UNIFIED SCHOOL DISTRICT NO. 487
Herington, Kansas

Regulatory Basis Financial Statement and
Independent Auditor's Report

For the Year Ended June 30, 2025

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Unified School District No. 487
Herington, Kansas

Regulatory Basis Financial Statement
For the Fiscal Year Ended June 30, 2025

Table of Contents

	Page Number
Independent Auditor's Report	1-3
Summary Statement of Receipts, Expenditures, and Unencumbered Cash	4
Notes to the Financial Statement	5-12
Regulatory-Required Supplementary Information:	
Schedule 1 - Summary of Expenditures - Actual and Budget	13
Schedule 2 - Schedule of Receipts and Expenditures	
General Fund	14
Supplemental General	15
At Risk – 4 Year Old	16
At Risk	17
Bilingual	18
Virtual	19
Capital Outlay	20
Driver Training	21
Food Service	22
Professional Development	23
Parent Education	24
Special Education	25
Career & Postsecondary Education	26
KPERS Retirement	27
Contingency Reserve	28
Recreation Commission	29
Title I	30
Supporting Effective Instruction	30
Title IV	30
Small & Rural Schools	30
ESSER	30
KCCTF	30
Gifts and Grants	31
Textbook Rental	32
Bond & Interest	33
Schedule 3 - Schedule of Receipts and Disbursements - Agency Funds	34
Schedule 4 - Schedule of Receipts, Expenditures, and Unencumbered Cash - District Activity Funds	35
Schedule 5- Related Municipal Entities	
Herington Recreation Commission	36

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Independent Auditor's Report

Board of Education
Unified School District No. 487
Herington, Kansas

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 487, Herington, Kansas, a municipal financial reporting entity, as of and for the year ended June 30, 2025 and the related notes to the financial statement.

Adverse Opinion on the U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion and Unmodified Opinions section of our report, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 487, Herington, Kansas, as of June 30, 2025, or the changes in its financial position or cash flows for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 487, Herington, Kansas, as of June 30, 2025, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Basis for Adverse Opinion and Unmodified Opinions
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), and the Kansas Municipal Audit and Accounting Guide. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of Unified School District No. 487, Herington, Kansas, and to meet our other ethical responsibilities, in accordance with the 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 adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles As discussed in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 487, Herington, Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement 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.

Responsibilities of Management for the Financial Statement
Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Unified School District No. 487, Herington's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, 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 amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit 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 USD 487, Herington's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about USD 487, Herington's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, agency funds summary of receipts and disbursements, district activity funds schedule of receipts and expenditures, and related municipal entities-summary of receipts and expenditures-actual and budget (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, but are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. This information has been subjected to the auditing procedures applied in the audit of the respective basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 487, Herington, Kansas as of and for the year ended June 30, 2024 (not presented herein), and have issued our report thereon dated March 12, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accountsreports/local-government/municipal-services. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2025 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2024 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2024 basic financial statement or to the 2024 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2024, on the basis of accounting described in Note 1.



Cindy Jensen, CPA
Certified Public Accountant
February 2, 2026

Unified School District No. 487
Herington, Kansas

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Unencumbered Cash Balance	Prior Yr Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General	$ 0	$ 0	$ 4,779,557	$ 4,779,557	$ 0	$ 251,546	$ 251,546
Supplemental General	75,977	0	1,491,602	1,512,691	54,888	56,097	110,985
Special Purpose Funds							
At Risk (4 Yr Old)	56,015	0	82,630	108,263	30,382	0	30,382
At Risk	95,319	0	1,059,999	1,087,943	67,375	144,428	211,803
Bilingual	4,365	0	7,765	6,919	5,211	2,220	7,431
Virtual	68,893	0	62,960	71,846	60,007	0	60,007
Capital Outlay	666,235	0	527,131	674,478	518,888	158,525	677,413
Driver Training	14,816	0	6,785	7,600	14,001	1,928	15,929
Food Service	81,458	0	410,216	440,408	51,266	9,877	61,143
Professional Development	16,219	0	12,818	19,767	9,270	319	9,589
Parent Education	4,976	0	91,993	93,033	3,936	3,837	7,773
Special Education	150,392	0	765,588	816,210	99,770	788	100,558
Career & Postsecondary	119,409	0	169,795	247,128	42,076	30,091	72,167
KPERS Retirement	0	0	445,850	445,850	0	0	0
Contingency Reserve	248,567	0	0	94,337	154,230	0	154,230
Recreation Commission	11,489	0	84,372	85,000	10,861	0	10,861
Title I	1,073	0	150,535	151,608	0	1,450	1,450
Supporting Effective Instructic	0	0	16,531	16,531	0	3,758	3,758
Title IV	0	0	17,557	17,557	0	1,755	1,755
Rural & Small Schools	0	0	11,921	11,921	0	0	0
ESSER	(95,495)	0	127,118	31,623	0	0	0
KCCTF	(54,834)	0	54,834	0	0	0	0
Gifts & Grants	59,873	0	51,267	32,969	78,171	0	78,171
Textbook & Student Material	95,552	0	14,388	30,707	79,233	0	79,233
District Activity Funds	53,393	0	245,737	245,825	53,305	0	53,305
Bond & Interest Funds							
Bond & Interest	1,288,770	0	1,092,442	1,101,923	1,279,289	0	1,279,289
Related Municipal Entities:							
Herington Recreation Comm	107,599	0	104,672	181,435	30,836	0	30,836
Total Reporting Entity (Excluding Agency Funds)	$ 3,070,061	$ 0	$ 11,886,063	$ 12,313,129	$ 2,642,995	$ 666,619	$ 3,309,614

Checking & Sweep accounts	$ 3,225,473
Recreation Commission	30,836
Herington Elementary	7,302
Herington Middle	9,623
Herington High School	82,712
Total Cash	3,355,946
Less: Agency Funds per Schedule 3	(46,332)
Total Reporting Entity (Excluding Agency Funds)	$ 3,309,614

The accompanying notes are an integral part of this statement.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unified School District No. 487 (the District), Herington, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The more significant of the district's accounting policies are described below.

Financial Reporting Entity

Unified School District No. 487 was organized in accordance with State Statutes to provide a system of public education to elementary through high school students who reside within the designated District areas. USD No. 487 is a municipal corporation governed by an elected seven-member board of education. This financial statement presents Unified School District No. 487 and its related municipal entities. The related municipal entities are included in the District's financial reporting entity because they were established to benefit the District and/or its' constituents.

Herington Recreation Commission-The Herington Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body, but the District levies taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928.

Regulatory Basis Fund Types

The accounts of the District are organized and operated on the basis of funds, which are used to record the District's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the District.

General Funds - the chief operating fund. Used to account for all financial resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than capital projects and tax levies for long-term debt) that are intended for specified purposes.

Bond & Interest fund – used to account for the accumulation of resources, including tax levies, transfers from other funds, and payments of long-term debt.

Agency funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (student organization accounts, etc.)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

Reimbursements

USD 487 records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are treated as a budget credit.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

Use of Estimates
The preparation of a financial statement in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect the reported amounts of cash receipts, cash expenditures, cash and unencumbered cash balances at the date of the financial statement. Accordingly, actual results could differ from those estimates.

Ad Valorem Tax Receipts
The determination of assessed valuations and collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20 prior to the fiscal year for which they are budgeted and the second half is due the following May 10. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information
Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding eighteen-month period on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to no sooner than August 20th and no later than September 20th, but at least ten days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The municipality did hold a revenue neutral rate hearing for this year.

After the above procedures have been followed; the Kansas State Board of Education computes the maximum legal general fund of operating expenses. For the fiscal year ended June 30, 2025, the State calculation of the legal maximum general fund budget was $4,583,750 and the legal maximum supplemental general fund was $1,512,691. In accordance with Kansas statutes, a district is penalized state aid equal to the amount expended in excess of the computed statutory limitation plus any qualifying budget credits. The District was within its maximum legal general and supplemental general fund budget authority for the fiscal year ended June 30, 2025.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such amendments this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory basis receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

A legal operating budget is not required for capital project funds, trust funds, and certain special purpose funds as noted in the presentation of the appropriate Schedule 2. Spending in funds, which are not subject to the legal annual operating budget requirements are controlled by federal regulations, by other statutes, or by use of internal spending limits established by the governing body.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Finance-Related Legal and Contractual Obligations
References made herein to the statutes are not intended as interpretations of law, rather are offered for consideration of the Director of Accounts and Reports, Department of Education, and interpretation by the County Attorney and legal representatives of the municipality.

Management is not aware of any regulatory violations for the period covered by this audit.

State and Federal Aid Compliance
The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the governmental agency. Any disallowed claim resulting from such audit could become a liability of the General Fund or other applicable fund. However, in the opinion of management, any such disallowed claim would not have a material effect on the financial statements of the District at June 30, 2025.

NOTE 3 - DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories that may be used by the District. The statute requires banks eligible to hold the Government's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate or return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Custodial credit risk – deposits
Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2025.

At June 30, 2025, the carrying amount of the District's deposits was $3,355,946 and the bank balance was $3,376,687. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $431,916 was covered by FDIC insurance and the remaining $2,944,771 was collateralized by pledged securities held under joint custody receipts issued by banks within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka in the District's name.

NOTE 4 – 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Insurance claims have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage from coverage in prior years.

NOTE 5 - DEFINED BENEFIT PENSION PLAN

Plan Description – The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603), or by calling 1-888-275-5737.

Contributions - K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contributions depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed on or after Jan 1, 2015. Effective January 1, 2015, Kansas law establishes member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.38% and 12.57%, respectively, for the fiscal year ended June 30, 2024. The actuarially determined employer contribution rate and the statutory rate was 11.60% and 11.54% for the year ended June 30, 2025.

The 2015 Legislature passed and the Governor approved Senate Bill 228 authorizing the issuance of $1.0 billion in pension obligation bonds to fund a portion of the School -Group's unfunded actuarial liability. The bonds were successfully issued in August 2015 and the proceeds transferred to the System.

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the School-Group's unfunded actuarial liability. The bond proceeds were received by KPERS on August 26, 2021.

The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271.1 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

The State of Kansas is required to contribute the statutory required employer 's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $445,850 for the year ended June 30, 2025.

NOTE 5 - DEFINED BENEFIT PENSION PLAN (CONT)

Net Pension Liability

At June 30, 2025, the District's proportionate share of the collective net pension liability reported by KPERS was $3,935,707. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. The District's proportionate share of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2024. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

NOTE 6 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Compensated Absences

The District provides compensation for paid time off. Employees earn 13 days of leave per year. Paid leave is non-accumulative. At year end, the District will reimburse employees for up to 3 days of unused leave at the substitute base pay rate. At the end of each school year, unused PTO up to 10 days will be transferred to the sick leave bank with employees having no vested interest in the sick leave bank upon retirement or termination of employment.

Death & Disability Other Post Employment Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2025.

Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible formers employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

Early Retirement Benefits

The District offers early retirement health care benefits for certified employees that are eligible under the criteria defined in the negotiated agreement. The District pays the cost of a single premium for each early retiree and the retiree is responsible for the balance. During the year ended June 30, 2025, the District paid $87,196 under this plan. Those eligible for this program may receive benefits for up to 10 years but not past the age of 65. The District also pays an early retirement bonus. If the retiree notifies the board by January 1st, the District pays $100 per year the teacher is employed by the District for four years or more. The amount is $50 per year if notification takes place by February 1st. During the year the district had one retiree opt for this benefit at a cost of $3,500.

NOTE 7 - TRANSFERS

Interfund transfers during the fiscal year ended June 30, 2025 consisted of the following:

Transfer From	Transfer To	Amount	Statute
General	Capital Outlay	$ 13,610	72-5167
General	Food Service	84,417	72-5167
General	Professional Dev	10,920	72-5167
General	Parent Education	15,000	72-5167
General	Special Ed	557,452	72-5167
General	Career & Post Secondary	146,213	72-5167
General	At Risk-4 yr	65,335	72-5167
General	At Risk	833,676	72-5167
General	Bilingual	6,265	72-5167
General	Virtual	55,460	72-5167
Supplemental General	Food Service	15,000	72-5143
Supplemental General	Parent Education	3,000	72-5143
Supplemental General	Special Ed	190,000	72-5143
Supplemental General	Career & Post Secondary	10,986	72-5143
Supplemental General	Bilingual	1,500	72-5143
Supplemental General	At Risk-4 yr	15,000	72-5143
Supplemental General	At Risk	226,323	72-5143

NOTE 8 – BOND REFUNDING

The District issued General Obligation Refunding Series 2019 in the amount of $11,130,000. This bond issue refunded $8,230,000 of Series 2013 bonds and $1,670,000 of Series 2014 bonds. The bond proceeds were held in escrow until the bonds could be called. In prior years, all remaining and outstanding refunded bonds were called and paid in full. The debt schedule in Note 10 shows the bonds outstanding after the refunded amount is applied to the Series 2013 and Series 2014 bonds.

NOTE 9 – LONG-TERM DEBT

Lease Agreements

The District entered into a lease agreement with Security Bank for the purchase of asbestos remediation improvements on April 3, 2019. Annual payments were scheduled for ten years. The lease terminates in any budgeted year in which insufficient appropriated funds exist to meet the lease obligation, and the district must return the leased property to the lessor. Payments on this lease are made from the capital outlay fund.

NOTE 9 – LONG-TERM DEBT (CONT)

Lease Agreements

The District entered into a lease agreement with K12itc for the purchase of an intercom system on May 22, 2024. Eighty monthly payments were scheduled beginning July 1, 2024. The lease terminates in any budgeted year in which insufficient appropriated funds exist to meet the lease obligation, and the district must return the leased property to the lessor. Payments on this lease are made from the capital outlay fund

Changes in long-term liabilities for the District for the fiscal year ended June 30, 2025, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Refunding Bonds:									
Series 2013	3.5% -3.75%	12/5/2013	$ 9,700,000	9/1/2041	$ 1,470,000	$ 0	$ 0	$ 1,470,000	$ 53,581
Series 2014	3% -3.375%	1/7/2014	5,770,000	9/1/2028	460,000	0	460,000	0	7,763
Series 2019	2% -3.1%	10/3/2019	11,130,000	9/1/2036	9,965,000	0	305,000	9,660,000	275,579
Financing Leases:									
Intercom	2.50%	5/22/2024	181,766	2/1/2031	181,766	0	25,374	156,392	4,255
Asbestos Removal	3%	4/3/2019	140,000	9/1/2028	740,000	0	140,000	600,000	20,100
Total Contractual Indebtedness					$ 12,816,766	$ 0	$ 930,374	$ 11,886,392	$ 361,278

Current maturities of long-term debt and interest for the next five years and in five-year increments through maturity are as follows:

	2026	2027	2028	2029	2030	2031-2035	2036-2037	Total
Principal:								
Series 2013	$ 0	$ 0	$ 0	$ 0	$ 340,000	$ 1,130,000	$ 0	$ 1,470,000
Series 2019	790,000	800,000	825,000	510,000	325,000	4,265,000	2,145,000	9,660,000
Intercom	26,015	26,673	27,348	28,039	28,748	19,569	0	156,392
Asbestos	145,000	150,000	150,000	155,000	0	0	0	600,000
Total Prin.	961,015	976,673	1,002,348	693,039	693,748	5,414,569	2,145,000	11,886,392
Interest								
Series 2013	53,581	53,581	53,581	47,631	31,622	10,781	0	250,777
Series 2019	262,865	243,982	234,382	234,382	212,387	782,496	99,742	2,070,236
Intercom	3,613	2,955	2,281	1,589	880	184	0	11,502
Asbestos	15,825	11,400	6,900	2,325	0	0	0	36,450
Total Int.	335,884	311,918	297,144	285,927	244,889	793,461	99,742	2,368,965
Total P&I	$ 1,296,899	$ 1,288,591	$ 1,299,492	$ 978,966	$ 938,637	$ 6,208,030	$ 2,244,742	$ 14,255,357

NOTE 10 - ESSER

The CARES Act included Elementary and Secondary School Emergency Relief (ESSER) Funds for K-12 schools. The ESSER grants will provide school districts with emergency relief funds to address the impact COVID19 has had on elementary and secondary schools. It is being allocated to the District in three phases, ESSER I, II, and III. The ESSER I under the Cares Act began in March 2020, the ESSER II under the CRRSA Act began in December 2020, and the ESSER III under the ARP Act began in March 2021. The District was allocated $81,812 for ESSER I, $409,256 for ESSER II, and $919,779 for ESSER III. As of June 30, 2025, the District has expended all of these ESSER funds.

NOTE 11 – COPIER LEASE

In October 2022, the district entered into a lease agreement with 360 Document Solutions to lease 14 copiers at a monthly cost of $2,475 per month for sixty-three months.

NOTE 12 - SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date that the financial statement was available to be issued.

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

Unified School District No. 487
Herington, Kansas

Schedule 1

Schedule of Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds						
General	$4,716,109	$ (132,359)	$ 195,807	$ 4,779,557	$ 4,779,557	$ 0
Supplemental General	1,556,323	(43,632)	0	1,512,691	1,512,691	0
Special Purpose Funds						
At Risk (4 yr old)	120,551			120,551	108,263	(12,288)
At Risk	1,119,500			1,119,500	1,087,943	(31,557)
Bilingual	14,659			14,659	6,919	(7,740)
Virtual	128,634			128,634	71,846	(56,788)
Capital Outlay	975,000			975,000	674,478	(300,522)
Driver Training	22,534			22,534	7,600	(14,934)
Food Service	487,029			487,029	440,408	(46,621)
Professional Development	24,793			24,793	19,767	(5,026)
Parent Education	93,633			93,633	93,033	(600)
Special Education	929,921			929,921	816,210	(113,711)
Career & Postsecondary	247,287			247,287	247,128	(159)
KPERS Retirement	507,087			507,087	445,850	(61,237)
Recreation Commission	85,000			85,000	85,000	0
Bond & Interest Funds						
Bond & Interest	1,101,923			1,101,923	1,101,923	0
Related Municipal Entity						
Herington Recreation Comm	214,599			214,599	181,435	(33,164)

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-A

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

GENERAL FUND

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Dickinson & Morris County	$ 56	$ 29	$ 0	$ 29
State Aid	3,958,224	4,076,269	4,129,870	(53,601)
Special Ed Pass Through	474,126	507,452	586,239	(78,787)
Reimbursed & misc income	154,346	195,807	0	195,807
Total Receipts	4,586,752	4,779,557	4,716,109	63,448
Expenditures				
Instruction	1,037,121	1,040,691	1,148,551	(107,860)
Student Support	132,958	141,011	130,644	10,367
Instructional Support	67,247	75,775	75,413	362
General Administration	323,538	332,802	337,442	(4,640)
School Administration	439,796	467,043	475,177	(8,134)
Central Services	0	540	0	540
Operations & Maintenance	782,817	725,953	753,266	(27,313)
Student Transportation	36,382	36,869	38,263	(1,394)
Daycare	22,504	170,525	22,500	148,025
Operating Transfers	1,744,389	1,788,348	1,734,853	53,495
Adjustment to Comply with Legal Max	0	0	(132,359)	132,359
Total legal general fund budget	4,586,752	4,779,557	4,583,750	195,807
Adjustment for qualifying budget credits	0	0	195,807	(195,807)
Total Expenditures	4,586,752	4,779,557	$ 4,779,557	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	$ 0	$ 0		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-B

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

SUPPLEMENTAL GENERAL FUND

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Dickinson & Morris County	$ 568,549	$ 560,238	$ 522,118	$ 38,120
State Aid	927,857	931,364	958,228	(26,864)
Other	0	0	0	0
Total Receipts	1,496,406	1,491,602	1,480,346	11,256
Expenditures				
Instruction	473,291	474,706	514,554	(39,848)
Student Support	80,586	84,149	87,762	(3,613)
Instructional Support	118,065	123,511	128,201	(4,690)
General Administration	8,705	8,197	8,650	(453)
School Administration	8,369	10,433	8,300	2,133
Central Services	75,466	77,611	77,387	224
Operations & Maintenance	8,830	176,751	179,202	(2,451)
Student Transportation	124,366	95,524	112,392	(16,868)
Operating Transfers	567,900	461,809	439,875	21,934
Adjustment to Comply with Legal Max	0	0	(43,632)	43,632
Total legal supplemental general fund budget	1,465,578	1,512,691	1,512,691	0
Adjustment for qualifying budget credits	0	0	0	0
Total Expenditures	1,465,578	1,512,691	$ 1,512,691	$ 0
Receipts Over (Under) Expenditures	30,828	(21,089)		
Unencumbered Cash, July 1	45,149	75,977		
Unencumbered Cash, June 30	$ 75,977	$ 54,888		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-C

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

AT RISK (4 YR OLD)

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Operating Transfers	$ 85,704	$ 80,335	$ 64,536	$ 15,799
Other	1,870	2,295	0	2,295
Total Receipts	87,574	82,630	64,536	18,094
Expenditures				
Instruction	29,538	77,857	87,916	(10,059)
Student Support	109	117	125	(8)
Instruction Support	810	810	810	0
Operations & Maintenance	2,613	2,590	2,800	(210)
Student Transportation	22,196	26,889	28,900	(2,011)
Total Expenditures	55,266	108,263	$ 120,551	$ (12,288)
Receipts Over (Under) Expenditures	32,308	(25,633)		
Unencumbered Cash, July 1	23,707	56,015		
Unencumbered Cash, June 30	$ 56,015	$ 30,382		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-D

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

AT RISK

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Operating Transfers	$ 978,713	$ 1,059,999	$ 1,028,936	$ 31,063
Other Receipts	0	0	0	0
Total Receipts	978,713	1,059,999	1,028,936	31,063
Expenditures				
Instruction	1,022,780	1,006,811	1,020,576	(13,765)
Student Support	0	70,127	94,920	(24,793)
Instruction Support	1,496	8,827	2,400	6,427
School Administration	0	696	0	696
Student Transportation	301	1,482	1,604	(122)
Total Expenditures	1,024,577	1,087,943	$ 1,119,500	$ (31,557)
Receipts Over (Under) Expenditures	(45,864)	(27,944)		
Unencumbered Cash, July 1	141,183	95,319		
Unencumbered Cash, June 30	$ 95,319	$ 67,375		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-E

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

BILINGUAL

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Other Receipts	$ 0	$ 0	$ 0	$ 0
Operating Transfers	8,097	7,765	10,868	(3,103)
Total Receipts	8,097	7,765	10,868	(3,103)
Expenditures				
Instruction	5,412	6,919	14,659	(7,740)
Student support	271	0	0	0
Instructional support	0	0	0	0
Total Expenditures	5,683	6,919	$ 14,659	$ (7,740)
Receipts Over (Under) Expenditures	2,414	846		
Unencumbered Cash, July 1	1,951	4,365		
Unencumbered Cash, June 30	$ 4,365	$ 5,211		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-F

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

VIRTUAL

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Other Receipts	$ 25,000	$ 7,500	$ 7,500	$ 0
Operating Transfers	45,024	55,460	56,072	(612)
Total Receipts	70,024	62,960	63,572	(612)
Expenditures				
Instruction	81,740	71,099	55,000	16,099
Other	690	747	73,634	(72,887)
Total Expenditures	82,430	71,846	$ 128,634	$ (56,788)
Receipts Over (Under) Expenditures	(12,406)	(8,886)		
Unencumbered Cash, July 1	81,299	68,893		
Unencumbered Cash, June 30	$ 68,893	$ 60,007		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-G

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

CAPITAL OUTLAY

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Dickinson & Morris County	$ 232,560	$ 231,713	$ 223,472	$ 8,241
State Aid	152,100	141,099	141,411	(312)
Other Receipts	157,941	140,709	85,000	55,709
Operating Transfers	30,804	13,610	53,458	(39,848)
Total Receipts	573,405	527,131	503,341	23,790
Expenditures				
Capital Outlay	300,921	514,406	814,900	(300,494)
Lease principal & interest	159,091	160,072	160,100	(28)
Total Expenditures	460,012	674,478	$ 975,000	$ (300,522)
Receipts Over (Under) Expenditures	113,393	(147,347)		
Unencumbered Cash, July 1	502,842	666,235		
Prior Year Cancelled Encumbrance	50,000	0		
Unencumbered Cash, June 30	$ 666,235	$ 518,888		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-H

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

DRIVER TRAINING

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State Aid	$ 3,625	$ 3,335	$ 5,400	$ (2,065)
Other Receipts	3,645	3,450	4,725	(1,275)
Operating Transfers	3,000	0	0	0
Total Receipts	10,270	6,785	10,125	(3,340)
Expenditures				
Instruction	10,149	5,311	21,034	(15,723)
Student support	0	0	0	0
Vehicle Operation	1,213	2,289	1,500	789
Total Expenditures	11,362	7,600	$ 22,534	$ (14,934)
Receipts Over (Under) Expenditures	(1,092)	(815)		
Unencumbered Cash, July 1	15,908	14,816		
Unencumbered Cash, June 30	$ 14,816	$ 14,001		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-I

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

FOOD SERVICE

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State Aid	$ 2,378	$ 2,384	$ 1,964	$ 420
Federal Aid	271,476	249,648	282,616	(32,968)
Meal Receipts	60,654	58,767	81,293	(22,526)
Operating Transfers	130,215	99,417	40,000	59,417
Total Receipts	464,723	410,216	405,873	4,343
Expenditures				
Food Service	438,123	440,408	487,029	(46,621)
Adjustment for qualifying budget credi	0	0	0	0
Total Expenditures	438,123	440,408	$ 487,029	$ (46,621)
Receipts Over (Under) Expenditures	26,600	(30,192)		
Unencumbered Cash, July 1	54,858	81,458		
Unencumbered Cash, June 30	$ 81,458	$ 51,266		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-J

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

PROFESSIONAL DEVELOPMENT

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State Aid	$ 5,129	$ 1,898	$ 5,654	$ (3,756)
Other receipts	0	0	0	0
Operating Transfers	20,428	10,920	2,920	8,000
Total Receipts	25,557	12,818	8,574	4,244
Expenditures				
Professional Development	34,267	19,767	24,793	(5,026)
Other	0	0	0	0
Total Expenditures	34,267	19,767	$ 24,793	$ (5,026)
Receipts Over (Under) Expenditures	(8,710)	(6,949)		
Unencumbered Cash, July 1	24,929	16,219		
Unencumbered Cash, June 30	$ 16,219	$ 9,270		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-K

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

PARENT EDUCATION

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State Aid	$ 51,790	$ 52,320	$ 52,320	$ 0
Other Receipts	15,112	21,673	18,587	3,086
Operating Transfers	25,000	18,000	19,000	(1,000)
Total Receipts	91,902	91,993	89,907	2,086
Expenditures				
Student Support	87,297	92,245	92,633	(388)
Instructional Support	961	788	1,000	(212)
Total Expenditures	88,258	93,033	$ 93,633	$ (600)
Receipts Over (Under) Expenditures	3,644	(1,040)		
Unencumbered Cash, July 1	1,332	4,976		
Unencumbered Cash, June 30	$ 4,976	$ 3,936		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-L

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

SPECIAL EDUCATION

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Other Receipts	$ 46,941	$ 18,136	$ 0	$ 18,136
Operating Transfers	697,370	747,452	784,826	(37,374)
Total Receipts	744,311	765,588	784,826	(19,238)
Expenditures				
Instruction	818,365	732,647	852,604	(119,957)
Student Support	9,303	10,206	9,523	683
Instructional Support	0	416	0	416
General Administration	118	268	0	268
Operations and Maintenance	13,137	13,062	13,032	30
Transportation	55,880	59,611	54,762	4,849
Total Expenditures	896,803	816,210	$ 929,921	$ (113,711)
Receipts Over (Under) Expenditures	(152,492)	(50,622)		
Unencumbered Cash, July 1	302,884	150,392		
Unencumbered Cash, June 30	$ 150,392	$ 99,770		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-M

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

CAREER AND POSTSECONDARY EDUCATION

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State Aid	$ 0	$ 5,648	$ 17,352	$ (11,704)
Federal Aid	7,527	0	0	0
Other Receipts	0	6,948	8,500	(1,552)
Operating Transfers	257,934	157,199	114,112	43,087
Total Receipts	265,461	169,795	139,964	29,831
Expenditures				
Instruction	206,304	226,432	233,747	(7,315)
Instruction Support	2,777	2,747	3,000	(253)
School Administration	573	35	500	(465)
Operations & Maintenance	208	305	0	305
Transportation	483	17,609	10,040	7,569
Other Support	0	0	0	0
Total Expenditures	210,345	247,128	$ 247,287	$ (159)
Receipts Over (Under) Expenditures	55,116	(77,333)		
Unencumbered Cash, July 1	64,293	119,409		
Unencumbered Cash, June 30	$ 119,409	$ 42,076		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-N

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

KPERS RETIREMENT

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
KPERS Employer Contributions	$ 452,756	$ 445,850	$ 507,087	$ (61,237)
Transfer from General	0	0	0	0
Total Receipts	452,756	445,850	507,087	(61,237)
Expenditures				
KPERS Employee Benefits	452,756	445,850	507,087	(61,237)
Other	0	0	0	0
Total Expenditures	452,756	445,850	$ 507,087	$ (61,237)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	$ 0	$ 0		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-O

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

CONTINGENCY RESERVE

	Prior Year Actual	Current Year Actual
Receipts:		
Operating Transfers	$ 25,000	$ 0
Other Receipts	0	0
Total Receipts	25,000	0
Expenditures		
Heating bill	0	0
Daycare expenditures	0	94,337
Total Expenditures	0	94,337
Receipts Over (Under) Expenditures	25,000	(94,337)
Unencumbered Cash, July 1	223,567	248,567
Unencumbered Cash, June 30	$ 248,567	$ 154,230

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-P

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

RECREATION COMMISSION

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Dickinson & Morris County	$ 82,331	$ 84,372	$ 81,065	$ 3,307
Other Receipts	0	0	0	0
Total Receipts	82,331	84,372	81,065	3,307
Expenditures				
Appropriations	85,000	85,000	85,000	0
Other	0	0	0	0
Total Expenditures	85,000	85,000	$ 85,000	$ 0
Receipts Over (Under) Expenditures	(2,669)	(628)		
Unencumbered Cash, July 1	14,158	11,489		
Unencumbered Cash, June 30	$ 11,489	$ 10,861		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-Q

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2025

	TITLE I	SUPPORTING EFFECTIVE INSTRUCTION	TITLE IVA	SMALL & RURAL SCHOOL	ESSER	KCCTF
Receipts:						
Federal Aid	$ 150,535	$ 16,531	$ 17,557	$ 11,921	$ 127,118	$ 54,834
Other Receipts	0	0	0	0	0	0
Total Receipts	150,535	16,531	17,557	11,921	127,118	54,834
Expenditures						
Program expenditures	151,608	16,531	17,557	11,921	31,623	0
Other	0	0	0	0	0	0
Total Expenditures	151,608	16,531	17,557	11,921	31,623	0
Receipts Over (Under) Expenditure	(1,073)	0	0	0	95,495	54,834
Unencumbered Cash, July 1	1,073	0	0	0	(95,495)	(54,834)
Unencumbered Cash, June 30	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-R

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

GIFTS AND GRANTS

	Prior Year Actual	Current Year Actual
Receipts:		
Gifts & Grants	$ 143,790	$ 51,267
Federal aid	0	0
Total Receipts	143,790	51,267
Expenditures		
Instruction & Programs	406,364	32,969
Federal program	0	0
Other	0	0
Total Expenditures	406,364	32,969
Receipts Over (Under) Expenditures	(262,574)	18,298
Unencumbered Cash, July 1	322,447	59,873
Unencumbered Cash, June 30	$ 59,873	$ 78,171

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-S

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

TEXTBOOK AND STUDENT MATERIALS

	Prior Year Actual	Current Year Actual
Receipts:		
Fees & Donations	$ 12,440	$ 14,388
Operating Transfers	5,000	0
Total Receipts	17,440	14,388
Expenditures		
Textbooks and Materials	30,310	30,707
Total Expenditures	30,310	30,707
Receipts Over (Under) Expenditures	(12,870)	(16,319)
Unencumbered Cash, July 1	108,422	95,552
Unencumbered Cash, June 30	$ 95,552	$ 79,233

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 2-T

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

BOND & INTEREST

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Dickinson & Morris County	$ 394,174	$ 398,231	$ 381,296	$ 16,935
State Aid	768,820	694,211	694,211	0
Other Receipts	0	0	0	0
Total Receipts	1,162,994	1,092,442	1,075,507	16,935
Expenditures				
Bond payments	1,098,314	1,101,923	1,101,923	0
Other	0	0	0	0
Total Expenditures	1,098,314	1,101,923	$ 1,101,923	$ 0
Receipts Over (Under) Expenditures	64,680	(9,481)		
Unencumbered Cash, July 1	1,224,090	1,288,770		
Unencumbered Cash, June 30	$ 1,288,770	$ 1,279,289		

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 3

Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2025

AGENCY FUNDS

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Herington High School	$ 34,755	$ 128,547	$ 128,185	$ 35,117
Herington Middle School	5,011	9,814	8,825	6,000
Herington Elementary School	5,094	173	52	5,215
Total Agency Funds	$ 44,860	$ 138,534	$ 137,062	$ 46,332

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 4

Schedule of Receipts and Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2025

DISTRICT ACTIVITY FUNDS

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts/Athletics	$ 0	$ 93,970	$ 93,970	$ 0	$ 0	$ 0
School Projects						
Herington High	46,985	93,520	92,910	47,595	0	47,595
Herington Middle	3,829	18,176	18,382	3,623	0	3,623
Herington Elementary	2,579	40,071	40,563	2,087	0	2,087
	53,393	151,767	151,855	53,305	0	53,305
Total Activity Funds	$ 53,393	$ 245,737	$ 245,825	$ 53,305	$ 0	$ 53,305

See accompanying auditor's report.

Unified School District No. 487
Herington, Kansas

Schedule 5-A

Schedule of Receipts and Expenditures-Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2025
With Comparative Actual Totals for the Prior Year Ended June 30, 2024

RELATED MUNICIPAL ENTITY
HERINGTON RECREATION COMMISSION

	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
USD 487	$ 85,000	$ 85,000	$ 85,000	$ 0
Interest	3,313	2,105	2,500	(395)
Other receipts	0	414	0	414
Fees & User Charges	19,379	17,153	19,500	(2,347)
Total Receipts	107,692	104,672	107,000	(2,328)
Expenditures				
Programs & Activities	14,881	20,174	22,000	(1,826)
Fees	2,500	2,500	2,800	(300)
Insurance	3,630	3,598	4,000	(402)
Capital Outlay	19,855	105,206	127,799	(22,593)
Wages & taxes	34,750	38,268	40,000	(1,732)
Supplies & Maintenance	6,555	8,872	12,000	(3,128)
Utilities	3,496	2,817	6,000	(3,183)
Total Expenditures	85,667	181,435	$ 214,599	$ (33,164)
Receipts Over (Under) Expenditures	22,025	(76,763)		
Unencumbered Cash, July 1	85,574	107,599		
Unencumbered Cash, June 30	$ 107,599	$ 30,836		

See accompanying auditor's report.