USD 287 - WEST FRANKLIN

Pomona, Kansas

FINANCIAL STATEMENT

WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

and

INDEPENDENT AUDITOR'S REPORT

June 30, 2023

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

USD 287 - WEST FRANKLIN
Pomona, Kansas
TABLE OF CONTENTS
June 30, 2023

		Page
INDEPENDENT AUDITOR'S REPORT		1 - 3
FINANCIAL STATEMENT		
Summary Statement Of Receipts, Expenditures And Unencumbered Cash	Statement 1	4
NOTES TO FINANCIAL STATEMENT		5 - 10
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION		
Summary of Expenditures - Actual and Budget	Schedule 1	12
Schedule of Receipts and Expenditures - Actual and Budget		
General Fund	Schedule 2	13
Supplemental General Fund	Schedule 2	14
Capital Outlay Fund	Schedule 2	15
Driver Training Fund	Schedule 2	16
Food Service Fund	Schedule 2	17
Professional Development Fund	Schedule 2	18
Special Education Fund	Schedule 2	19
Career and Postsecondary Education Fund	Schedule 2	20
Gifts and Grants Fund	Schedule 2	21
KPERS Special Retirement Contribution Fund	Schedule 2	22
At-Risk (K-12) Fund	Schedule 2	23
Recreation Commission Fund	Schedule 2	24
Virtual Education	Schedule 2	25
Bond and Interest	Schedule 2	26
Schedule of Receipts and Expenditures - Non-Budgeted Funds	Schedule 3	27
Summary of Receipts and Disbursements - Agency Funds	Schedule 4	28
Schedule of Receipts, Expenditures, and Unencumbered Cash - District Activity Funds	Schedule 5	29 - 31
SINGLE AUDIT SECTION		
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Performed in Accordance With *Government Auditing Standards*		32 - 33
Independent Auditor's Report on Compliance for Each Major Program and Report on Internal Control Over Compliance in Accordance With the Uniform Guidance		34 - 35
Scheduled of Expenditures of Federal Awards		36 - 37
Schedule of Findings and Questioned Costs		38

November 9, 2023

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
USD 287 - West Franklin
Pomona, Kansas

Independent Auditor's Report

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of USD 287 - West Franklin (the District), as of and for the year ended June 30, 2023 and the related notes to the financial statement.

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 and Unmodified Opinions section of our report, the accompanying 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 the District as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2023, and the aggregate receipts and expenditures for they year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* (KMAAG) described in Note 1.

Basis for Adverse and Unmodified Opinions
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), KMAAG and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. 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 the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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 the Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the KMAAG, 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 the financial statement in accordance with KMAAG as described in Note 1; this includes determining 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 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 the District'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.

1501 Poyntz Avenue
Manhattan, KS 66502
785-537-2202 • fax 785-537-1877
http://www.varney.com
1020 Commercial St., Suite A
Emporia, KS 66801

Auditor's Responsibilities 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 the
- District'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 the District'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.

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, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for purposes of additional analysis and are not required part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. 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. The information has been subjected to the auditing procedures applied in the audit of the 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.

Other Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statement that collectively comprises the District's basic financial statement. 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 is presented for purposes of additional analysis and is not a required part of the basic financial statement. 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. The information has been subjected to the auditing procedures applied in the audit of the 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 Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statement as a whole.

Other Reporting Required by *Government Auditing Standards*
In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2023, 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

USD 287 - WEST FRANKLIN
Pomona, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds							
General	$ -	$ -	$ 6,077,214	$ 6,077,214	$ -	$ -	$ -
Supplemental General	117,333	-	1,951,067	1,920,226	148,174	-	148,174
Special Purpose Funds							
Capital Outlay	412,734	-	1,115,287	688,001	840,020	-	840,020
Driver Training	42,711	-	7,315	6,804	43,222	-	43,222
Food Service	182,508	-	534,209	585,176	131,541	-	131,541
Professional Development	28,400	-	7,535	7,535	28,400	-	28,400
Special Education	576,419	-	1,444,248	1,413,783	606,884	-	606,884
Career and Postsecondary Education	47,546	-	319,007	311,507	55,046	-	55,046
Gifts and Grants	35,542	-	58,542	58,136	35,948	-	35,948
KPERS Special Contribution	-	-	648,917	648,917	-	-	-
At-Risk (K-12)	202,765	-	1,418,561	1,418,561	202,765	-	202,765
Recreation Commission	56,571	-	192,296	174,780	74,087	-	74,087
District Activity Funds	90,840	-	209,779	208,378	92,241	-	92,241
W.F.D. Contingency Reserve	-	-	1,524	1,524	-	-	-
Carl Perkins	-	-	3,307	3,307	-	-	-
Contingency Reserve Fund	646,026	-	-	-	646,026	-	646,026
ESSER	(84,607)	-	379,722	378,308	(83,193)	-	(83,193)
Textbook Rental Fund	30,757	-	18,280	11,795	37,242	-	37,242
Title I	-	-	110,588	110,588	-	-	-
Title IV-A	-	-	15,266	15,266	-	-	-
Title IIA - Teacher Quality	-	-	25,387	25,387	-	-	-
Virtual Education	-	-	5,000	4,700	300	-	300
Bond and Interest Fund	701,011	-	958,833	715,414	944,430	-	944,430
Capital Project Fund - Bond Construction	17,409	-	37,494	54,139	764	-	764
Total Reporting Entity (Excluding Agency Funds)	$ 3,103,965	$ -	$ 15,539,378	$ 14,839,446	$ 3,803,897	$ -	$ 3,803,897
Composition of Cash							
Checking Accounts							$ 4,238,149
Savings Accounts							15,504
Certificates of Deposit							115,922
Total Cash							$ 4,369,575
Less: Agency funds per Schedule 3							(565,678)
Total Reporting Entity (Excluding Agency Funds)							$ 3,803,897

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

USD 287 - WEST FRANKLIN
Pomona, Kansas
NOTES TO FINANCIAL STATEMENT
June 30, 2023

Note 1: Summary of Significant Accounting Policies

Financial Reporting Entity

USD No. 287 - West Franklin (the District), is a municipal corporation governed by an elected seven member Board. The District as an entity has been defined to include, on a combined basis, (a) the District (b) organizations for which the District is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statement to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District' s report.

Fund Descriptions

The accounts of the District are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The District could have the following types of funds:

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

Special Purpose Fund -- used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Agency Fund -- used to report assets held by the District in a purely custodial capacity.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United State 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 of application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

Reimbursed Expenses

Expenditures in the amount of $22,684 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934. Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party.

All reimbursed expenses shown in the financial statement meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Note 2: 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) and bond and interest funds. 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 twelve month period on or before August 1st of each year.
2. Publication in a local newspaper of the proposed budget and notice of public hearing on the budget.
3. Public hearing at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue 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.

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 revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budget expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust and agency funds, and the following special purpose funds:

Carl Perkins	Contingency Reserve	ESSER
Textbook Rental	Title I	Title IV-A
Title IIA Teacher Quality	W.F.D. Contingency Reserve	

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

Use of Estimates

The process of preparing the financial statement requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statement. Accordingly, upon settlement, actual results may differ from estimated amounts.

Note 3: Deposits and Investments

K.S.A. 9-1401 established the depositories which may be used by the District. The statute requires banks eligible to hold the District'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 of 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 or depository risk.

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

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

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. K.S.A. 9-1402 and 9-1405 require the District's deposits in a financial institution 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%. There were no designated "peak periods" during the year. All bank deposits were legally secured at June 30, 2023.

At June 30, 2023, the carrying amount of the District's cash and certificates was $4,369,575. The bank balance was $4,723,530. The bank balance was held by five banks resulting in a concentration of deposit risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, $464,871 was secured by FDIC insurance and the remaining balance was collateralized by bank pledged securities with a fair market value of $4,998,777.

Custodial credit risk -- investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

Note 4: 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 contribution rates 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 in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 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.

Note 4: Defined Benefit Pension Plan (Continued)

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 and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33% respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

Senate Substitute for House Bill 2052 authorized the delay of $64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of $6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of $194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of $19.4 million starting in fiscal year 2020.

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of $56 million was paid in fiscal year 2018. This bill also authorized a payment of $82 million in fiscal year 2019. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of $115 million for the KPERS School Group. House Substitute for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School Group in fiscal year 2020 of $51 million.

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Year 2023 from 13.86% to 13.11%. 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 pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

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 $648,917 for the year ended June 30, 2023.

Net Pension Liability: At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $6,419,794. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion 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, 2022. 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 5: Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

Note 6: Stewardship, Compliance and Accountability

We noted no violations of Kansas Statutes during the period under examination.

Note 7: Contingency

The District receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District's management, such disallowances, if any, will not be significant to the District's financial statement.

Note 8: Other Post Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District 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 District makes health care benefits available to eligible former 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 District under this program.

Note 9: Interfund Transfers

The District made the following operating transfers during fiscal year 2023. The transfers were approved by the Board of Education.

Fund From	Fund To	Statutory Authority	Amount
General	Virtual Education	K.S.A. 72-6428	$ 5,000
General	Capital Outlay	K.S.A. 72-6428	300,625
General	Food Service	K.S.A. 72-6428	13,515
General	Professional Development	K.S.A. 72-6428	6,321
General	Special Education	K.S.A. 72-6428	1,444,248
General	Career and Postsecondary Education	K.S.A. 72-6428	287,507
General	At-Risk (K-12)	K.S.A. 72-6428	856,352
Supplemental	Food Service	K.S.A. 72-6425	85,000
Supplemental	At-Risk (K-12)	K.S.A. 72-6425	562,209
	Total Transfers		$ 3,560,777

Note 10: Subsequent Events

The District evaluated subsequent events through November 9, 2023, the date the financial statement is available to be issued.

Note 11: Long-Term Debt

Changes in long-term liabilities for the District for the year were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Maturity	Beginning of Year	Additions	Reductions/ Payments	End of Year	Interest Paid
General Obligation Bonds									
Series 2018	3.00-5.00%	09/01/2018	$ 13,000,000	09/01/2043	$ 3,120,000	$ -	$ 290,000	$ 2,830,000	$ 114,168
Series 2021 Refunding	.40-2.80%	09/01/2021	9,915,000	09/01/2040	9,915,000	-	110,000	9,805,000	201,246
Total Bonds					$ 13,035,000	$ -	$ 400,000	$ 12,635,000	$ 315,414
Capital Leases									
Ball Field Lights Loan (Refinanced)	3.50%	10/21/2020	$ 326,413	10/21/2028	$ 269,099	$ -	$ 38,076	$ 231,023	$ 8,812
Total Long-Term Debt					$ 13,304,099	$ -	$ 438,076	$ 12,866,023	$ 324,226

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

	2024	2025	2026	2027	2028	2029-2033	2034-2038	2039-2043	2044-2048	Total
Principal										
Series 2018	$ 315,000	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,640,000	$ 875,000	$ 2,830,000
Series 2021 Refunding	100,000	440,000	450,000	465,000	475,000	2,615,000	3,100,000	2,160,000	-	9,805,000
Ball Field Lights Loan (Refinanced)	39,411	40,833	42,286	43,787	45,341	19,365	-	-	-	231,023
Interest										
Series 2018	99,043	91,168	91,168	91,168	91,168	455,840	455,840	397,115	15,859	1,788,369
Series 2021 Refunding	200,801	199,036	195,358	190,546	184,785	801,379	503,926	92,400	-	2,368,231
Ball Field Lights Loan (Refinanced)	7,478	6,057	4,606	3,099	1,546	171	-	-	-	22,957
Total Principal and Interest	$ 761,733	$ 777,094	$ 783,418	$ 793,600	$ 797,840	$ 3,891,755	$ 4,059,766	$ 4,289,515	$ 890,859	$ 17,045,580

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

USD 287 - WEST FRANKLIN
Pomona, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended June 30, 2023

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)
Governmental Type Funds						
General Funds						
General	$ 6,385,413	$ (330,883)	$ 22,684	$ 6,077,214	$ 6,077,214	$ -
Supplemental General	1,996,557	(76,331)	-	1,920,226	1,920,226	-
Special Purpose Funds						
Capital Outlay	1,070,602	-	-	1,070,602	688,001	(382,601)
Driver Training	45,546	-	-	45,546	6,804	(38,742)
Food Service	823,683	-	-	823,683	585,176	(238,507)
Professional Development	31,399	-	-	31,399	7,535	(23,864)
Special Education	1,557,272	-	-	1,557,272	1,413,783	(143,489)
Career and Postsecondary Education	405,074	-	-	405,074	311,507	(93,567)
Gifts and Grants	183,668	-	-	183,668	58,136	(125,532)
KPERS Special Contribution	740,675	-	-	740,675	648,917	(91,758)
At-Risk (K-12)	1,546,882	-	-	1,546,882	1,418,561	(128,321)
Recreation Commission	238,535	-	-	238,535	174,780	(63,755)
Virtual Education	20,000	-	-	20,000	4,700	(15,300)
Bond and Interest Fund	715,414	-	-	715,414	715,414	-
Total of all Funds	$ 15,760,720	$ (407,214)	$ 22,684	$ 15,376,190	$ 14,030,754	$ (1,345,436)

USD 287 - WEST FRANKLIN
Pomona, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State Sources			
State Foundation Aid	$ 5,204,314	$ 5,416,874	$ (212,560)
Special Ed Aid	850,216	968,539	(118,323)
Local Sources			
Reimbursements	22,684	-	22,684
Total Cash Receipts	$ 6,077,214	$ 6,385,413	$ (308,199)
EXPENDITURES			
Instruction	$ 1,909,926	$ 2,379,920	$ (469,994)
Student support services	2,914	4,000	(1,086)
Instructional support staff	5,431	63,359	(57,928)
General administration	59,978	90,000	(30,022)
School administration	57,050	63,217	(6,167)
Operations and maintenance	808,125	1,120,532	(312,407)
Student transportation	320,222	495,056	(174,834)
Operating transfers	2,913,568	2,169,329	744,239
Adjustment to comply with legal maximum	-	(330,883)	330,883
Adjustments for qualifying budget credits	-	22,684	(22,684)
Total Expenditures	$ 6,077,214	$ 6,077,214	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

USD 287 - WEST FRANKLIN
Pomona, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 1,046,798	$ 1,077,056	$ (30,258)
Delinquent tax	25,509	18,787	6,722
Motor vehicle tax	118,911	122,768	(3,857)
RV tax	3,275	3,012	263
Commercial vehicle tax	6,534	5,056	1,478
State aid/grants	750,040	779,855	(29,815)
Total Cash Receipts	$ 1,951,067	$ 2,006,534	$ (55,467)
EXPENDITURES			
Instruction	$ 230,946	$ -	$ 230,946
Student support services	1,674	9,736	(8,062)
Instructional support staff	83,914	120,575	(36,661)
General administration	205,413	211,872	(6,459)
School administration	543,736	573,154	(29,418)
Operations and maintenance	8,094	72,073	(63,979)
Student transportation	52,467	61,327	(8,860)
Central services	146,773	161,268	(14,495)
Operating transfers	647,209	786,552	(139,343)
Adjustment to comply with legal maximum	-	(76,331)	76,331
Total Expenditures	$ 1,920,226	$ 1,920,226	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 30,841		
UNENCUMBERED CASH - BEGINNING	117,333		
UNENCUMBERED CASH - ENDING	$ 148,174		

USD 287 - WEST FRANKLIN
Pomona, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 479,329	$ 451,771	$ 27,558
Delinquent tax	11,618	8,810	2,808
Motor vehicle tax	53,945	55,664	(1,719)
RV tax	1,491	1,366	125
Commercial vehicle tax	2,983	2,293	690
Federal Grants	12,185	-	12,185
State Aid/Grants	137,794	137,964	(170)
Local Sources - Other	91,874	-	91,874
Interest Income	23,443	-	23,443
Transfer from other funds	300,625	-	300,625
Total Cash Receipts	$ 1,115,287	$ 657,868	$ 457,419
EXPENDITURES			
Instruction	$ 151,961	$ 179,217	$ (27,256)
Operations and maintenance	361,053	490,899	(129,846)
Student transportation	105,959	300,486	(194,527)
Other support services	-	5,000	(5,000)
Facility acquisition and construction services	69,028	95,000	(25,972)
Total Expenditures	$ 688,001	$ 1,070,602	$ (382,601)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 427,286		
UNENCUMBERED CASH - BEGINNING	412,734		
UNENCUMBERED CASH - ENDING	$ 840,020		

USD 287 - WEST FRANKLIN
Pomona, Kansas
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local Sources - Other	$ 4,375	$ -	$ 4,375
State Sources - State Safety Aid	2,940	2,835	105
Total Cash Receipts	$ 7,315	$ 2,835	$ 4,480
EXPENDITURES			
Instruction	$ 6,129	$ 8,393	$ (2,264)
Operations and maintenance	675	37,153	(36,478)
Total Expenditures	$ 6,804	$ 45,546	$ (38,742)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 511		
UNENCUMBERED CASH - BEGINNING	42,711		
UNENCUMBERED CASH - ENDING	$ 43,222		

USD 287 - WEST FRANKLIN
Pomona, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal grants	$ 266,047	$ 189,206	$ 76,841
State aid/grants	3,173	2,871	302
Local Sources			
Food service	166,474	188,674	(22,200)
Operating transfers	98,515	260,424	(161,909)
Total Cash Receipts	$ 534,209	$ 641,175	$ (106,966)
EXPENDITURES			
Operations and maintenance	$ 325	$ 800	$ (475)
Food service operations	584,851	822,883	(238,032)
Total Expenditures	$ 585,176	$ 823,683	$ (238,507)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (50,967)		
UNENCUMBERED CASH - BEGINNING	182,508		
UNENCUMBERED CASH - ENDING	$ 131,541		

USD 287 - WEST FRANKLIN
Pomona, Kansas
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Reimbursements	$ -	$ 3,000	$ (3,000)
State Aid	1,214	-	1,214
Transfers in	6,321	-	6,321
Total Cash Receipts	$ 7,535	$ 3,000	$ 4,535
EXPENDITURES			
Instructional support staff	$ 7,535	$ 31,399	$ (23,864)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	28,400		
UNENCUMBERED CASH - ENDING	$ 28,400		

USD 287 - WEST FRANKLIN
Pomona, Kansas
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 1,444,248	$ 980,853	$ 463,395
EXPENDITURES			
Instruction	$ 1,298,147	$ 1,375,000	$ (76,853)
Food service operations	115,636	182,272	(66,636)
Total Expenditures	$ 1,413,783	$ 1,557,272	$ (143,489)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 30,465		
UNENCUMBERED CASH - BEGINNING	576,419		
UNENCUMBERED CASH - ENDING	$ 606,884		

USD 287 - WEST FRANKLIN
Pomona, Kansas
CAREER AND POSTSECONDARY EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local Sources - Other	$ 31,000	$ 7,042	$ 23,958
State aid	500	-	500
Operating transfers	287,507	350,486	(62,979)
Total Cash Receipts	$ 319,007	$ 357,528	$ (38,521)
EXPENDITURES			
Instruction	$ 311,188	$ 381,335	$ (70,147)
Student transportation	319	23,739	(23,420)
Total Expenditures	$ 311,507	$ 405,074	$ (93,567)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 7,500		
UNENCUMBERED CASH - BEGINNING	47,546		
UNENCUMBERED CASH - ENDING	$ 55,046		

USD 287 - WEST FRANKLIN
Pomona, Kansas
GIFTS AND GRANTS FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal aid	$ 28,336	$ -	$ 28,336
Local sources - other	30,206	148,126	(117,920)
Total Cash Receipts	$ 58,542	$ 148,126	$ (89,584)
EXPENDITURES			
Instruction	$ 58,136	$ 183,668	$ (125,532)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 406		
UNENCUMBERED CASH - BEGINNING	35,542		
UNENCUMBERED CASH - ENDING	$ 35,948		

USD 287 - WEST FRANKLIN
Pomona, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 648,917	$ 740,675	$ (91,758)
EXPENDITURES			
Instruction	389,350	$ 444,405	$ (55,055)
Student support services	38,935	44,441	(5,506)
Instructional support staff	12,978	14,813	(1,835)
General administration	19,468	22,220	(2,752)
School administration	58,403	66,661	(8,258)
Operations and maintenance	51,913	14,813	37,100
Student transportation	32,446	59,254	(26,808)
Central services	12,978	37,034	(24,056)
Food service operations	32,446	37,034	(4,588)
Total Expenditures	$ 648,917	$ 740,675	$ (91,758)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

USD 287 - WEST FRANKLIN
Pomona, Kansas
AT RISK FUND (K-12)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 1,418,561	$ 1,344,118	$ 74,443
EXPENDITURES			
Instruction	$ 1,346,256	$ 1,473,615	$ (127,359)
Student support services	72,305	73,267	(962)
Total Expenditures	$ 1,418,561	$ 1,546,882	$ (128,321)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	202,765		
UNENCUMBERED CASH - ENDING	$ 202,765		

USD 287 - WEST FRANKLIN
Pomona, Kansas
RECREATION COMMISSION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 167,774	$ 158,118	$ 9,656
Delinquent tax	4,073	3,084	989
Motor vehicle tax	18,883	19,482	(599)
RV tax	522	478	44
Commercial vehicle tax	1,044	802	242
Total Cash Receipts	$ 192,296	$ 181,964	$ 10,332
EXPENDITURES			
Community Service Operations	$ 174,780	$ 238,535	$ (63,755)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 17,516		
UNENCUMBERED CASH - BEGINNING	56,571		
UNENCUMBERED CASH - ENDING	$ 74,087		

USD 287 - WEST FRANKLIN
Pomona, Kansas
VIRTUAL EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 5,000	$ -	$ 5,000
EXPENDITURES			
Instruction	$ 4,700	$ 20,000	$ (15,300)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 300		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 300		

USD 287 - WEST FRANKLIN
Pomona, Kansas
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Current Year		
	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 839,684	$ 784,136	$ 55,548
Delinquent tax	19,931	15,401	4,530
Interest on idle funds	1,465	-	1,465
Motor vehicle tax	93,115	97,147	(4,032)
RV tax	2,603	2,383	220
Commercial vehicle tax	2,035	4,001	(1,966)
Total Cash Receipts	$ 958,833	$ 903,068	$ 55,765
EXPENDITURES			
Debt service	$ 715,414	$ 715,414	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 243,419		
UNENCUMBERED CASH - BEGINNING	701,011		
UNENCUMBERED CASH - ENDING	$ 944,430		

USD 287 - WEST FRANKLIN
Pomona, Kansas
SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
NON-BUDGETED FUNDS
For the Year Ended June 30, 2023

	Carl Perkins	Contingency Reserve	ESSER	Textbook Rental	Title I	Title IV-A	Title IIA Teacher Quality	Bond Construction	W.F.D. Contingency Reserve
RECEIPTS									
Federal grants	$ 3,307	$ -	$ 379,722	$ -	$ 110,588	$ 15,266	$ 25,387	$ -	$ -
Miscellaneous revenues	-	-	-	18,280	-	-	-	37,494	1,524
Total Receipts	$ 3,307	$ -	$ 379,722	$ 18,280	$ 110,588	$ 15,266	$ 25,387	$ 37,494	$ 1,524
EXPENDITURES									
Instruction	$ 3,307	$ -	$ 59,989	$ 11,795	$ 110,588	$ 15,266	$ 25,387	$ -	$ 1,524
Student support services	-	-	250,226	-	-	-	-	-	-
Central services	-	-	3,642	-	-	-	-	-	-
Operations and maintenance	-	-	64,451	-	-	-	-	-	-
Facility acquisition and construction	-	-	-	-	-	-	-	54,139	-
Total Expenditures	$ 3,307	$ -	$ 378,308	$ 11,795	$ 110,588	$ 15,266	$ 25,387	$ 54,139	$ 1,524
RECEIPTS OVER (UNDER) EXPENDITURES	$ -	$ -	$ 1,414	$ 6,485	$ -	$ -	$ -	$ (16,645)	$ -
UNENCUMBERED CASH - BEGINNING	-	646,026	(84,607)	30,757	-	-	-	17,409	-
UNENCUMBERED CASH - ENDING	$ -	$ 646,026	$ (83,193)	$ 37,242	$ -	$ -	$ -	$ 764	$ -

USD 287 - WEST FRANKLIN
Pomona, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Balance July 1, 2022	Cash Receipts	Cash Disbursements	Balance June 30, 2023
Student Organization Funds				
Scholarships	$ 520,320	$ 2,185	$ 4,900	$ 517,605
West Franklin High School				
Seniors	634	2,300	2,551	383
MS Cheer	2,941	1,363	2,100	2,204
Dance	956	1,029	679	1,306
Falcon Cheer	7,783	16,289	19,354	4,718
FHA (FCCLA)	7,410	2,801	880	9,331
FBLA	5,889	3,680	1,534	8,035
FBLA - Concessions	3,225	26,328	27,044	2,509
National Honor Society	558	-	228	330
Play	848	1,474	470	1,852
Forensics	82	-	40	42
Scholar Bowl	17	-	-	17
Kays	4,720	5,558	5,339	4,939
FFA Advisory Scholarship	515	350	750	115
FFA	5,898	10,262	8,181	7,979
Williamsburg Schools				
Fundraising	5,389	10,880	11,956	4,313
Total Agency Funds	$ 567,185	$ 84,499	$ 86,006	$ 565,678

USD 287 - WEST FRANKLIN
Pomona, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash	Cash Receipts	Expenditures	Ending Unencumbered Cash	Add Encumbrances and Accounts Payable	Balance June 30, 2021
Gate Receipts						
West Franklin High School athletics	$ 39,004	$ 76,881	$ 79,824	$ 36,061	$ -	$ 36,061
School Projects						
West Franklin High School						
Lunches	$ -	$ 24,495	$ 24,495	$ -	$ -	$ -
Horticulture	2,685	229	715	2,199	-	2,199
MS Yearbook	448	363	15	796	-	796
School Publications	572	1,183	7	1,748	-	1,748
Band	2,842	6,697	7,327	2,212	-	2,212
Band Equipment Rental	3,858	3,720	2,495	5,083	-	5,083
Music Trip	-	11,698	9,240	2,458	-	2,458
VoAg Shop	1,965	580	434	2,111	-	2,111
Wood Shop	178	7,672	7,559	291	-	291
Interrelated Room	560	1,101	1,096	565	-	565
Art	2,813	1,615	1,174	3,254	-	3,254
Culinary	723	2,530	3,187	66	-	66
Vending Machine	28	5,211	4,586	653	-	653
Math Day	1,500	-	1,460	40	-	40
Teachers	348	90	181	257	-	257
Textbook	-	1,050	1,050	-	-	-
Prom	201	7,532	4,389	3,344	-	3,344
Education Club	3,021	9,789	9,765	3,045	-	3,045
Technology fee	-	545	545	-	-	-
Library	1,499	64	45	1,518	-	1,518
Falcon Fund	1,272	4,415	4,847	840	-	840
Student Aid	3,724	-	525	3,199	-	3,199
Grants and Memorial Funds	5,435	-	-	5,435	-	5,435

(Continued)

USD 287 - WEST FRANKLIN
Pomona, Kansas
DISTRICT ACTIVITY FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash	Cash Receipts	Expenditures	Ending Unencumbered Cash	Add Encumbrances and Accounts Payable	Balance June 30, 2022
Appanoose Grade School						
Lunches	$ -	$ 7,751	$ 7,751	$ -	$ -	$ -
Yearbook	2,638	11,065	10,252	3,451	-	3,451
Educational	110	5,639	5,723	26	-	26
Enrichment Tier II Services	1,495	-	-	1,495	-	1,495
Literacy	189	131	19	301	-	301
Instrumental Music	227	217	-	444	-	444
PE	4	217	-	221	-	221
Reading Program	400	-	-	400	-	400
Student Needs	331	-	-	331	-	331
Mills/Tefft Book Fund	1,634	500	1,347	787	-	787
Petty Cash	-	6,599	6,599	-	-	-
PTO	313	401	698	16	-	16
Veteran's Day	86	-	-	86	-	86
Maddie Smith Memorial Fund	1,411	-	-	1,411	-	1,411
Library	700	685	782	603	-	603
Caring Committee	723	566	497	792	-	792

(Continued)

USD 287 - WEST FRANKLIN
Pomona, Kansas
DISTRICT ACTIVITY FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash	Cash Receipts	Expenditures	Ending Unencumbered Cash	Add Encumbrances and Accounts Payable	Balance June 30, 2022
Williamsburg Schools						
Education	$ 2,105	$ 2,731	$ 1,397	$ 3,439	$ -	$ 3,439
General Supplies	6	1,260	1,260	6	-	6
Lunch	-	4,357	4,357	-	-	-
Walmart Giving Program Grant	4,489	-	2,252	2,237	-	2,237
Teachers Flowers	575	-	169	406	-	406
Library	411	-	314	97	-	97
Library - Alumni	50	-	-	50	-	50
School Sign	-	200	-	200	-	200
Guided Reading	267	-	-	267	-	267
Subtotal School Projects	$ 51,836	$ 132,898	$ 128,554	$ 56,180	$ -	$ 56,180
Total District Activity Funds	$ 90,840	$ 209,779	$ 208,378	$ 92,241	$ -	$ 92,241

November 9, 2023

Board of Education
USD 287 - West Franklin
Pomona, Kansas

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with *Government Auditing Standards*

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 statement of USD 287 - West Franklin (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated November 9, 2023.

In planning and performing our audit, 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 opinion on the financial statement, 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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of control deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statement 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 the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the 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 financial statement is 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 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*.

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1020 Commercial St., Suite A
Emporia, KS 66801

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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

November 9, 2023

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
USD 287 - West Franklin
Pomona, Kansas

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance With the Uniform Guidance

Opinion on Each Major Federal Program

We have audited USD 287 - West Franklin (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, 2023. 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, 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, 2023.

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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). 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 the District 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 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 GAAS, *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.

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1020 Commercial St., Suite A
Emporia, KS 66801

Auditor's Responsibilities for the Audit of Compliance (Continued)

In performing an audit in accordance with GAAS, *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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

USD 287 - WEST FRANKLIN
Pomona, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

	Federal CFDA Number	Pass-Thru Entity Identifying Number	Federal Award Expenditures	Subrecipient Expenditures
U.S. Dept. of Agriculture				
Passed through State Department of Education				
Child Nutrition Cluster				
School Breakfast	10.553	D0287	$ 61,622	$ -
COVID-19 - National School Lunch Program	10.555	D0287	196,661	-
Cash for Commodities	10.559	D0287	18,349	-
Total Child Nutrition Cluster			$ 276,632	$ -
Total U.S. Dept. of Agriculture			$ 276,632	$ -
U.S. Dept. of Education				
Impact Aid	84.041	N/A	$ 12,185	$ -
Passed through State Department of Education				
Title I - Grants to Local Educational Agencies	84.010	D0287	110,588	-
Title II-A Teacher Quality	84.367	D0287	25,387	-
Title IVA Student Support & Academic Enrichment	84.424	D0287	15,266	-
COVID-19 - Elementary and Secondary School Emergency Relief	84.425D	D0287	94,618	-
COVID-19 - American Rescuer Plan Elementary and Secondary School Emergency Relief	84.425U	D0287	285,104	-
Total U.S. Dept. of Education			$ 543,148	$ -
TOTAL FEDERAL ASSISTANCE			$ 819,780	$ -

Note 1: Organization

Unified School District No. 287 - West Franklin, (the District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the schedule of Expenditures of Federal Awards.

Note 2: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is 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. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statement. The District elected not to use the 10% de minimis indirect cost rate.

Note 3: Non-cash Assistance, Insurance and Loans

The District did not receive or expend any federal awards in the form of non-cash assistance, insurance, loans or loan guarantees, including interest subsidies during the year ended June 30, 2023.

Note 4: Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2023.

Note 5: Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2023.

Note 6: Sub-recipient Grants

No federal awards were passed through to subrecipients

Note 7: Pass-Through Numbers

Pass-through numbers have not been assigned to pass-through grants on the Schedule of Expenditures of Federal Awards.

USD 287 - WEST FRANKLIN
Pomona, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
Material weaknesses identified?	___ Yes	X None
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	X None reported
Noncompliance material to financial statements noted?	___ Yes	X None

Federal Awards

Internal controls over major programs:		
Material weaknesses identified?	___ Yes	X No
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	X None reported
major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200.516(a)	___ Yes	X No

Identification of major programs:

Name of Federal Program	CFDA Number
COVID-19 - Elementary and Secondary School Emergency Relief	84.425D/84.425U

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000	
Auditee qualified as a low-risk auditee?	___ Yes	X No

Note:

Beginning with the year ended June 30, 2016, the criteria for determination of low-risk auditee status was changed by the U.S. Office of Management and Budget (OMB). Specifically, the regulatory basis of accounting prescribed by the State of Kansas does not meet the criteria established by OMB in the Uniform Grant Guidance (UGG). The District continues, however, to meet each of the other criteria for low-risk auditee status.

Section II - Financial Statement Findings

No matters were reported

Section III - Federal Award Findings and Questioned Costs

No matters were reported