SSC CPAs, P.A.

UNIFIED SCHOOL DISTRICT NO. 331

FINANCIAL STATEMENT WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

JUNE 30, 2023

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SSC CPAs, P.A.

Independent Auditor's Report

To the Board of Education
Unified School District No. 331
Kingman, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 331, Kingman, Kansas, 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 Unified School District No. 331, 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 United School District No. 331, as of June 30, 2023, 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 2.

Basis for Adverse and Unmodified Opinions

We conducted our audit 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, 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 the District, 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 2 of the financial statement, the financial statement is prepared by the District 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 2 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 2; 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 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.

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 and *Government Auditing Standards* 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 and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 judgement, 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, summary of regulatory basis receipts and disbursements – agency funds, and schedule of receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however 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. 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 required 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 2.

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. 331 as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated November 16, 2022 which contained an unmodified opinion on the basic financial statement. The 2022 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 http://www.admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2023 (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 2022 comparative information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement or to the 2022 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 2022 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, 2022, on the basis of accounting described In Note 2.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) 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 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial 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 29, 2023 on our consideration of Unified School District No. 331'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 to describe the scope of our testing of internal controls over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Unified School District No. 331'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 Unified School District No. 331's internal control over financial reporting and compliance.

SSC CPAs, P.A.

SSC CPAs, P.A
Salina, Kansas

November 29, 2023

UNIFIED SCHOOL DISTRICT NO. 331
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

STATEMENT 1

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:						
General	$ -	$ 7,809,897	$ 7,809,897	$ -	$ 64,459	$ 64,459
Supplemental General	228,549	2,568,772	2,628,369	168,952	47,954	216,906
Special Purpose Funds:						
Capital Outlay	1,521,060	860,423	1,227,063	1,154,420	219,630	1,374,050
Driver Training	37,942	12,955	9,281	41,616	-	41,616
Food Service	251,150	595,430	570,727	275,853	-	275,853
Special Education	325,000	1,782,231	1,794,110	313,121	-	313,121
Career and Postsecondary Education	94,439	561,678	546,151	109,966	1,394	111,360
At Risk (4 Year Old)	-	101,766	101,766	-	-	-
At Risk (K-12)	50,000	1,264,005	1,172,989	141,016	-	141,016
Recreation Commission	36,804	388,749	414,409	11,144	-	11,144
Recreation Commission Employee Benefits	7,164	55,002	60,000	2,166	-	2,166
Professional Development	14,323	11,821	18,073	8,071	-	8,071
KPERS Special Retirement Contribution	-	903,265	903,265	-	-	-
Virtual Education	55,240	74,741	109,981	20,000	-	20,000
Textbook Rental	121,926	29,535	120,784	30,677	87,017	117,694
Title I	-	193,794	193,794	-	-	-
Title II-A	-	33,296	33,296	-	-	-
Title IV-A	-	19,845	19,845	-	576	576

UNIFIED SCHOOL DISTRICT NO. 331
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

STATEMENT 1

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Special Purpose Funds:						
Carl D. Perkins Grant	$ -	$ 6,736	$ 6,736	$ -	$ -	$ -
Gifts and Grants	32,441	44,460	43,845	33,056	6,097	39,153
Elementary & Secondary School Emergency Relief	(39,867)	368,781	874,181	(545,267)	-	(545,267)
KDHE K-12 COVID Testing Fund	-	790,837	679,466	111,371	-	111,371
Contingency Reserve	900,000	-	-	900,000	-	900,000
QZAB Lease Sinking	1,410,925	89,075	1,500,000	-	-	-
District Activity	108,689	278,234	282,661	104,262	-	104,262
Bond and Interest Fund:						
Bond and Interest	509,624	987	-	510,611	-	510,611
Trust Fund:						
Scholarships	209,676	694	-	210,370	-	210,370
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)	$ 5,875,085	$ 18,847,009	$ 21,120,689	$ 3,601,405	$ 427,127	$ 4,028,532
COMPOSITION OF CASH:						
Checking and Saving Accounts						$ 3,929,688
Certificates of Deposits						206,614
Total Cash						4,136,302
Agency Funds per Schedule 3						(107,770)
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)						$ 4,028,532

1. REPORTING ENTITY

Unified School District No. 331 (the District) is a municipal corporation governed by an elected seven-member Board of Education. This financial statement presents Unified School District No. 331 (the municipality).

This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

> Kingman-Norwich Recreation Commission. The Kingman-Norwich 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. The Recreation Commission cannot purchase real property but can acquire real property by gift. The audited financial statement is available at the Kingman-Norwich Recreation Commission's office.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

Fund Descriptions. The following types of funds comprise the financial activities of the District for the year ended June 30, 2023:

> 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 regulatory receipt sources (other than Capital Projects 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.

Trust Fund – Used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – Used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

3. 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 calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but a 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 District did hold a revenue neutral rate hearing for the year.

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. There were no budget amendments for 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 receipts 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 budgeted expenditure authority lapses at year end.

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

Textbook Rental Fund	Title I Fund
Title II-A Fund	Title IV-A Fund
Carl D. Perkins Grant Fund	Gifts and Grants Fund
Elementary & Secondary School Emergency Relief Fund	Contingency Reserve Fund
	QZAB Lease Sinking Fund
District Activity Fund	KDHE K-12 COVID Testing Fund

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

4. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes 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 risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposits 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.

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. 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 District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has not designated a "peak period." All deposits were legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $4,136,302 and the bank balance was $5,333,023. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by federal depository insurance, $2,545,154 collateralized with securities held by the pledging financial institutions' agents in the District's name, and the remaining $2,037,869 was secured with an irrevocable letter of credit issued by Federal Home Loan Bank of Topeka.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General Fund	Special Education Fund	K.S.A. 72-5167	$ 1,503,358
General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5167	406,488
General Fund	At Risk (K-12) Fund	K.S.A. 72-5167	967,262
General Fund	At Risk (4 Year Old) Fund	K.S.A. 72-5167	101,766
General Fund	Virtual Education Fund	K.S.A. 72-5167	65,000
General Fund	Professional development Fund	K.S.A. 72-5167	6,000
Supplemental General Fund	Virtual Education Fund	K.S.A. 72-5143	9,741
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	125,000
Supplemental General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5143	109,965
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	296,743
At Risk (4 Year Old) Fund	Special Education Fund	K.S.A. 72-6478	73,148

6. DEFINED BENEFIT PENSION PLAN

General Information about the 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 Annual Comprehensive Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. 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 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 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 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 KEPRS 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 Years 2022 and 2023. Fiscal year 2022 was recertified from 14.09% to 13.33% and 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 cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $903,265 for the year ended June 30, 2023.

Net Pension Liability

At June 30, 2023, the District's proportionate share of the net pension liability reported by KPERS was $8,324,760. 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.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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 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.

Death and 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, 2023.

Termination Benefits. The District provides an early retirement program for certain eligible employees. An employee is eligible for early retirement if such employee meets the criteria as stated in the District's early retirement policy. Early retirement benefits will be provided by the District for a maximum of five years from the date of retirement with no benefits being paid after the retiree's 65th birthday.

Licensed employees with 15 years of experience within the District who have accumulated leave days up to 70 days upon retirement from the District or retirement due to medical disability will be compensated for the unused leave days at the rate of $50 per day. Classified employees with 15 years of experience within the District who are eligible for exercising a retirement option in KPERS, will be paid for accumulated unused sick leave at $30 per day and unused vacation leave at the employee's daily rate of pay.

Compensated Absences. The District provides compensation for absences. Classified employees earn vacation leave according to the following schedule:

Years of Service	Vacation Earned
1-14	10 days per year
15-24	15 days per year
25 or more	20 days per year

Certified employees earn 12 days of chargeable leave per school year. At the end of the school year, any unused chargeable leave days become accumulated personal sick leave up to a maximum of 61 days. Licensed personnel can request to be reimbursed for up to 3 days at $120 per day; any additional unused leave which he/she has accumulated in excess of 61 days will be paid out at $40 per day, at the completion of their annual contract up to a maximum of 9 days.

Classified employees are entitled to sick leave and is earned at the rate of one day per calendar month based on actual hours worked per day, cumulative according to the following schedule:

Employment Term	Maximum Accumulation
12 month employees	60 days
11 month employees	55 days
10.5 month employees	52.5 days
9 month employees	45 days

When accumulated sick leave days are above the maximum number of accumulated days, classified employees shall be reimbursed for such days at the rate of 30% of their daily rate of pay.

8. RISK AND UNCERTAINTIES

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has purchased commercial insurance to protect itself from these risks.

9. RELATED PARTIES

During the year ended June 30, 2023, the District employed an immediate family member of a District board member, and individuals directly related to a principal, the assistant superintendent and the superintendent.

10. COMPLIANCE WITH KANSAS STATUES

The unencumbered cash balance in the Elementary & Secondary School Emergency Relief (ESSER) fund was negative $545,267 at June 30, 2023. The ESSER funding is on a reimbursement basis. The District expended $545,267 during the year ended June 30, 2023 for which the reimbursement was not received until the subsequent year. The negative balance was caused by the timing of the reimbursement.

11. SUBSEQUENT EVENTS

District management has evaluated events and transactions occurring after June 30, 2023 through November 29, 2023. The aforementioned date represents the date the financial statement was available to be issued.

12. LONG-TERM DEBT

Changes in long-term liabilities for the municipality for the fiscal year ended June 30, 2023, 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
Finance Leases									
QZAB Lease	5.52%	5/18/2011	1,500,000	5/18/2023	$ 1,500,000	$ -	$ 1,500,000	$ -	$ 62,173
Copier Lease	0.00%	6/9/2021	377,338	6/30/2027	314,448	-	75,468	238,980	-
Total Contractual Indebtedness					$ 1,814,448	$ -	$ 1,575,468	$ 238,980	$ 62,173

Current maturities of long-term debt and interest for the next four fiscal years are as follows:

	Year				
	2024	2025	2026	2027	Total
Principal					
Copier Lease	$ 75,468	$ 75,468	$ 75,467	$ 12,577	$ 238,980
Total Principal and Interest	$ 75,468	$ 75,468	$ 75,467	$ 12,577	$ 238,980

REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 331
SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 1

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	$ 8,257,823	$ (447,926)	$ -	$ 7,809,897	$ 7,809,897	$ -
Supplemental General	2,708,499	(80,130)	-	2,628,369	2,628,369	-
Special Purpose Funds:						
Capital Outlay	2,372,131	-	-	2,372,131	1,227,063	(1,145,068)
Driver Training	50,302	-	-	50,302	9,281	(41,021)
Food Service	760,823	-	-	760,823	570,727	(190,096)
Special Education	2,004,814	-	-	2,004,814	1,794,110	(210,704)
Career and Postsecondary Education	555,979	-	-	555,979	546,151	(9,828)
At Risk (4 Year Old)	96,920	-	4,846	101,766	101,766	-
At Risk (K-12)	1,172,989	-	-	1,172,989	1,172,989	-
Recreation Commission	414,409	-	-	414,409	414,409	-
Recreation Commission Employee Benefits	60,000	-	-	60,000	60,000	-
Professional Development	18,073	-	-	18,073	18,073	-
KPERS Special Retirement Contribution	929,719	-	-	929,719	903,265	(26,454)
Virtual Education	300,240	-	-	300,240	109,981	(190,259)
Bond and Interest Funds:						
Bond and Interest	-	-	-	-	-	-

UNIFIED SCHOOL DISTRICT NO. 331
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Mineral Tax	$ 13,094	$ 35,996	$ 5,000	$ 30,996
State Aid				
General State Aid	6,243,640	6,728,849	6,756,023	(27,174)
Special Education Aid	1,084,887	1,045,052	1,496,800	(451,748)
Reimbursements	534	-	-	-
Total Receipts	7,342,155	7,809,897	$ 8,257,823	$ (447,926)
Expenditures				
Instruction	3,405,236	2,884,261	$ 3,672,000	$ (787,739)
Student Support Services	171,745	325,855	179,300	146,555
Instructional Support Services	588	29,998	1,500	28,498
School Administration	527	2,761	500	2,261
Operations and Maintenance	965,139	1,063,990	1,032,234	31,756
Vehicle Operating Service	332,920	388,314	325,000	63,314
Vehicle Service and Maintenance	38,584	64,844	43,750	21,094
Operating Transfers	2,427,416	3,049,874	3,003,539	46,335
Adjustment to Comply With Legal Max	-	-	(447,926)	447,926
Total Expenditures	7,342,155	7,809,897	$ 7,809,897	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 331
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	$ 989,036	$ 1,135,887	$ 1,167,165	$ (31,278)
Delinquent Tax	28,813	21,168	16,085	5,083
Motor Vehicle Tax	142,887	139,067	133,297	5,770
Recreational Vehicle Tax	12,474	2,038	1,832	206
Commercial Vehicle Tax	240	8,995	8,021	974
State Aid				
Supplemental State Aid	1,174,221	1,261,617	1,300,080	(38,463)
Total Receipts	2,347,671	2,568,772	$ 2,626,480	$ (57,708)
Expenditures				
Instruction	243,336	403,425	$ 347,129	$ 56,296
Student Support Services	211,903	232,314	256,000	(23,686)
General Administration	393,769	404,223	430,000	(25,777)
School Administration	501,398	521,363	545,000	(23,637)
Central Services	368,343	284,149	429,000	(144,851)
Operations and Maintenance	222,344	241,446	215,000	26,446
Operating Transfers	482,980	541,449	486,370	55,079
Adjustment to Comply with Legal Max	-	-	(80,130)	80,130
Total Expenditures	2,424,073	2,628,369	$ 2,628,369	$ -
Receipts Over (Under) Expenditures	(76,402)	(59,597)		
Unencumbered Cash, Beginning	304,951	228,549		
Unencumbered Cash, Ending	$ 228,549	$ 168,952		

UNIFIED SCHOOL DISTRICT NO. 331
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	$ 485,661	$ 550,873	$ 544,606	$ 6,267
Delinquent Tax	11,811	9,364	7,963	1,401
Motor Vehicle Tax	59,136	59,389	55,744	3,645
Recreational Vehicle Tax	850	884	766	118
Commercial Vehicle Tax	4,145	4,311	3,354	957
State Aid				
Capital Outlay State Aid	204,692	226,314	238,637	(12,323)
Interest On Idle Funds	2,792	4,826	-	4,826
Other Sources	17,478	4,462	-	4,462
Total Receipts	786,565	860,423	$ 851,070	$ 9,353
Expenditures				
Instruction	205,823	115,716	$ 551,702	$ (435,986)
Central Services	-	103,343	-	103,343
Operations and Maintenance	627,903	758,444	1,300,000	(541,556)
Transportation	42,000	179,167	390,429	(211,262)
Facility Acquisition and Construction	-	3,500	-	3,500
Debt Service	129,720	66,893	130,000	(63,107)
Total Expenditures	1,005,446	1,227,063	$ 2,372,131	$ (1,145,068)
Receipts Over (Under) Expenditures	(218,881)	(366,640)		
Unencumbered Cash, Beginning	1,739,941	1,521,060		
Unencumbered Cash, Ending	$ 1,521,060	$ 1,154,420		

UNIFIED SCHOOL DISTRICT NO. 331
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ 4,636	$ 5,180	$ 4,860	$ 320
Student Fees	6,450	7,775	7,500	275
Total Receipts	11,086	12,955	$ 12,360	$ 595
Expenditures				
Instruction	7,204	8,697	$ 46,302	$ (37,605)
Vehicle Operations	940	584	4,000	(3,416)
Total Expenditures	8,144	9,281	$ 50,302	$ (41,021)
Receipts Over (Under) Expenditures	2,942	3,674		
Unencumbered Cash, Beginning	35,000	37,942		
Unencumbered Cash, Ending	$ 37,942	$ 41,616		

UNIFIED SCHOOL DISTRICT NO. 331
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ 4,306	$ 4,580	$ 4,113	$ 467
Federal Aid	618,078	436,466	375,653	60,813
Local Receipts	32,546	154,384	129,907	24,477
Total Receipts	654,930	595,430	$ 509,673	$ 85,757
Expenditures				
Food Service Operation	563,779	570,727	$ 760,823	$ (190,096)
Receipts Over (Under) Expenditures	91,151	24,703		
Unencumbered Cash, Beginning	159,999	251,150		
Unencumbered Cash, Ending	$ 251,150	$ 275,853		

UNIFIED SCHOOL DISTRICT NO. 331
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ -	$ 54,814	$ 54,814	$ -
Other Sources	21,726	25,911	-	25,911
Operating Transfers	1,597,844	1,701,506	1,625,000	76,506
Total Receipts	1,619,570	1,782,231	$ 1,679,814	$ 102,417
Expenditures				
Instruction	1,641,098	1,739,657	$ 1,964,814	$ (225,157)
Vehicle Operating Service	30,920	31,259	27,000	4,259
Vehicle Services & Maintenance	16,142	18,158	11,000	7,158
Other Student Transportation Service	6,410	5,036	2,000	3,036
Total Expenditures	1,694,570	1,794,110	$ 2,004,814	$ (210,704)
Receipts Over (Under) Expenditures	(75,000)	(11,879)		
Unencumbered Cash, Beginning	400,000	325,000		
Unencumbered Cash, Ending	$ 325,000	$ 313,121		

UNIFIED SCHOOL DISTRICT NO. 331
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ -	$ 45,225	$ 61,540	$ (16,315)
Operating Transfers	613,629	516,453	400,000	116,453
Total Receipts	613,629	561,678	$ 461,540	$ 100,138
Expenditures				
Instruction	600,443	490,511	$ 470,879	$ 19,632
Vehicle Operations	43,747	55,640	85,100	(29,460)
Total Expenditures	644,190	546,151	$ 555,979	$ (9,828)
Receipts Over (Under) Expenditures	(30,561)	15,527		
Unencumbered Cash, Beginning	125,000	94,439		
Unencumbered Cash, Ending	$ 94,439	$ 109,966		

UNIFIED SCHOOL DISTRICT NO. 331
AT RISK (4 YEAR OLD) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Operating Transfers	$ 72,943	$ 101,766	$ 96,920	$ 4,846
Expenditures				
Operating Transfers	72,943	73,148	$ 96,920	$ (23,772)
Purchased Services	-	28,618	-	28,618
Adjustment for Qualifying Budget Credits	-	-	4,846	(4,846)
Total Expenditures	72,943	101,766	$ 101,766	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 331
AT RISK (K-12) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Operating Transfers	$ 698,923	$ 1,264,005	$ 1,122,989	$ 141,016
Expenditures				
Instruction	698,923	1,172,989	$ 1,172,989	$ -
Receipts Over (Under) Expenditures	-	91,016		
Unencumbered Cash, Beginning	50,000	50,000		
Unencumbered Cash, Ending	$ 50,000	$ 141,016		

UNIFIED SCHOOL DISTRICT NO. 331
RECREATION COMMISSION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	$ 288,643	$ 343,627	$ 336,144	$ 7,483
Delinquent Tax	7,375	5,727	4,726	1,001
Motor Vehicle Tax	36,891	36,283	34,206	2,077
Recreational Vehicle Tax	530	538	470	68
Commercial Vehicle Tax	2,591	2,574	2,058	516
Total Receipts	336,030	388,749	$ 377,604	$ 11,145
Expenditures				
Appropriations	328,888	414,409	$ 414,409	$ -
Receipts Over (Under) Expenditures	7,142	(25,660)		
Unencumbered Cash, Beginning	29,662	36,804		
Unencumbered Cash, Ending	$ 36,804	$ 11,144		

UNIFIED SCHOOL DISTRICT NO. 331
RECREATION COMMISSION EMPLOYEE BENEFITS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	$ 55,556	$ 47,116	$ 45,596	$ 1,520
Delinquent Tax	1,068	949	914	35
Motor Vehicle Tax	4,983	6,354	5,891	463
Recreational Vehicle Tax	73	95	81	14
Commercial Vehicle Tax	404	488	354	134
Total Receipts	62,084	55,002	$ 52,836	$ 2,166
Expenditures				
Appropriations	60,001	60,000	$ 60,000	$ -
Receipts Over (Under) Expenditures	2,083	(4,998)		
Unencumbered Cash, Beginning	5,081	7,164		
Unencumbered Cash, Ending	$ 7,164	$ 2,166		

UNIFIED SCHOOL DISTRICT NO. 331
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ -	$ 5,821	$ 3,750	$ 2,071
Operating Transfers	-	6,000	-	6,000
Total Receipts	-	11,821	$ 3,750	$ 8,071
Expenditures				
Instructional Support Services	13,177	18,073	$ 18,073	$ -
Receipts Over (Under) Expenditures	(13,177)	(6,252)		
Unencumbered Cash, Beginning	27,500	14,323		
Unencumbered Cash, Ending	$ 14,323	$ 8,071		

UNIFIED SCHOOL DISTRICT NO. 331
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ 868,896	$ 903,265	$ 929,719	$ (26,454)
Expenditures				
Employee Benefits	868,896	903,265	$ 929,719	$ (26,454)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 331
VIRTUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Operating Transfers	$ -	$ 74,741	$ 245,000	$ (170,259)
Expenditures				
Instruction	90,086	33,995	$ 207,740	$ (173,745)
School Administration	64,976	75,525	82,500	(6,975)
Operations and Maintenance	7,698	461	10,000	(9,539)
Total Expenditures	162,760	109,981	$ 300,240	$ (190,259)
Receipts Over (Under) Expenditures	(162,760)	(35,240)		
Unencumbered Cash, Beginning	218,000	55,240		
Unencumbered Cash, Ending	$ 55,240	$ 20,000		

UNIFIED SCHOOL DISTRICT NO. 331
TEXTBOOK RENTAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Fees	$ 34,260	$ 29,535
Expenditures		
Textbooks	40,060	120,784
Receipts Over (Under) Expenditures	(5,800)	(91,249)
Unencumbered Cash, Beginning	127,726	121,926
Unencumbered Cash, Ending	$ 121,926	$ 30,677

UNIFIED SCHOOL DISTRICT NO. 331
TITLE I FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 198,194	$ 193,794
Expenditures		
Instruction	198,194	191,001
Instructional Support Services	-	2,793
Total Expenditures	198,194	193,794
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 331
TITLE II-A FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 37,619	$ 33,296
Expenditures		
Instruction Support Services	37,619	33,296
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 331
TITLE IV-A FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
State Aid	$ 19,531	$ 19,845
Expenditures		
Instruction Support Services	19,531	19,845
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 331
CARL D. PERKINS GRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Grants	$ 17,044	$ 6,736
Expenditures		
Instruction	12,564	4,563
Instructional Support Services	4,480	2,173
Total Expenditures	17,044	6,736
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 331
GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Grants and Donations	$ 16,272	$ 44,460
Expenditures		
Grant Expenditures	17,202	43,845
Receipts Over (Under) Expenditures	(930)	615
Unencumbered Cash, Beginning	33,371	32,441
Unencumbered Cash, Ending	$ 32,441	$ 33,056

UNIFIED SCHOOL DISTRICT NO. 331
ELEMENTARY & SECONDARY SCHOOL EMERGENCY RELIEF FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Grants and Donations	$ 305,000	$ 368,781
Expenditures		
Instruction	164,012	678,413
Student Support Services	67,851	41,493
Instructional Support Services	63,520	72,939
School Administration	4,849	11,848
Central Services	10,667	17,280
Operations and Maintenance	12,541	19,429
Student Transportation Services	21,427	20,285
Food Service	-	12,494
Total Expenditures	344,867	874,181
Receipts Over (Under) Expenditures	(39,867)	(505,400)
Unencumbered Cash, Beginning	-	(39,867)
Unencumbered Cash, Ending	$ (39,867)	$ (545,267)

UNIFIED SCHOOL DISTRICT NO. 331
KDHE K-12 COVID TESTING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ -	$ 790,837
Expenditures		
Student Support Services	-	49,755
Operations and Maintenance	-	629,711
Total Expenditures	-	679,466
Receipts Over (Under) Expenditures	-	111,371
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ 111,371

UNIFIED SCHOOL DISTRICT NO. 331
CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers	$ -	$ -
Expenditures		
Operating Transfers	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	900,000	900,000
Unencumbered Cash, Ending	$ 900,000	$ 900,000

UNIFIED SCHOOL DISTRICT NO. 331
QZAB LEASE SINKING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Lease Payments to Sinking Fund	$ 125,000	$ 62,173
Interest On Idle Funds	3,096	26,902
Total Receipts	128,096	89,075
Expenditures		
Debt Service	-	1,500,000
Receipts Over (Under) Expenditures	128,096	(1,410,925)
Unencumbered Cash, Beginning	1,282,829	1,410,925
Unencumbered Cash, Ending	$ 1,410,925	$ -

UNIFIED SCHOOL DISTRICT NO. 331
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Delinquent Tax	$ 2,469	$ 987	$ -	$ 987
Expenditures				
Debt Service	-	-	$ -	$ -
Receipts Over (Under) Expenditures	2,469	987		
Unencumbered Cash, Beginning	507,155	509,624		
Unencumbered Cash, Ending	$ 509,624	$ 510,611		

UNIFIED SCHOOL DISTRICT NO. 331
SCHOLARSHIPS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 2

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance
Doris Near Fund	$ 39,398	$ 158	$ -	$ 39,556
Ina Toland Scholarship	51,486	129	-	51,615
Martha Alford Scholarship	19,622	79	-	19,701
Pugh Scholarship Fund	28,896	87	-	28,983
Fred and Irene Cloud Scholarship	20,422	51	-	20,473
Ferguson Relief Fund	15,716	87	-	15,803
John and Ethel Whetzel Scholarship	12,969	32	-	13,001
Bob Vanlandingham Fund	5,569	22	-	5,591
Aaron Laing Memorial Fund	4,571	18	-	4,589
Sisters of Habit Scholarship	6,338	19	-	6,357
Greg Berry Scholarship	1,930	5	-	1,935
Adams Union Sunday School Scholarship	2,759	7	-	2,766
Totals	$ 209,676	$ 694	$ -	$ 210,370

UNIFIED SCHOOL DISTRICT NO. 331
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 3

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Kingman High School				
Class of '22	$ 1,759	$ -	$ -	$ 1,759
Class of '23	4,723	59	4,224	558
Class of '24	2,140	4,395	4,515	2,020
Class of '25	619	985	593	1,011
Class of '26	-	1,842	57	1,785
Class of '27	-	2,476	60	2,416
Art Club	4,235	-	-	4,235
Career Day	262	-	-	262
Cheerleaders	3,015	4,102	5,659	1,458
Choir	-	10	10	-
Community Experiences	1,820	200	695	1,325
Entrepreneurship Store	2,589	227	227	2,589
FBLA	897	42,797	38,009	5,685
FCA	408	-	-	408
FCCLA	3,111	8,243	9,231	2,123
FFA	7,013	32,393	30,108	9,298
FFA RODEO	1,336	-	-	1,336
Government Activities	244	-	-	244
Graphic Design	1,446	-	-	1,446
Interact	328	-	-	328
JAG	302	-	298	4
National Honor Society	173	1,080	1,082	171
SADD	183	-	-	183
Scholars Bowl	-	439	428	11
Science	228	-	-	228
Student Business	-	2,218	1,546	672
Student Council HS	257	13,597	9,081	4,773
Student Council MS	3,888	775	726	3,937
TTLT	2,644	1,741	2,585	1,800
Outdoor Club	569	-	-	569
Veterans Day	589	-	281	308
Subtotal Kingman High School	44,778	117,579	109,415	52,942

UNIFIED SCHOOL DISTRICT NO. 331
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 3

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Norwich School				
Class of '22	$ 476	$ -	$ -	$ 476
Class of '23	4,196	-	4,196	-
Class of '24	1,176	9,285	7,663	2,798
Class of '25	-	1,442	-	1,442
4th Grade	21	108	108	21
3rd Grade	248	98	107	239
2nd Grade	274	-	-	274
1st Grade	71	-	30	41
Kindergarten	48	712	712	48
Pre-School	328	475	533	270
Cheerleaders	4,275	12,378	10,954	5,699
Cheerleaders Junior High	1,566	-	596	970
Engineering	589	-	-	589
Entrepreneurship Stores	741	-	152	589
Forensics	2,221	-	251	1,970
FCA	4,436	7,618	10,797	1,257
Graphic Design	1	-	-	1
Kayettes	1,659	4,666	4,445	1,880
National Honor Society	2,754	694	1,480	1,968
Outdoor Club	2,497	-	-	2,497
Productions	321	-	-	321
Quiz Bowl	12	-	-	12
SADD	5,155	4,734	2,562	7,327
SODA	2,187	-	-	2,187
Student Activities	5,959	4,103	2,704	7,358
Student Business	-	5,604	1,110	4,494
Student Council	2,007	168	790	1,385
Student Discretionary	768	-	7	761
Student Elementary Activity	1,980	1,906	2,089	1,797
Subtotal Norwich School	45,966	53,991	51,286	48,671

UNIFIED SCHOOL DISTRICT NO. 331
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 3

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Kingman Elementary School				
Band	$ 145	$ -	$ -	$ 145
KDG - Memorial	2,425	-	-	2,425
Student Council	2,241	-	454	1,787
Student Activities	2,363	3,030	3,593	1,800
Subtotal Kingman Elementary	7,174	3,030	4,047	6,157
Total Student Organization Funds	97,918	174,600	164,748	107,770
Sales Tax				
Kingman High School	-	5,572	5,572	-
Subtotal Sales Tax	-	5,572	5,572	-
TOTAL AGENCY FUNDS	$ 97,918	$ 180,172	$ 170,320	$ 107,770

UNIFIED SCHOOL DISTRICT NO. 331
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 4

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Ending Cash Balance
Gate Receipts					
Kingman Elementary	$ 2,166	$ 200	$ 200	$ 2,166	$ 2,166
Norwich School	22,107	21,143	27,294	15,956	15,956
Kingman High School	22,824	104,776	101,284	26,316	26,316
Subtotal Gate Receipts	47,097	126,119	128,778	44,438	44,438
School Projects					
Kingman Elementary	3,581	3,100	3,064	3,617	3,617
Norwich School	34,622	30,846	36,110	29,358	29,358
Kingman High School	22,723	7,705	6,083	24,345	24,345
Elementary Projects	666	-	52	614	614
Subtotal School Projects	61,592	41,651	45,309	57,934	57,934
Board Funds					
Kingman Elementary	-	26,883	26,174	709	709
Norwich School	-	34,262	33,081	1,181	1,181
Kingman High School	-	49,319	49,319	-	-
Subtotal Board Funds	-	110,464	108,574	1,890	1,890
TOTAL DISTRICT ACTIVITY FUNDS	$ 108,689	$ 278,234	$ 282,661	$ 104,262	$ 104,262

UNIFIED SCHOOL DISTRICT NO. 331

SINGLE AUDIT SECTION

JUNE 30, 2023

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Education of Unified School District No. 331:

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, and the *Kansas Municipal Audit and Accounting Guide,* the financial statement of Unified School District No. 331 (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 29, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered Unified School District No. 331's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 331's internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 331's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial 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 internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 331's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Unified School District No. 331'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.

SSC CPAs, P.A.

SSC CPAs, P.A.
Salina, Kansas

November 29, 2023

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

To the Board of Education of Unified School District No. 331:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Unified School District No. 331's compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Unified School District No. 331's major federal programs for the year ended June 30, 2023. Unified School District No. 331'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, Unified School District No. 331 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 of Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States; and the audit requirements of the Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and the 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 Unified School District No. 331 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 Unified School District No. 331's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Unified School District No. 331'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 Unified School District No. 331's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not

detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about Unified School District's No. 331's compliance with the requirements of the major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Unified School District No. 331'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 Unified School District No. 331'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 Unified School District No. 331'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 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 a material weakness, 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.

SSC CPAs, P.A.

SSC CPAs, P.A.
Salina, Kansas

November 29, 2023

UNIFIED SCHOOL DISTRICT NO. 331
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statement of Unified School District No. 331 was prepared on the regulatory basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

2. No material weaknesses were identified and no significant deficiencies were reported in the design or operation of internal control over financial reporting.

3. No instances of noncompliance material to the financial statement of Unified School District No. 331, which would be required to be reported in accordance with *Government Auditing Standards,* were disclosed during the audit.

4. No material weaknesses were identified and no significant deficiencies were reported during the audit of the major federal award program.

5. The auditor's report on compliance for each major federal program for Unified School District No. 331 expresses an unmodified opinion on all major federal programs.

6. No audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.

7. The program tested as major program: Assistance Listing Number 84.425 Education Stabilization Fund.

8. The threshold for distinguishing Type A and Type B programs was $750,000 for major Federal programs.

9. Unified School District No. 331 was determined to not be a low-risk auditee.

FINDINGS – FINANCIAL STATEMENT

None.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAM

None.

UNIFIED SCHOOL DISTRICT NO. 331
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

FINDINGS – FINANCIAL STATEMENT

None.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAMS

None.

OTHER INFORMATION

UNIFIED SCHOOL DISTRICT NO. 331
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

Federal Grantor	Assistance Listing Number	Pass-Through Entity Name	Name of Grant - Grant ID No.	Federal Expenditures
EXPENDITURES OF FEDERAL AWARDS				
Child Nutrition Cluster-Cluster				
United States Department of Agriculture				
School Breakfast Program	10.553	Kansas State Department of Education	School Breakfast 3529-3490	$ 80,803
National School Lunch Program	10.555	Kansas State Department of Education	School Lunch 3530-3500	326,606
Summer Food Service Program for Children	10.559	Kansas State Department of Education	Cash for Commodities 3530-3500	29,057
Total United States Department of Agriculture				436,466
Total Child Nutrition Cluster-Cluster				436,466
Other Programs				
Department of Education				
Title I Grants to Local Educational Agencies	84.010	Kansas State Department of Education	Title I 3532-3520	193,794
Career and Technical Education -- Basic Grants to States	84.048	Kansas State Department of Education	Perkins V 90180	6,736
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	Kansas State Department of Education	Title IIA 3526-3860	33,296
Student Support and Academic Enrichment Program	84.424	Kansas State Department of Education	ESSA Student Support 3113-3113	19,845
Education Stabilization Fund Under The Coronavirus Aid, Relief, And Economic Security Act (COVID-19)	84.425	Kansas State Education Department	ESSER 3233-3040	958,997
Total Department of Education				1,212,668
Department of Health and Human Services				
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) (COVID-19)	93.323	Kansas State Department of Education	KDHE K-12 COVID Testing 3056-3200	679,466
Total Department of Health and Human				679,466
Total Other Programs				1,892,134
TOTAL EXPENDITURES OF FEDERAL AWARDS				$ 2,328,600

No awards were passed through to subrecipients

UNIFIED SCHOOL DISTRICT NO. 331
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 331 (the District) and is presented on the regulatory basis of accounting. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the aggregate cash and unencumbered cash balance and the aggregate receipts and expenditures of the District as described in Note 2 to the District's financial statement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the schedule are reported on the regulatory basis of accounting, as described in Note 2 to the District's financial statement.

3. DE MINIMIS INDIRECT COST RATE

In accordance with Section 2 U.S. *Code of Federal Regulations* Part 200.412 the District is allowed to elect to use the ten percent de minimis indirect cost rate. The District did not elect to use the 10% de minimis indirect cost rate.