capitalized at historical cost or estimated historical cost, if actual data is not available. Capital assets purchased are recorded as expenditures in the applicable fund at the time of purchase. Donated capital assets are reported at acquisition value when received. The District maintains a threshold level of \$1,000 for capitalizing equipment. Library holdings are not capitalized.

No salvage value is taken into consideration for depreciation purposes. All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

| Asset Class | Estimated Useful Life in Years |
|-----------------------------|--------------------------------|
| Improvements/infrastructure | 20 |
| Buildings | 50 |
| Equipment | 5-20 |

F. **Property Taxes**

Property taxes are levied (tax rates are established) in November of each year based on property assessment (real and personal) that occurred within a specific period of time beginning January 1 of the same year. Property taxes are collectible beginning the first business day of March of the year following the levy date and are considered delinquent after October 15 of the same calendar year.

Ark. Code Ann. § 6-20-401 allows, but does not mandate, the District to accrue the difference between the amount of 2018 calendar year taxes collected by June 30, 2019 and 8 percent of the proceeds of the local taxes that are not pledged to secure bonded indebtedness. The District elected not to accrue property taxes or the option to accrue property taxes was not applicable because the amount of property taxes collected by June 30, 2019 equaled or exceeded the 8 percent calculation.

Amendment no. 74 to the Arkansas Constitution established a uniform minimum property tax millage rate of 25 mills for maintenance and operation of public schools. Ark. Code Ann. § 26-80-101 provides the uniform rate of tax (URT) shall be assessed and collected in the same manner as other school property taxes, but the net revenues from the URT shall be remitted to the State Treasurer and distributed by the State to the county treasurer of each county for distribution to the school districts in that county. For reporting purposes, URT revenues are considered property taxes.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. Interfund Receivables and Payables

Interfund receivables and payables result from services rendered from one fund to another or from interfund loans.

H. Fund Balance Classifications

1. Nonspendable fund balance – represents amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
2. Restricted fund balance – represents amounts that are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through bond covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
3. Assigned fund balance – represents amounts that are constrained by the District's *intent* to be used for specific purposes, but are neither restricted nor committed.
4. Unassigned fund balance – represents amounts that have not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. This classification can also include negative amounts in other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

I. Budget and Budgetary Accounting

The District is required by state law to prepare an annual budget. The annual budget is prepared on a fiscal year basis. The District does not prepare and submit amended budgets during the fiscal year. The State Department of Education's regulations allow for the cash basis or the modified accrual basis. However, the majority of the school districts employ the cash basis method.

The District budgets intra-fund transfers. Significant variances may result in the comparison of transfers at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General and Special Revenue Funds – Regulatory Basis because only interfund transfers are reported at the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds – Regulatory Basis. Additionally, the District routinely budgets restricted federal programs as part of the special revenue fund. Significant variances may result in the budgetary comparison of the revenues and expenditures of the special revenue fund because of the reclassification of those federal programs primarily utilized for capital projects to the other aggregate funds for reporting purposes.

Budgetary perspective differences are not considered to be significant, because the structure of the information utilized in preparing the budget and the applicable fund financial statements is essentially the same.

J. Stabilization Arrangements

The District's Board of Education has not formally set aside amounts for use in emergency situations or when revenue shortages or budgetary imbalances arise.

K. Minimum Fund Balance Policies

The District's Board of Education has not formally adopted a minimum fund balance policy.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

L. Fund Balance Classification Policies and Procedures

The Superintendent, in conjunction with other management and accounting personnel, is authorized to assign amounts to a specific purpose. The District's Board of Education has not adopted a formal policy addressing this authorization.

The District's revenues, expenditures, and fund balances are tracked in the accounting system by numerous sources of funds. The fund balances of these sources of funds are combined to derive the District's total fund balances by fund. It is uncommon for an individual source of funds to contain restricted and unrestricted (committed, assigned, or unassigned) funds. The District does not have a policy addressing whether it considers restricted or unrestricted amounts to have been spent when expenditures are incurred for purposes for which both restricted and unrestricted amounts are available. District personnel decide which resources (source of funds) to use at the time expenditures are incurred. For classification of fund balance amounts, restricted resources are considered spent before unrestricted. The District does not have a policy addressing which resources to use within the unrestricted fund balances when committed, assigned, or unassigned fund balances are available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, committed amounts are reduced first, followed by assigned amounts, and then unassigned amounts.

M. Encumbrances

The District does not utilize encumbrance accounting.

2: **CASH DEPOSITS WITH FINANCIAL INSTITUTIONS**

Cash deposits are carried at cost (carrying value). A comparison of the bank balance and carrying value is as follows:

| | <u>Carrying Amount</u> | <u>Bank Balance</u> |
|--|----------------------------|-------------------------|
| Insured (FDIC) | \$ 511,228 | \$ 511,355 |
| Collateralized: | | |
| Collateral held by the District's agent, pledging bank or pledging bank's trust department or agent in the District's name | <u>3,749,872</u> | <u>4,190,780</u> |
| Total Deposits | <u>\$ 4,261,100</u> | <u>\$ 4,702,135</u> |

The above total deposits do not include cash of \$156,948 which was held in the Phillips, Monroe, and Desha County Treasuries. The above total deposits include certificates of deposit of \$704,963 reported as investments and classified as nonparticipating contracts.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

3: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2019 were comprised of the following:

| Description | Governmental Funds | |
|--------------------|--------------------|-------------------|
| | Major | |
| | General | Special Revenue |
| Federal assistance | | \$ 142,767 |
| Other | \$ 28,339 | |
| Totals | <u>\$ 28,339</u> | <u>\$ 142,767</u> |

4: COMMITMENTS

The District was contractually obligated for the following at June 30, 2019:

A. Construction Contract

| Project Name | Estimated Completion Date | Contract Balance |
|---------------------------|---------------------------|------------------|
| Marvell Gymnasium Remodel | March 10, 2020 | \$ 2,456,628 |

B. Operating Lease (noncapital lease with initial noncancellable lease terms in excess of one year)

General description of lease and leasing arrangements:

On September 28, 2016, the District executed a lease for copiers. The agreement stipulated 36 monthly payments of \$1,630.

1. Future minimum rental payments (aggregate) at June 30, 2019: \$4,890
2. Future minimum rental payments for the succeeding years:

| Year Ended June 30, | Amount |
|---------------------|-----------------|
| 2020 | <u>\$ 4,890</u> |

Rental payments for the operating lease described above were approximately \$19,559 for the year ended June 30, 2019.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

4: COMMITMENTS (Continued)

C. Long-term Debt Issued and Outstanding

The District is presently paying on the following long-term debt:

| <u>Date of Issue</u> | <u>Date of Final Maturity</u> | <u>Rate of Interest</u> | <u>Amount Authorized and Issued</u> | <u>Debt Outstanding June 30, 2019</u> | <u>Maturities To June 30, 2019</u> |
|--------------------------|-----------------------------------|-----------------------------|---|---|--|
| <u>Bonds</u> | | | | | |
| 11/16/17 | 2/1/48 | 1.5 - 3.5% | \$ 4,255,000 | \$ 4,255,000 | |
| Total Bonds | | | <u>4,255,000</u> | <u>4,255,000</u> | |
| <u>Direct Borrowings</u> | | | | | |
| 2/3/18 | 4/3/21 | 4.84% | 201,300 | 127,485 | \$ 73,815 |
| Total Direct Borrowings | | | <u>201,300</u> | <u>127,485</u> | <u>73,815</u> |
| Total Long-Term Debt | | | <u>\$ 4,456,300</u> | <u>\$ 4,382,485</u> | <u>\$ 73,815</u> |

Changes in Long-term Debt

| | <u>Balance July 01, 2018</u> | <u>Issued</u> | <u>Retired</u> | <u>Balance June 30, 2019</u> |
|--------------------------|----------------------------------|---------------|------------------|----------------------------------|
| Bonds payable | \$ 4,255,000 | | | \$ 4,255,000 |
| <u>Direct Borrowings</u> | | | | |
| Installment contracts | 192,408 | | \$ 64,923 | 127,485 |
| Total Direct Borrowings | <u>192,408</u> | | <u>64,923</u> | <u>127,485</u> |
| Total Long-Term Debt | <u>\$ 4,447,408</u> | <u>\$ 0</u> | <u>\$ 64,923</u> | <u>\$ 4,382,485</u> |

Future Principal and Interest Payments

| <u>Year Ended June 30,</u> | <u>Bonds</u> | | | <u>Direct Borrowings</u> | | |
|--------------------------------|---------------------|---------------------|---------------------|--------------------------|-----------------|-------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 2020 | \$ 100,000 | \$ 124,300 | \$ 224,300 | \$ 68,136 | \$ 4,672 | \$ 72,808 |
| 2021 | 106,000 | 122,800 | 227,800 | 59,349 | 1,325 | 60,674 |
| 2022 | 105,000 | 121,225 | 226,225 | | | |
| 2023 | 105,000 | 119,387 | 224,387 | | | |
| 2024 | 110,000 | 117,550 | 227,550 | | | |
| 2025-2029 | 580,000 | 551,413 | 1,131,413 | | | |
| 2030-2034 | 665,000 | 465,025 | 1,130,025 | | | |
| 2035-2039 | 770,000 | 358,925 | 1,128,925 | | | |
| 2040-2044 | 895,000 | 231,225 | 1,126,225 | | | |
| 2045-2048 | 820,000 | 72,231 | 892,231 | | | |
| Totals | <u>\$ 4,255,000</u> | <u>\$ 2,284,081</u> | <u>\$ 6,539,081</u> | <u>\$ 127,485</u> | <u>\$ 5,997</u> | <u>\$ 133,482</u> |

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

4: COMMITMENTS

Security for Debt Payments

Ark. Code Ann. § 6-20-1204 specifies procedures to be followed if a school district is delinquent in a payment to the paying agent for bonded debt. As additional security, any delinquent payment for bonded debt will be satisfied by the Arkansas Department of Education (ADE). Depending on the date of the bond issue, ADE will recover the full amount of any delinquency payment through the withholding of a school district's state funding or a direct payment from the school district. There were no delinquent bond payments incurred by the District during the audit period.

5: ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities at June 30, 2019 were comprised of the following:

| Description | Governmental Funds | | |
|--------------------------------------|--------------------|--------------------|--------------------|
| | Major | | Other Aggregate |
| | General | Special Revenue | |
| Vendor payables | \$ 62,855 | \$ 18,578 | \$ 187,776 |
| Payroll withholdings and matching | 411,580 | | |
| Totals | <u>\$ 474,435</u> | <u>\$ 18,578</u> | <u>\$ 187,776</u> |

6: INTERFUND TRANSFERS

The District transferred \$156,421 from the general fund to the other aggregate funds for debt related payments of \$150,621 and excess net legal balance funds of \$5,800, required to be utilized for designated capital projects.

7: RETIREMENT PLAN

Arkansas Teacher Retirement System

Plan Description

The District contributes to the Arkansas Teacher Retirement System (ATRS), a cost-sharing multiple-employer defined benefit pension plan that covers employees of schools and education-related agencies, except certain non-teaching school employees. ATRS, administered by a Board of Trustees, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State law and can be amended only by the Arkansas General Assembly. The Arkansas Teacher Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for ATRS. That report may be obtained by writing to Arkansas Teacher Retirement System, 1400 West Third Street, Little Rock, Arkansas 72201, by calling 1-800-666-2877, or by visiting the ATRS website at www.atri.gov.

Funding Policy

ATRS has contributory and noncontributory plans. Contributory members are required by State law to contribute 6% of their salaries. Each participating employer is required by State law to contribute at a rate determined by the Board of Trustees, based on the annual actuarial valuation. The current employer rate is 14% of covered salaries. The District's contributions to ATRS for the year ended June 30, 2019 were \$407,537, equal to the required contributions.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

7: RETIREMENT PLAN (Continued)

Net Pension Liability

The Arkansas Department of Education has stipulated that, under the regulatory basis of accounting, the requirements of Governmental Accounting Standards Board Statement no. 68 would be limited to disclosure of the District's proportionate share of the collective net pension liability. The District's proportionate share of the collective net pension liability at June 30, 2018 (actuarial valuation date and measurement date) was \$4,068,751.

8: CHANGES IN PRIVATE-PURPOSE TRUST FUNDS

| | |
|------------------------|----------|
| ADDITIONS | |
| Donations | \$ 500 |
| CHANGE IN FUND BALANCE | |
| | 500 |
| FUND BALANCE - JULY 1 | 1,750 |
| FUND BALANCE - JUNE 30 | \$ 2,250 |

9: PLEDGED REVENUES

The District has pledged a portion of its property taxes to retire bonds of \$4,255,000 issued on November 16, 2017. The bonds were issued for various capital projects. Total principal and interest remaining on the bonds is \$6,539,081, payable through February 1, 2048. Principal and interest paid for the current year and total property taxes pledged for debt service were \$150,196 and \$499,126, respectively. The percentage of property taxes pledged for the current year for principal and interest payments was 30.09 percent.

10: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Districts carries commercial insurance for board liability/employment practices liability and student accident coverage.

The District participates in the Arkansas School Boards Association – Workers' Compensation Trust (the Trust), a self-insurance trust voluntarily established on July 1, 1994 pursuant to state law. The Trust is responsible for obtaining and administering workers' compensation insurance coverage for its members, as well as obtaining reinsurance coverage for those claims that exceed the standard policy limits. In its administrative capacity, the Trust is responsible for monitoring, negotiating and settling claims that have been filed on behalf of and against member districts. The District contributes annually to this program.

Additionally, the District participates in the Arkansas School Boards Association – Risk Management Program (the Association), a self-insurance program voluntarily established on February 1, 1984 pursuant to state law. The Association is responsible for obtaining and administering insurance coverage for property and vehicles for its members, as well as obtaining reinsurance coverage for those claims that exceed the standard policy limits. In its administrative capacity, the Association is responsible for monitoring, negotiating, and settling claims that have been filed against member districts. The District pays an annual premium for its coverage of buildings, contents, vehicles, and mobile equipment.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

10: RISK MANAGEMENT (Continued)

The District participates in the Arkansas Fidelity Bond Trust Fund administered by the Governmental Bonding Board. This program provides coverage for actual losses sustained by its members through fraudulent or dishonest acts committed by officials or employees. Each loss is limited to \$300,000 with a \$2,500 deductible. Premiums for coverage are paid by the Chief Fiscal Officer of the State of Arkansas from funds withheld from the Public School Fund.

Settled claims have not exceeded coverage in any of the past three fiscal years. There were no significant reductions in insurance coverage from the prior year in the major categories of risk.

11: ON-BEHALF PAYMENTS

The allocation of the health insurance premiums paid by the Arkansas Department of Education to the Employee Benefits Division, on-behalf of the District's employees, totaled \$75,806 for the year ended June 30, 2019.

12: DETAILS OF GOVERNMENTAL FUND BALANCE CLASSIFICATIONS DISPLAYED IN THE AGGREGATE

| Description | Governmental Funds | | |
|--|--------------------|--------------------|--------------------|
| | Major | | Other Aggregate |
| | General | Special Revenue | |
| Fund Balances: | | | |
| Nonspendable: | | | |
| Deposit with paying agent | \$ 6,067 | | |
| Restricted for: | | | |
| Educational programs - national school lunch state categorical funding | 264,040 | | |
| English-language learners | 676 | | |
| Capital projects | | | \$ 2,725,034 |
| Child nutrition programs | | \$ 35,264 | |
| Medical services | | 11,027 | |
| Special education programs | 7,868 | | |
| Other purposes | 78,833 | 178 | |
| Total Restricted | 351,417 | 46,469 | 2,725,034 |
| Assigned to: | | | |
| Capital projects | | | 11,404 |
| Student activities | 12,813 | | |
| Total Assigned | 12,813 | | 11,404 |
| Unassigned | 753,099 | | |
| Totals | \$ 1,123,396 | \$ 46,469 | \$ 2,736,438 |

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

13: COMPENSATION ON LOSS OF CAPITAL ASSETS

As a result of water and structural damage to the Marvell Gymnasium, the District received insurance proceeds of \$96,412 for the year ended June 30, 2019.

14: FISCAL DISTRESS STATUS

On April 11, 2019, the State Board of Education classified the District in fiscal distress. The District, in conjunction with the Arkansas Department of Education, has implemented cost reduction measures.

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF CAPITAL ASSETS
 FOR THE YEAR ENDED JUNE 30, 2019
 (Unaudited)

Schedule 1

| | Balance June 30, 2019 |
|---------------------------------------|----------------------------|
| <i>Nondepreciable capital assets:</i> | |
| Land | \$ 103,203 |
| Construction in progress | 319,440 |
| Total nondepreciable capital assets | <u>422,643</u> |
| <i>Depreciable capital assets:</i> | |
| Buildings | 7,725,525 |
| Improvements/infrastructure | 206,611 |
| Equipment | 1,470,970 |
| Total depreciable capital assets | <u>9,403,106</u> |
| Less accumulated depreciation for: | |
| Buildings | 4,048,611 |
| Improvements/infrastructure | 169,847 |
| Equipment | 974,081 |
| Total accumulated depreciation | <u>5,192,539</u> |
| Total depreciable capital assets, net | <u>4,210,567</u> |
| Capital assets, net | <u><u>\$ 4,633,210</u></u> |

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 2

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Federal CFDA Number | Pass-Through Entity Identifying Number | Provided to Subrecipients | Total Federal Expenditures |
|---|---------------------------|--|------------------------------|-------------------------------|
| CHILD NUTRITION CLUSTER | | | | |
| <u>U. S. Department of Agriculture</u> | | | | |
| Arkansas Department of Education - School Breakfast Program | 10.553 | 5404 | | \$ 90,704 |
| National School Lunch Program (Note 3) | 10.555 | | | 8,148 |
| Arkansas Department of Education - National School Lunch Program | 10.555 | 5404 | | 192,230 |
| Arkansas Department of Human Services - National School Lunch Program (Note 4) | 10.555 | 5404000 | | 9,838 |
| Total for National School Lunch Program | | | | 210,216 |
| Total U. S. Department of Agriculture | | | | 300,920 |
| TOTAL CHILD NUTRITION CLUSTER | | | | 300,920 |
| SPECIAL EDUCATION CLUSTER (IDEA) | | | | |
| <u>U. S. Department of Education</u> | | | | |
| Arkansas Department of Education - Special Education - Grants to States | 84.027 | 5404 | | 123,195 |
| TOTAL SPECIAL EDUCATION CLUSTER (IDEA) | | | | 123,195 |
| OTHER PROGRAMS | | | | |
| <u>U. S. Department of Agriculture</u> | | | | |
| Arkansas Department of Education - Fresh Fruit and Vegetable Program | 10.582 | 5404 | | 10,595 |
| Total U. S. Department of Agriculture | | | | 10,595 |
| <u>U. S. Department of Education</u> | | | | |
| Arkansas Department of Education - Title I Grants to Local Educational Agencies | 84.010 | 5404 | | 375,834 |
| Arkansas Department of Education - Twenty-First Century Community Learning Centers | 84.287 | 5404 | | 155,151 |
| Arkansas Department of Education - Supporting Effective Instruction State Grants | 84.367 | 5404 | | 22,523 |
| Total U. S. Department of Education | | | | 553,508 |
| <u>U. S. Department of Health and Human Services</u> | | | | |
| Arkansas Department of Education - Substance Abuse and Mental Health Services Projects of Regional and National Significance | 93.243 | 5404 | | 56,324 |
| Arkansas Department of Education - Improving Student Health and Academic Achievement through Nutrition, Physical Activity and the Management of Chronic Conditions in Schools | 93.981 | 5404 | | 15,375 |
| Total U. S. Department of Health and Human Services | | | | 71,699 |
| TOTAL OTHER PROGRAMS | | | | 635,802 |
| TOTAL EXPENDITURES OF FEDERAL AWARDS | | | \$ 0 | \$ 1,059,917 |

The accompanying notes are an integral part of this schedule.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 2

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

- Note 1: Basis of Presentation - The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Marvell School District No. 22 (District) under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) 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 or changes in financial position of the District.
- Note 2: Summary of Significant Accounting Policies - Expenditures reported on the Schedule are reported on the regulatory 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.
- Note 3: Nonmonetary assistance is reported at the approximate value as provided by the U. S. Department of Defense through an agreement with the U. S. Department of Agriculture.
- Note 4: Nonmonetary assistance is reported at the approximate value as provided by the Arkansas Department of Human Services.
- Note 5: The District has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 3

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Types of auditor's reports issued on whether the financial statements audited were prepared in accordance with:

Generally accepted accounting principles (GAAP) - adverse
Regulatory basis - unmodified

Internal control over financial reporting:

| | | | | |
|--|-------------------------------------|-----|-------------------------------------|---------------|
| <input checked="" type="radio"/> Material weakness(es) identified? | <input checked="" type="checkbox"/> | yes | <input type="checkbox"/> | no |
| <input checked="" type="radio"/> Significant deficiency(ies) identified? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> | none reported |
| Noncompliance material to financial statements noted? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> | no |

FEDERAL AWARDS

Internal control over major federal programs:

| | | | | |
|--|-------------------------------------|-----|-------------------------------------|---------------|
| <input checked="" type="radio"/> Material weakness(es) identified? | <input checked="" type="checkbox"/> | yes | <input type="checkbox"/> | no |
| <input checked="" type="radio"/> Significant deficiency(ies) identified? | <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> | none reported |

Type of auditor's report issued on compliance for major federal programs: unmodified for all major programs except Title I Grants to Local Educational Agencies program, which was qualified.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

| | | | |
|-------------------------------------|-----|--------------------------|----|
| <input checked="" type="checkbox"/> | yes | <input type="checkbox"/> | no |
|-------------------------------------|-----|--------------------------|----|

Identification of major federal programs:

| CFDA Number(s) | Name of Federal Program or Cluster |
|-------------------|--|
| 10.553 and 10.555 | Child Nutrition Cluster |
| 84.010 | Title I Grants to Local Educational Agencies |

Dollar threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

| | | | |
|--------------------------|-----|-------------------------------------|----|
| <input type="checkbox"/> | yes | <input checked="" type="checkbox"/> | no |
|--------------------------|-----|-------------------------------------|----|

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 3

SECTION II - FINANCIAL STATEMENT FINDINGS

MATERIAL WEAKNESSES

2019-001. Internal Control

Criteria: Internal control is a process consisting of five interrelated components - *control environment, risk assessment, information and communication, control activities, and monitoring*. Management is responsible for adopting sound accounting policies and for establishing and maintaining internal control that will, among other things, initiate, authorize, record, process, and report transactions (as well as events and conditions) consistent with management's assertions embodied in the financial statements.

Condition: Deficiencies in the internal control component of control activities adversely affected the District's ability to initiate, authorize, record, process, and report financial data in accordance with the regulatory basis of accounting such that there was a reasonable possibility that a material misstatement of the District's financial statements would not be prevented, or detected and corrected on a timely basis. Financial accounting duties were not adequately segregated among employees. Specifically, the same employee was responsible for receiving and depositing monies collected, maintenance of accounting records, preparation and posting of journal entries, and preparation of bank reconciliations, without compensating controls. Payroll checks were processed and prepared by the same employee responsible for adding new employees, making changes to the payroll amounts, reconciling to reports, and maintenance of accounting records, without compensating controls, and such employee had unrestricted access to the District's signature stamp. Non-payroll checks were processed and prepared by the same employee responsible for adding new vendors, receiving, and maintenance of accounting records, without compensating controls and such employee had unrestricted access to the District's signature stamp. Additionally, employee is authorized to post journal entries to the general ledger without independent review.

Cause: District management, due to cost/benefit implications, which hindered the District's ability to adequately segregate financial accounting duties among employees, did not effectively address the deficiencies in internal control.

Effect or potential effect: The District's ability to initiate, authorize, record, process, and report transactions consistent with management's assertions embodied in the financial statements, as well as the ability to safeguard District assets, was adversely affected by the identified weaknesses in the above internal control component.

Recommendation: District management should adopt sound accounting policies and establish and maintain internal control that will initiate, authorize, record, process, and report transactions consistent with management's assertions embodied in the financial statements and that will safeguard District assets.

Views of responsible officials: We concur with the recommendation and will implement corrective procedures to the extent possible.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 3

2019-002. Misstatements not Detected by Internal Control System

Criteria: Financial accounting records should be accurate to ensure the preparation of reliable financial statements that are fairly presented in conformity with the regulatory basis of accounting.

Condition: The District's internal control system did not prevent or detect significant errors in the financial accounting records, which are utilized in the preparation of the District's financial statements. The District's general ledger did not reflect \$411,580 of undistributed payroll taxes resulting in an understatement of cash and accounts payable in the general fund. Additionally, the District understated accounts payable and facility acquisition and construction services expenditures by \$187,776 in the other aggregate funds due to the failure to accrue a construction payment for work performed in the 2019 fiscal year. Financial statements were subsequently corrected by adjusting entries during audit fieldwork.

Cause: Financial records were not properly monitored by management.

Effect or potential effect: Misstatement was not detected by the District's internal control system.

Recommendation: In order to achieve reliable financial reporting, the District should exercise due care to ensure all applicable general ledger accounts are properly stated.

Views of responsible officials: The Marvell-Elaine School District is implementing internal control protocols and working with the Arkansas Department of Education Fiscal Unit on a daily basis to better assure that we achieve a greater degree of reliable financial reporting. These internal control protocols include:

- All mail is reviewed and opened by the Superintendent. He then has two meetings per week with the Book Keeper and Accounts Payable Clerk. During these meetings, bills are reviewed in great detail, banking statements are reviewed and compared to the receipts of revenue.
- When bills are being paid, they must first be reviewed by the Superintendent. Once reviewed, he then goes into the eFinance system and insures that the batch for printing of checks matches the reviewed documentation. He then electronically approves the check for printing and then reviews the printed checks before giving them to the Accounts Payable Clerk for mailing.
- Weekly meetings are held with the ADE Fiscal Unit to review journal entries and receipting of revenue to insure that coding is accurate and to provide another level of review.

As we progress through the year, additional protocols will be established as recommended by the ADE Fiscal Support staff or as we encounter in our daily operation.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 3

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

MATERIAL WEAKNESSES

U. S. DEPARTMENT OF EDUCATION
PASSED THROUGH ARKANSAS DEPARTMENT OF EDUCATION
TITLE I GRANTS TO LOCAL EDUCATIONAL AGENCIES - CFDA NUMBER 84.010
PASS-THROUGH NUMBER 5404
AUDIT PERIOD - YEAR ENDED JUNE 30, 2019

2019-003. Reporting

Criteria or specific requirement : The District is required to budget Title I expenditures and submit such information to the Arkansas Department of Education (ADE). Actual expenditures may not exceed the budget amounts for specific categories by more than 10 percent without prior approval from the ADE and submission of budget amendments or adjustments.

Condition: Title I School Improvement Grant expenditures for function 1591 (Title I School-wide Instruction) exceeded the budget amount by \$1,127 more than the 10 percent variance allowed. Additionally, the budget information submitted to ADE utilizing the Arkansas Public School Computer Network (APSCN) did not agree with the approved Title I and Title I School Improvement Grant budgets.

Cause: The District failed to properly monitor expenditures against the approved budget.

Effect or potential effect: The District did not submit applicable budget amendments or adjustments for ADE approval for the Title I program resulting in actual expenditures exceeding budgeted amounts.

Context: Comparison of budget expenditures to actual expenditures as reported on the annual financial report.

Recommendation: The District should implement procedures to ensure expenditures are properly monitored and budgets are amended as necessary, and consult with ADE for further guidance regarding this matter.

Views of responsible officials: The Marvell-Elaine School District is implementing internal control and compliance protocols and working with the Arkansas Department of Education Fiscal Unit on a daily basis to better assure that we achieve a greater degree of reliable financial management. These internal control protocols include: To better manage the Federal Programs and funding, quarterly meetings are held with the ADE Federal Programs Unit, the MESD Federal Programs Coordinator and her clerk, and the Superintendent. Next steps, corrections and needs are addressed in these meetings with weekly follow up reports to address the interim work.

MARVELL SCHOOL DISTRICT NO. 22
PHILLIPS COUNTY, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

Schedule 3

2019-004. Allowable Costs/Cost Principles

Criteria or specific requirement : Office of Management and Budget (OMB) 2 CFR part 200, subpart E – Cost Principles, establish principles for determining the allowable costs from federal funds. Such costs are to be necessary and reasonable for the performance of the federal award. Program expenditures must be incurred in accordance with the District's Arkansas Comprehensive School Improvement Plan (ACSIP).

Condition: The District's ACSIP did not include Title I program payroll expenditures, including fringe benefits, for a curriculum specialist totaling \$34,885 and Title I School Improvement Grant expenditures for reading novels totaling \$8,226.

Cause: Lack of internal controls and management oversight over program expenditures.

Effect or potential effect: The District expended Title I program funds of \$43,111 for items not included in the District's ACSIP.

Questioned costs: The amount of questioned costs was \$43,111.

Context: Examination of salaries, including fringe benefits, and supporting documentation for three employees (total salaries and fringe benefits of \$140,693) from a total population of twenty-three employees (total salaries and fringe benefits of \$293,171). Examination of supporting documentation for four non-payroll expenditures (\$12,339) from a total population of thirty-five non-payroll expenditures (\$67,088).

Recommendation: The District should contact the Arkansas Department of Education for guidance and implement proper controls over program expenditures.

Views of responsible officials: The Marvell-Elaine School District is implementing internal control and compliance protocols and working with the Arkansas Department of Education Fiscal Unit on a daily basis to better assure that we achieve a greater degree of reliable financial management. These internal control protocols include: Expenditure justification meetings are held with the Federal Programs Coordinator and the Superintendent on a weekly basis. Expenditures that are questionable are either tabled for additional detail, denied because it is not aligned to the School Improvement Plan, or redirected to another funding source.

MARVELL – ELAINE SCHOOL DISTRICT
Office of the Superintendent
P. O. Box 1870
MARVELL, ARKANSAS 72366
870-829-2101
Fax: 870-829-2044

Henry Anderson, Superintendent

Clyde Williams, Board President

Schedule 4

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2019

FINANCIAL STATEMENT FINDINGS

2018 – Finding 2018-001: Internal Control

Condition: Deficiencies in the internal control component of control activities adversely affected the District's ability to initiate, authorize, record, process, and report financial data in accordance with the regulatory basis of accounting such that there was a reasonable possibility that a material misstatement of the District's financial statements would not be prevented, or detected and corrected on a timely basis. Financial accounting duties were not adequately segregated among employees. Specifically, the same employee was responsible for receiving and depositing monies collected, maintenance of accounting records, preparation and posting of journal entries, and preparation of bank reconciliations, without compensating controls. Payroll checks were processed and prepared by the same employee responsible for adding new employees, making changes to the payroll amounts, reconciling to reports, and maintenance of accounting records, without compensating controls, and such employee had unrestricted access to the District's signature stamp. Non-payroll checks were processed and prepared by the same employee responsible for adding new vendors, receiving, and maintenance of accounting records, without compensating controls and such employee had unrestricted access to the District's signature stamp. Additionally, employee is authorized to post journal entries to the general ledger without independent review.

Current Status: Due to cost/benefit implications, the District was unable to adequately address the lack of segregation of financial accounting duties. See Finding 2019-001 at Schedule 3.

2018 – Finding 2018-002: Unauthorized Disbursements

Condition: Our comparison of bank statements obtained from the financial institution used by the District to bank statements on file at the District revealed the Bookkeeper/Audit Compliance Officer issued 90 unauthorized checks to herself totaling \$471,666 for the period July 1, 2014 through December 31, 2018. This individual, whose employment was terminated on January 17, 2019, recorded the unauthorized disbursements as payments to a utility vendor in the accounting system, changed the payee on the checks from the name of the utility vendor to her name, endorsed these checks, and provided altered bank statement copies to us for audit purposes.

Current Status: Corrective action was taken by the District.

MARVELL – ELAINE SCHOOL DISTRICT
Office of the Superintendent
P. O. Box 1870
MARVELL, ARKANSAS 72366
870-829-2101
Fax: 870-829-2044

Henry Anderson, Superintendent

Clyde Williams, Board President

Schedule 4

2017 - Finding 2017-001: Internal Control

Condition: Deficiencies in the internal control component of control activities adversely affected the District's ability to initiate, authorize, record, process, and report financial data in accordance with the regulatory basis of accounting such that there was a reasonable possibility that a material misstatement of the District's financial statements would not be prevented, or detected and corrected on a timely basis. Financial accounting duties were not adequately segregated among employees. Specifically, the same employee was responsible for receiving and depositing monies collected, maintenance of accounting records, preparation and posting of journal entries, and preparation of bank reconciliations, without compensating controls. Payroll checks were processed and prepared by the same employee responsible for adding new employees, making changes to the payroll amounts, reconciling to reports, and maintenance of accounting records, without compensating controls, and such employee had unrestricted access to the District's signature stamp. Non-payroll checks were processed and prepared by the same employee responsible for adding new vendors, receiving, and maintenance of accounting records, without compensating controls and such employee had unrestricted access to the District's signature stamp. Additionally, employee is authorized to post journal entries to the general ledger without independent review.

Current Status: Due to cost/benefit implications, the District was unable to adequately address the lack of segregation of financial accounting duties. See Finding 2019-001 at Schedule 3.

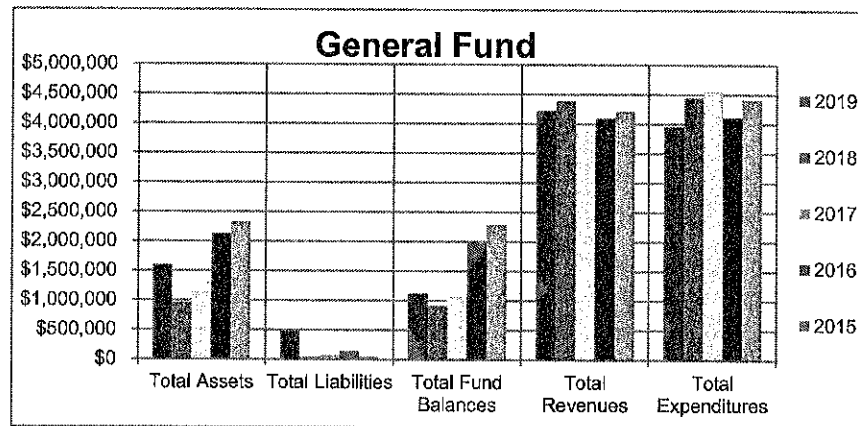
FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no findings in the prior audit.

MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 (Unaudited)

Schedule 5

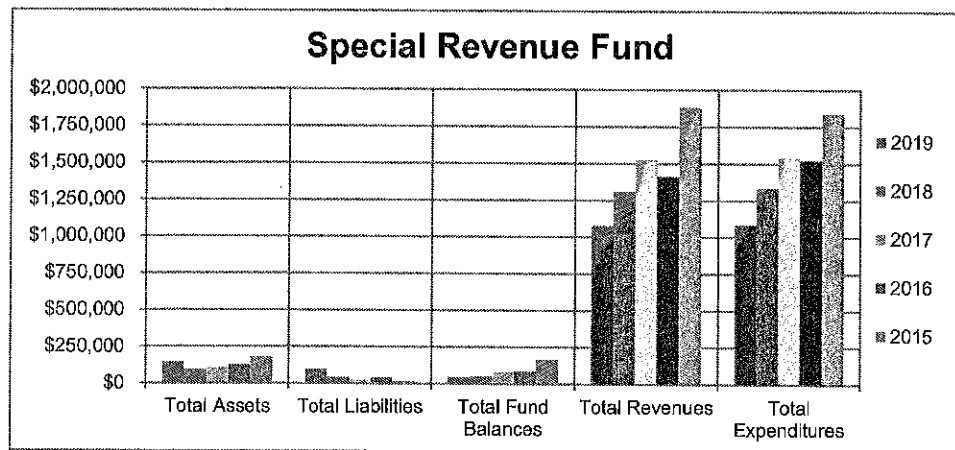
| <u>General Fund</u> | Year Ended June 30, | | | | |
|--------------------------------------|---------------------|------------|--------------|--------------|--------------|
| | 2019 | 2018 | 2017 | 2016 | 2015 |
| Total Assets | \$ 1,597,831 | \$ 962,182 | \$ 1,134,781 | \$ 2,131,831 | \$ 2,331,957 |
| Total Liabilities | 474,435 | 47,129 | 72,723 | 140,465 | 45,503 |
| Total Fund Balances | 1,123,396 | 915,053 | 1,062,058 | 1,991,366 | 2,286,454 |
| Total Revenues | 4,222,587 | 4,392,412 | 3,879,584 | 4,096,863 | 4,212,210 |
| Total Expenditures | 3,954,235 | 4,445,704 | 4,553,499 | 4,114,807 | 4,414,664 |
| Total Other Financing Sources (Uses) | (60,009) | (93,713) | (255,393) | (279,144) | (288,589) |



MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 (Unaudited)

Schedule 5

| <u>Special Revenue Fund</u> | Year Ended June 30, | | | | |
|--------------------------------------|---------------------|-----------|------------|------------|------------|
| | 2019 | 2018 | 2017 | 2016 | 2015 |
| Total Assets | \$ 142,767 | \$ 92,478 | \$ 103,714 | \$ 125,127 | \$ 180,806 |
| Total Liabilities | 96,298 | 40,370 | 24,253 | 40,261 | 14,911 |
| Total Fund Balances | 46,469 | 52,108 | 79,461 | 84,866 | 165,895 |
| Total Revenues | 1,077,691 | 1,308,645 | 1,526,193 | 1,413,581 | 1,881,492 |
| Total Expenditures | 1,083,330 | 1,335,173 | 1,540,281 | 1,524,135 | 1,839,188 |
| Total Other Financing Sources (Uses) | | (825) | 8,683 | 29,525 | 105 |



MARVELL SCHOOL DISTRICT NO. 22
 PHILLIPS COUNTY, ARKANSAS
 SCHEDULE OF SELECTED INFORMATION FOR THE LAST FIVE YEARS - REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019
 (Unaudited)

Schedule 5

| <u>Other Aggregate Funds</u> | Year Ended June 30, | | | | |
|--------------------------------------|---------------------|--------------|-----------|------------|------------|
| | 2019 | 2018 | 2017 | 2016 | 2015 |
| Total Assets | \$ 2,924,214 | \$ 3,062,929 | \$ 51,448 | \$ 245,576 | \$ 272,604 |
| Total Liabilities | 187,776 | | | 12,333 | |
| Total Fund Balances | 2,736,438 | 3,062,929 | 51,448 | 233,243 | 272,604 |
| Total Revenues | | | | | |
| Total Expenditures | 482,912 | 373,313 | 428,505 | 284,781 | 238,701 |
| Total Other Financing Sources (Uses) | 156,421 | 3,384,794 | 246,710 | 245,420 | 243,614 |

