

SINGLE AUDIT COMPLIANCE REPORTS
BROKEN ARROW SCHOOL DISTRICT NO. 1-3,
TULSA COUNTY, OKLAHOMA

JUNE 30, 2022



JENKINS & KEMPER
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

BROKEN ARROW SCHOOL DISTRICT NO. I-3
TULSA COUNTY, OKLAHOMA
JUNE 30, 2022

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**INDEPENDENT SCHOOL DISTRICT NO. 1-3, TULSA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Pass Through Grantor/Program Title	Federal CFDA Number	Pass-through Grantor's Project Number	Program or Award Amount	Beginning Balance 7/1/2021	Revenue Collected	Total Expenditures	Ending Balance 6/30/2022
<u>U.S. Department of Education</u>							
<u>Direct Programs:</u>							
Title VI-Part A, Indian Education	84.060	561	\$ 540,059		272,917	540,059	(267,142)
Title VI-Part A, Indian Education 2020-21	84.060	799		(213,667)	213,667		
Subtotal - Direct Programs			<u>540,059</u>	<u>(213,667)</u>	<u>486,584</u>	<u>540,059</u>	<u>(267,142)</u>
<u>Passed Through State Department of Education:</u>							
Title I-Part A, Improving Basic Programs	84.010	511	2,146,932		1,073,450	1,892,528	(819,078)
Title I-Part A, Improving Basic Programs 2020-21	84.010	799		(432,287)	432,287		
Title II-Part A, Teacher & Principal Training	84.367	541	638,594		318,680	521,265	(202,585)
Title II-Part A 2020-21	84.367	799		(45,279)	45,279		
<u>Title III Cluster:</u>							
Title III-Immigrant Education	84.365	571	10,783		8,344	10,608	(2,264)
Title III-Immigrant Education 2020-21	84.365	799		(19,746)	19,746		
Title III-English Lang Acq.	84.365	572	113,707		73,071	103,463	(30,392)
Title III-English Lang Acq. 2020-21	84.365	799		(21,208)	21,208		
Subtotal - Title III Program (Cluster)			<u>124,490</u>	<u>(40,954)</u>	<u>122,369</u>	<u>114,071</u>	<u>(32,656)</u>
Title IV-SSAE Grant	84.424A	552	254,223		189,971	231,117	(41,146)
Title IV-SSAE Grant 2020-21	84.424A	799		(9,158)	9,158		
Title IX-Homeless	84.196	596	56,169		51,039	56,068	(5,029)
* Education Stabilization Funding (Covid19):							
ESSERF (Covid19)	84.425D	788	54,570		26,423	39,910	(13,487)
ESSERF (Covid19) 2020-21	84.425D	799		(220,678)	220,678		
ESSER II (Covid19) 2020-21	84.425D	799		(570,231)	570,231		
ESSER II Set Aside (Covid19)	84.425D	794	4,294,182		3,362,105	3,610,644	(248,539)
ARP/ESSER III (Covid19)	84.425U	795	14,366,820		10,634,438	12,174,061	(1,539,623)
ARP/ESSER III Homeless I (Covid19)	84.425U	796	87,687		37,287	42,791	(5,504)
GEER State Level (Covid19)	84.425C	721	239,941		221,358	221,358	
ARP/ESSER Counselor Grant (Covid19)	84.425U	722	540,000		259,000	449,800	(190,800)
ARP/ESSER III OPSTS (Covid19)	84.425U	725			3,498	3,498	
Subtotal - Education Stabilization Fund (Covid19) Cluster			<u>19,583,200</u>	<u>(790,909)</u>	<u>15,335,018</u>	<u>16,542,062</u>	<u>(1,997,953)</u>
<u>Special Education Cluster:</u>							
IDEA-B Staff Development	84.027	613	46,545		1,981	2,984	(1,003)
IDEA-B Monitoring	84.027	615	37,120		18,889	29,677	(10,788)
IDEA-B Monitoring 2020-21	84.027	799		(350)	350		
IDEA-B COVID Assist 2020-21	84.027	799		(3,010)	3,010		
IDEA-B Flowthrough	84.027	621	\$ 4,169,989		2,041,817	3,458,272	(1,416,455)
IDEA-B Flowthrough 2020-21	84.027	799		(842,349)	842,349		

**INDEPENDENT SCHOOL DISTRICT NO. 1-3, TULSA COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

Federal Grantor/Pass Through	Federal CFDA	Pass-through Grantor's Project	Program or Award	Beginning Balance	Revenue	Total	Ending Balance
<u>Grantor/Program Title</u>	<u>Number</u>	<u>Number</u>	<u>Amount</u>	<u>7/1/2021</u>	<u>Collected</u>	<u>Expenditures</u>	<u>6/30/2022</u>
IDEA-B Private Schools	84.027	625	\$ 19,081		751	1,226	(475)
IDEA-B Private Schools 2020-21	84.027	799		(67)	67		
ARP/IDEA-B Flowthrough	84.027X	628	960,882		5,365	9,412	(4,047)
IDEA-B Preschool	84.173	641	84,001		45,624	68,717	(23,093)
IDEA-B Preschool 2020-21	84.173	799		(16,938)	16,938		
Subtotal - Special Education Program (Cluster)			5,317,618	(862,714)	2,977,141	3,570,288	(1,455,861)
Subtotal - Passed Through State Dept of Education			<u>28,121,226</u>	<u>(2,181,301)</u>	<u>20,554,392</u>	<u>22,927,399</u>	<u>(4,554,308)</u>
<u>Passed Through State Department of Career and Technology Education:</u>							
Carl Perkins Grant	84.048	421	91,975		64,148	84,291	(20,143)
Carl Perkins Grant 2020-21	84.048	799		(7,898)	7,898		
Carl Perkins Supplemental Grant	84.048	424	72,933		56,372	69,584	(13,212)
Subtotal - Carl Perkins Grant			<u>164,908</u>	<u>(7,898)</u>	<u>128,418</u>	<u>153,875</u>	<u>(33,355)</u>
<u>U.S. Department of Agriculture:</u>							
<u>Passed Through State Department of Education:</u>							
<u>Child Nutrition Cluster:</u>							
<u>Cash Assistance:</u>							
CCC	10.555	759			387,474		387,474
EBT Assist	10.649	760			5,814	5,814	
Emergency Operational Cost Reimbursement	10.555	762			380,182	380,182	
National School Lunch Program	10.555	763		1,352,441	8,415,230	3,943,776	5,823,895
School Breakfast Program	10.553	764		(57,903)	1,878,189	1,878,189	(57,903)
Summer Food Program	10.559	766			187,390	187,390	
<u>Cash Assistance Subtotal</u>				<u>1,294,538</u>	<u>11,254,279</u>	<u>6,395,351</u>	<u>6,153,466</u>
<u>Passed Through State Department of Human Services:</u>							
Non-cash Assistance (Commodities)	10.555	N/A			779,623	779,623	
Subtotal - Child Nutrition Program (Cluster)				<u>1,294,538</u>	<u>12,033,902</u>	<u>7,174,974</u>	<u>6,153,466</u>
<u>Other Federal Assistance:</u>							
Johnson O'Malley	15.130	563	119,500		56,164	66,048	(9,884)
Johnson O'Malley 2020-21	15.130	799		(29,104)	29,104		
Johnson O'Malley 3 month	15.130	564	83,609		83,609	83,609	
Rehabilitation Services	84.126	456	45,204		45,204	47,902	(2,698)
Child Care and Development Block Grant	93.575	772	98,000	2,666	98,000	1,887	98,779
Medicaid	93.778	698	422,237		422,237	422,237	
JROTC	12.401	773	74,442		74,442	76,578	(2,136)
Flood Control	12.112	770	88		88	88	
Subtotal - Other Federal Assistance			<u>843,080</u>	<u>(26,438)</u>	<u>808,848</u>	<u>698,349</u>	<u>84,061</u>
Total Federal Assistance			<u>\$ 29,669,273</u>	<u>(1,134,766)</u>	<u>34,012,144</u>	<u>31,494,656</u>	<u>1,382,722</u>

BROKEN ARROW SCHOOL DISTRICT NO. I-3, TULSA COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

1. General

The schedule of expenditures of federal awards presents the activity of all federal award programs of Broken Arrow School District (the District). The District reporting entity is defined in the notes to the District's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through from other government agencies are included on the schedule. There were no amounts passed to subrecipients.

2. Basis of Accounting

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Expenditures are reported on the regulatory basis of accounting, as prescribed by the Oklahoma State Department of Education, which is considered an other comprehensive basis of accounting. Therefore, some material presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements. The District has also elected to not use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

3. Non-cash Federal Awards

The District receives food commodities from the U.S. Department of Agriculture for use in its foodservice program. The commodities, in the amount of \$779,623 are recognized as revenue when received and are reported at fair market value.

4. Prior Year Reimbursements

These amounts represent reimbursements for prior year expenditures which were not received until the current fiscal year.

**BROKEN ARROW SCHOOL DISTRICT NO. I-3, TULSA COUNTY
SCHEDULE OF SURETY BONDS
FOR THE YEAR ENDED JUNE 30, 2022**

<u>BONDING COMPANY</u>	<u>POSITION COVERED</u>	<u>BOND NUMBER</u>	<u>COVERAGE AMOUNT</u>	<u>EFFECTIVE DATES</u>
Liberty Mutual Surety	Superintendent	601124057	\$100,000	7/21/21-7/21/22
	Chief Financial Officer	601091769	\$100,000	5/27/22-5/27/23
	Treasurer	LSF041327	\$500,000	7/17/21-7/17/22
	Dep. Treasurer	999070634	\$100,000	9/28/21-9/28/22
	Activity Fund Custodian	LSF041327	\$500,000	7/17/21-7/17/22
	Payroll Director	LSF041383	\$100,000	7/1/21-7/1/22
	Encumbrance Clerk	LSF231535	\$1,000	7/29/21-7/29/22
	Dep. Encumbrance Clerk	999078081	\$1,000	11/9/21-11/9/22
	Minutes Clerk	601024875	\$1,000	4/1/22-4/1/23
	Dep. Minutes Clerk	601124998	\$1,000	9/1/21-9/1/22



JENKINS & KEMPER
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA
MICHAEL KEMPER, CPA

**INDEPENDENT AUDITOR'S 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**

The Honorable Board of Education
Broken Arrow School District
Broken Arrow, OK 74012

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Broken Arrow School District No. I-003, Broken Arrow, Oklahoma, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated November 7, 2022. This report was unqualified with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in the United States.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School 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 entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Jenkins & Kemper, CPAs P.C.

Jenkins & Kemper
Certified Public Accountants, P.C.

November 7, 2022



JENKINS & KEMPER
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA
MICHAEL KEMPER, CPA

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable Board of Education
Broken Arrow School District No. I-003
Broken Arrow, Oklahoma 74012

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Broken Arrow School District No. I-003, Broken Arrow, Oklahoma's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022. 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.

In our opinion, Broken Arrow School District No. I-003, Broken Arrow, Oklahoma 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, 2022.

Basis for Opinion on Each Major Federal Program

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* (The Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Broken Arrow School District No. I-003, Broken Arrow, Oklahoma and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment

made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

Jenkins & Kemper, CPAs P.C.

Jenkins & Kemper
Certified Public Accountants, P.C.

November 7, 2022

**BROKEN ARROW SCHOOL DISTRICT NO. I-3, TULSA COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JULY 1, 2021 TO JUNE 30, 2022**

Summary of Auditor's Results

1. The auditor's report expresses an unqualified opinion on the combined financial statements in conformity with generally accepted accounting principles.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Schedule of Findings and Questioned Costs.
3. No instances of noncompliance material to the financial statements of the District were reported during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the "Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with the Uniform Guidance".
5. An unqualified opinion report was issued on the compliance of major federal award programs.
6. The audit disclosed no audit findings and questioned costs, which are required to be reported under the Uniform Guidance.
7. Identification of Major Programs: Education Stabilization Fund Programs (84.425C,84.425D,84.425U), which were clustered in the determination.
8. The dollar threshold used to determine between Type A and Type B programs was \$750,000.
9. The District did qualify to be a low-risk auditee.

Findings – Financial Statement Audit

None

Findings and Questioned Costs – Major Federal Award Programs Audit

None

**BROKEN ARROW SCHOOL DISTRICT NO. I-3, TULSA COUNTY
DISPOSITION OF PRIOR YEAR'S SCHEDULE OF FINDINGS
JULY 1, 2021 TO JUNE 30, 2022**

There were no material prior year audit findings.

**BROKEN ARROW SCHOOL DISTRICT NO. I-3, TULSA COUNTY
SCHEDULE OF ACCOUNTANT'S PROFESSIONAL
LIABILITY INSURANCE AFFIDAVIT
JULY 1, 2021 TO JUNE 30, 2022**

State of Oklahoma)
County of Tulsa)

The undersigned auditing firm representative of lawful age, being first duly sworn on oath, says that said firm had in full force and effect Accountant's Professional Liability Insurance in accordance with the "Oklahoma Public School Audit Law" at the time of audit contract and during the entire audit engagement with Broken Arrow School District for the audit year 2021-22.

Jenkins & Kemper, CPAs, P.C.
AUDITING FIRM

BY 
AUTHORIZED AGENT

Subscribed and sworn to before me on this
7th day of, November, 2022


NOTARY PUBLIC

