CHENEY UNIFIED SCHOOL DISTRICT NO. 268
CHENEY, KANSAS

FINANCIAL STATEMENT
JUNE 30, 2023

BFR

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
TABLE OF CONTENTS
JUNE 30, 2023

	Page
Financial Statement	
Independent Auditors' Report	1 – 4
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	5
Notes to Financial Statement	6 – 13
Regulatory-Required Supplementary Information	
Summary of Expenditures - Actual and Budget	14
Schedule of Cash Receipts and Expenditures - Actual and Budget	
General Fund	15
Supplemental General Fund	16
Preschool-Aged At-Risk Fund	17
At Risk (K-12) Fund	18
Capital Outlay Fund	19
Driver Training Fund	20
Food Service Fund	21
Professional Development Fund	22
Special Education Fund	23
Career and Postsecondary Education Fund	24
KPERS Contribution Fund	25
Recreation Commission Fund	26
Recreation Commission Employee Benefits & Special Liability Fund	27
Bond & Interest Fund	28
Schedule of Cash Receipts and Expenditures - Actual	
Federal Funds	29
Gifts and Grants Fund	30
Contingency Reserve Fund	31
Textbook & Student Material Revolving Fund	32
Scholarship Fund	33
Student Assistance Fund	34
Schedule of Cash Receipts and Cash Disbursements	
Agency Funds	35 – 36
Schedule of Cash Receipts, Expenditures, and Unencumbered Cash	
District Activity Funds	37 – 39
Federal Award Information	
Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of The Financial Statement Performed In Accordance With *Government Auditing Standards*	40 – 41
Independent Auditors' Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance	42 – 44
Schedule of Expenditures of Federal Awards	45
Notes to Schedule of Expenditures of Federal Awards	46
Schedule of Findings and Questioned Costs	47
Schedule of Prior Year Findings and Questioned Costs	48

BFR

INDEPENDENT AUDITORS' REPORT

Board of Education
Cheney Unified School District No. 268
Cheney, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Cheney Unified School District No. 268, Cheney, Kansas**, as of and for the year ended **June 30, 2023**, and the related notes to the financial statement.

Adverse and Unmodified Opinions

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America
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 **Cheney Unified School District No. 268, Cheney, Kansas**, 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 **Cheney Unified School District No. 268, Cheney, Kansas**, 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 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit 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 *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of the report. We are required to be independent of **Cheney Unified School District No. 268, Cheney, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

BFR CPA, LLC
10000 W. 37th St. N.
Wichita, Kansas 67205-7700

(316) 945-1500
Fax (316) 945-1505
bfr@bfrcpa.com

Matter Giving Rise to Adverse Opinion on Accounting Principles Generally Accepted in the United State of America
As discussed in Note 1 of the financial statement, the financial statement is prepared by **Cheney Unified School District No. 268, Cheney, Kansas**, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; 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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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.

Auditors' 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 auditors' 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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America and *Government Auditing Standards*, 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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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, individual fund schedules of regulatory basis receipts and expenditures-actual, agency funds schedules of regulatory basis cash receipts and disbursements, and district activity funds schedules of regulatory basis cash receipts, expenditures, and unencumbered cash (Regulatory-Required Supplementary Information 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*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis 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*, 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 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.

Board of Education
Cheney Unified School District No. 268

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the **Cheney Unified School District No. 268, Cheney, Kansas**, as of and for the year ended June 30, 2022, and have issued our report thereon dated October 4, 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: https://admin.ks.gov/offices/oar/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, 2022 (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 relates 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 and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare 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 1.

Other Reporting Required by Government Auditing Standards
In accordance with *Government Auditing Standards*, we have also issued our report dated September 29, 2023, on our consideration of **Cheney Unified School District No. 268, Cheney, Kansas'** 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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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 **Cheney Unified School District No. 268, Cheney, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC
BFR CPA, LLC
September 29, 2023

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 1,109	$ 814	$ 6,759,203	$ 6,759,023	$ 2,103	$ 0	$ 2,103
Special Purpose Funds							
Supplemental General	0	0	2,297,638	2,235,118	62,520	0	62,520
Preschool-Aged At-Risk	0	0	88,391	88,391	0	0	0
At Risk (K-12)	0	0	724,083	724,083	0	0	0
Capital Outlay	1,581,792	0	663,632	362,232	1,883,192	0	1,883,192
Driver Training	25,026	0	17,002	19,774	22,254	0	22,254
Food Service	38,654	0	522,563	527,617	33,600	0	33,600
Professional Development	0	0	36,548	36,548	0	0	0
Special Education	395,286	0	1,484,782	1,480,068	400,000	0	400,000
Career and Postsecondary Education	0	0	362,631	362,631	0	0	0
KPERS Contribution	0	0	772,566	772,566	0	0	0
Recreation Commission	56,134	0	186,796	163,000	79,930	0	79,930
Recreation Commission Employee Benefits & Special Liability	54,028	0	49,963	42,000	61,991	0	61,991
Federal Funds	(115,676)	0	614,987	499,311	0	0	0
Gifts and Grants	37,662	0	32,144	2,061	67,745	0	67,745
Contingency Reserve	390,044	0	0	0	390,044	0	390,044
Textbook & Student Material Revolving	10,167	0	53,534	62,391	1,310	0	1,310
Scholarship	18,715	0	2,620	3,000	18,335	0	18,335
Student Assistance	15,515	0	600	1,779	14,336	0	14,336
District Activity Funds	81,232	0	80,435	72,164	89,503	0	89,503
Bond & Interest Fund	1,040,798	0	1,619,915	1,714,625	946,088	0	946,088
	$ 3,630,486	$ 814	$ 16,370,033	$ 15,928,382	$ 4,072,951	$ 0	$ 4,072,951

Composition of Cash:		
	Checking Accounts	$ 3,197,393
	Certificates of Deposit	1,174,820
		4,372,213
	Agency Funds	(299,262)
		$ 4,072,951

The notes to the financial statement are an integral part of this statement.

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2023

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Cheney Unified School District No. 268 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Cheney, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

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

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

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

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

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

The 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 accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

Budget and Tax Cycle

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 & interest 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year ended June 30, 2023.

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 schedules 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 the 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 projects funds, trust funds, and the following special purpose funds:

Federal Funds
Contingency Reserve Fund
Scholarship Fund
District Activity Funds
Gifts and Grants Fund
Textbook & Student Material Revolving Fund
Student Assistance 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.

Note 2 - 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.

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 paymentsof $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 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 the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $772,566 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 $7,262,667. 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 3 - Reimbursed Expenditures:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

Note 4 - Contingencies:

Grant Programs
The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management
The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 - Postemployment 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 the 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.

Note 6 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

Transfer from:	Preschool-Aged At-Risk	At Risk (K-12)	Food Service	Professional Development	Special Education	Career and Postsecondary Education	Total
General Fund	$ 70,000	$ 418,083	$ 5,830	$ 30,432	$ 921,913	$ 0	$ 1,446,258
Supplemental General Fund	18,391	306,000	0	0	510,986	308,669	1,144,046
	$ 88,391	$ 724,083	$ 5,830	$ 30,432	$ 1,432,899	$ 308,669	$ 2,590,304

Note 7 - Termination Benefits:

The District supports an early retirement plan for teachers under the negotiated agreement. A full-time certified teacher who has served at least twelve full years of full-time continuous service in the district or is currently a part-time teacher who has previously served at least twelve years as a full-time teacher in the District is eligible. When the employee's age and length of service under KPERS total eighty-five and the employee retires under the KPERS plan, or when the employee reaches age sixty, but not more than age sixty-four years of age on or before June 30. Upon retirement, the District will pay the retired employee 10% of their highest teaching salary earned as a District employee. The District will make this payment for a maximum of five years or until the employee reaches the age of sixty-five.

It is the policy of the District to record early retirement benefits as expenditures when paid. The District paid $88,869 in retirement benefits for 19 former employees during the year ended June 30, 2023.

Note 8 - Deposits:

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 deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

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 be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $4,372,213 and the bank balance was $5,017,991. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $264,989 was covered by federal depository insurance and $4,523,045 was collateralized with securities held by the pledging financial institution's agent in the District's name resulting in an amount at risk of $229,957 which is a violation of K.S.A 9-1402.

Note 9 - Nonexpendable Trust Scholarships:

The Yoder Scholarship and Weerts Scholarship are nonexpendable trusts held by the District for the purpose of granting scholarships to students in accordance with the requirements of the endowments. According to the terms of the endowments, scholarships are to be granted from the earnings of the principal of the contributions to the fund. The principal of the fund is invested in certificates of deposit.

Note 10 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Note 11 - Subsequent Events:

The District has evaluated subsequent events through September 29, 2023, the date which the financial statement was available to be issued.

Note 12 - Long-Term Debt:

Principal payments are due annually for general obligation bonds on September 1. Interest payments are due semi-annually on March 1 and September 1.

Terms for long-term liabilities for the District for the year ended June 30, 2023, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds				
2021-A Series	0.30 - 1.74	6/28/2021	$ 10,635,000	9/1/2028
2021-B Series	3.00	6/28/2021	$ 1,270,000	9/1/2029

Changes in long-term liabilities for the District for the year ended June 30, 2023, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
2021-A Series	$ 9,635,000	$ 0	$ 1,590,000	$ 8,045,000	$ 86,525
2021-B Series	1,270,000	0	0	1,270,000	38,100
	$10,905,000	$ 0	$ 1,590,000	$ 9,315,000	$ 124,625

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

	Principal General Obligation Bonds	Interest General Obligation Bonds	Total Principal and Interest
2024	$ 1,550,000	$ 117,569	$ 1,667,569
2025	1,560,000	108,000	1,668,000
2026	1,530,000	94,503	1,624,503
2027	1,470,000	77,366	1,547,366
2028	1,495,000	56,894	1,551,894
2029 - 2030	1,710,000	26,930	1,736,930
	$ 9,315,000	$ 481,262	$ 9,796,262

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	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 Fund	$ 6,991,324	$ (297,060)	$ 64,759	$ 6,759,023	$ 6,759,023	$ 0
Special Purpose Funds						
Supplemental General	2,334,107	(98,989)	0	2,235,118	2,235,118	0
Preschool-Aged At-Risk	166,000	0	0	166,000	88,391	(77,609)
At Risk (K-12)	816,335	0	0	816,335	724,083	(92,252)
Capital Outlay	1,110,000	0	0	1,110,000	362,232	(747,768)
Driver Training	43,800	0	0	43,800	19,774	(24,026)
Food Service	532,233	0	0	532,233	527,617	(4,616)
Professional Development	46,750	0	0	46,750	36,548	(10,202)
Special Education	1,563,000	0	0	1,563,000	1,480,068	(82,932)
Career and Postsecondary Education	450,000	0	0	450,000	362,631	(87,369)
KPERS Contribution	887,203	0	0	887,203	772,566	(114,637)
Recreation Commission	163,000	0	0	163,000	163,000	0
Recreation Commission Employee Benefits & Special Liability	42,000	0	0	42,000	42,000	0
Federal Funds	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	499,311	XXXXXXXXX
Gifts and Grants	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	2,061	XXXXXXXXX
Contingency Reserve	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	0	XXXXXXXXX
Textbook & Student Material Revolving	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	62,391	XXXXXXXXX
Scholarship	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	3,000	XXXXXXXXX
Student Assistance	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	1,779	XXXXXXXXX
District Activity Funds	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	72,164	XXXXXXXXX
Bond & Interest Fund	1,714,625	0	0	1,714,625	1,714,625	0
	$ 16,860,377	$ (396,049)	$ 64,759	$ 16,529,087	$ 15,928,382	$ (1,241,411)

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 88,896	$ 64,940	$ 0	$ 64,940
State Sources	6,298,925	6,694,263	6,990,215	(295,952)
	6,387,821	6,759,203	$ 6,990,215	$ (231,012)
Expenditures				
Instruction	2,685,429	2,593,705	$ 2,702,724	$ (109,019)
Student Support Services	102,707	70,481	107,500	(37,019)
Instructional Support Staff	150,516	170,779	156,500	14,279
General Administration	298,569	321,704	328,000	(6,296)
School Administration	635,915	659,428	651,000	8,428
Central Services	157,810	162,458	160,500	1,958
Operations & Maintenance	496,308	1,057,207	711,000	346,207
Student Transportation Services	250,449	277,003	273,100	3,903
Transfers	1,609,009	1,446,258	1,901,000	(454,742)
Adjustment to Comply With Legal Max	0	0	(297,060)	297,060
Adjustment for Qualifying Budget Credits	0	0	64,759	(64,759)
	6,386,712	6,759,023	$ 6,759,023	$ 0
Receipts Over (Under) Expenditures	1,109	180		
Unencumbered Cash, Beginning	0	1,109		
Prior Year Canceled Encumbrances	0	814		
Unencumbered Cash, Ending	$ 1,109	$ 2,103		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Supplemental General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 410,410	$ 745,473	$ 701,971	$ 43,502
County Sources	72,498	74,976	72,275	2,701
State Sources	1,418,240	1,477,189	1,542,611	(65,422)
Transfers	107,585	0	17,250	(17,250)
	2,008,733	2,297,638	$ 2,334,107	$ (36,469)
Expenditures				
Instruction	1,071,728	931,487	$ 1,351,000	$ (419,513)
Student Support Services	0	6,967	75,000	(68,033)
Instructional Support Staff	152,377	142,538	99,646	42,892
General Administration	0	10,080	0	10,080
Central Services	6,300	0	0	0
Operations & Maintenance	3,104	0	3,000	(3,000)
Transfers	865,410	1,144,046	805,461	338,585
Adjustment to Comply With Legal Max	0	0	(98,989)	98,989
	2,098,919	2,235,118	$ 2,235,118	$ 0
Receipts Over (Under) Expenditures	(90,186)	62,520		
Unencumbered Cash, Beginning	90,186	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 62,520		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Preschool-Aged At-Risk Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 136,703	$ 88,391	$ 166,000	$ (77,609)
	136,703	88,391	$ 166,000	$ (77,609)
Expenditures				
Instruction	136,703	88,391	$ 166,000	$ (77,609)
	136,703	88,391	$ 166,000	$ (77,609)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

At Risk (K-12) Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 542,112	$ 724,083	$ 816,335	$ (92,252)
	542,112	724,083	$ 816,335	$ (92,252)
Expenditures				
Instruction	338,351	502,698	$ 511,335	$ (8,637)
School Administration	203,761	221,385	305,000	(83,615)
	542,112	724,083	$ 816,335	$ (92,252)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Capital Outlay Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 338,821	$ 392,185	$ 344,354	$ 47,831
County Sources	41,204	44,507	43,123	1,384
State Sources	225,078	226,940	222,574	4,366
	605,103	663,632	$ 610,051	$ 53,581
Expenditures				
Instruction	90,261	17,009	$ 200,000	$ (182,991)
Student Support Services	1,200	0	0	0
Instructional Support Staff	22,602	0	0	0
General Administration	0	10,500	0	10,500
Operations & Maintenance	520,325	82,540	525,000	(442,460)
Transportation	80,000	33,000	100,000	(67,000)
Other Support Services	1,629	40,580	0	40,580
Facility Acquisition & Construction Services	28,178	178,603	285,000	(106,397)
	744,195	362,232	$ 1,110,000	$ (747,768)
Receipts Over (Under) Expenditures	(139,092)	301,400		
Unencumbered Cash, Beginning	1,720,884	1,581,792		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 1,581,792	$ 1,883,192		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Driver Training Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 10,688	$ 9,302	$ 12,000	$ (2,698)
State Sources	7,320	7,700	7,425	275
	18,008	17,002	$ 19,425	$ (2,423)
Expenditures				
Instruction	13,553	17,407	$ 16,300	$ 1,107
Vehicle Operations, Maintenance Services	2,333	2,367	27,500	(25,133)
	15,886	19,774	$ 43,800	$ (24,026)
Receipts Over (Under) Expenditures	2,122	(2,772)		
Unencumbered Cash, Beginning	22,904	25,026		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 25,026	$ 22,254		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Food Service Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 58,108	$ 218,427	$ 255,212	$ (36,785)
State Sources	3,624	4,025	4,245	(220)
Federal Sources	441,819	294,281	234,515	59,766
Transfers	264	5,830	0	5,830
	503,815	522,563	$ 493,972	$ 28,591
Expenditures				
Operations & Maintenance	68,762	1,868	$ 68,533	$ (66,665)
Food Service Operation	490,118	525,749	463,700	62,049
	558,880	527,617	$ 532,233	$ (4,616)
Receipts Over (Under) Expenditures	(55,065)	(5,054)		
Unencumbered Cash, Beginning	93,719	38,654		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 38,654	$ 33,600		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Professional Development Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 0	$ 6,116	$ 6,750	$ (634)
Transfers	30,074	30,432	40,000	(9,568)
	30,074	36,548	$ 46,750	$ (10,202)
Expenditures				
Instructional Support Staff	30,074	36,548	$ 46,750	$ (10,202)
	30,074	36,548	$ 46,750	$ (10,202)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Special Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 45,641	$ 51,883	$ 0	$ 51,883
Federal Sources	39,394	0	50,000	(50,000)
Transfers	1,375,352	1,432,899	1,329,126	103,773
	1,460,387	1,484,782	$ 1,379,126	$ 105,656
Expenditures				
Instruction	1,336,721	1,361,447	$ 1,453,000	$ (91,553)
Student Transportation Services	103,847	118,621	110,000	8,621
	1,440,568	1,480,068	$ 1,563,000	$ (82,932)
Receipts Over (Under) Expenditures	19,819	4,714		
Unencumbered Cash, Beginning	375,467	395,286		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 395,286	$ 400,000		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Career and Postsecondary Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 92,879	$ 52,153	$ 95,000	$ (42,847)
Federal Sources	0	1,809	0	1,809
Transfers	282,329	308,669	355,000	(46,331)
	375,208	362,631	$ 450,000	$ (87,369)
Expenditures				
Instruction	375,208	362,631	$ 450,000	$ (87,369)
	375,208	362,631	$ 450,000	$ (87,369)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

KPERS Contribution Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 739,336	$ 772,566	$ 887,203	$ (114,637)
	739,336	772,566	$ 887,203	$ (114,637)
Expenditures				
Instruction	387,085	384,197	$ 400,000	$ (15,803)
Student Support Services	200,000	192,749	200,000	(7,251)
Instructional Support Staff	100,000	195,620	100,000	95,620
General Administration	40,000	0	75,000	(75,000)
School Administration	0	0	75,000	(75,000)
Central Services	12,251	0	37,203	(37,203)
	739,336	772,566	$ 887,203	$ (114,637)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Recreation Commission Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 166,970	$ 164,417	$ 158,933	$ 5,484
County Sources	17,319	22,379	21,262	1,117
	184,289	186,796	$ 180,195	$ 6,601
Expenditures				
Community Service Operations	155,000	163,000	$ 163,000	$ 0
	155,000	163,000	$ 163,000	$ 0
Receipts Over (Under) Expenditures	29,289	23,796		
Unencumbered Cash, Beginning	26,845	56,134		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 56,134	$ 79,930		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Recreation Commission Employee Benefits & Special Liability Fund

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 41,801	$ 44,364	$ 43,166	$ 1,198
County Sources	5,217	5,599	6,150	(551)
	47,018	49,963	$ 49,316	$ 647
Expenditures				
Community Service Operations	38,000	42,000	$ 42,000	$ 0
	38,000	42,000	$ 42,000	$ 0
Receipts Over (Under) Expenditures	9,018	7,963		
Unencumbered Cash, Beginning	45,010	54,028		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 54,028	$ 61,991		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH 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)

Bond & Interest Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 515,061	$ 489,571	$ 474,209	$ 15,362
County Sources	71,946	67,339	65,359	1,980
State Sources	1,167,732	1,063,005	1,063,068	(63)
	1,754,739	1,619,915	$ 1,602,636	$ 17,279
Expenditures				
Debt Service	1,765,882	1,714,625	$ 1,714,625	$ 0
	1,765,882	1,714,625	$ 1,714,625	$ 0
Receipts Over (Under) Expenditures	(11,143)	(94,710)		
Unencumbered Cash, Beginning	1,051,941	1,040,798		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 1,040,798	$ 946,088		

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Federal Funds

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	$ 358,894	$ 614,987
	358,894	614,987
Expenditures		
Instruction	111,344	160,294
Student Support Services	12,946	13,164
General Administration	228,565	325,853
	352,855	499,311
Receipts Over (Under) Expenditures	6,039	115,676
Unencumbered Cash, Beginning	(121,715)	(115,676)
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ (115,676)	$ 0

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 2,046	$ 32,144
State Sources	30,000	0
	32,046	32,144
Expenditures		
Instruction	31,626	502
General Administration	0	228
School Administration	0	1,331
	31,626	2,061
Receipts Over (Under) Expenditures	420	30,083
Unencumbered Cash, Beginning	37,242	37,662
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 37,662	$ 67,745

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	$ 107,585	$ 0
	107,585	0
Expenditures		
Transfers	107,585	0
	107,585	0
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, Beginning	390,044	390,044
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 390,044	$ 390,044

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Textbook & Student Materials Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 56,733	$ 53,534
	56,733	53,534
Expenditures		
Instruction	84,817	62,391
	84,817	62,391
Receipts Over (Under) Expenditures	(28,084)	(8,857)
Unencumbered Cash, Beginning	38,251	10,167
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 10,167	$ 1,310

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Scholarship Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 2,761	$ 2,620
	2,761	2,620
Expenditures		
General Administration	1,600	3,000
	1,600	3,000
Receipts Over (Under) Expenditures	1,161	(380)
Unencumbered Cash, Beginning	17,554	18,715
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 18,715	$ 18,335

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Student Assistance Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 600	$ 600
	600	600
Expenditures		
Instruction	24	1,779
	24	1,779
Receipts Over (Under) Expenditures	576	(1,179)
Unencumbered Cash, Beginning	14,939	15,515
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 15,515	$ 14,336

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
High School				
Cheer	$ 2,935	$ 10,287	$ 11,510	$ 1,712
BPA	7,792	7,460	7,244	8,008
Forensics	(159)	1,182	851	172
Art Club	1,990	67	401	1,656
Scholars Bowl	(231)	525	105	189
Dramatics	5,361	1,267	1,626	5,002
Home Ec Club	2,303	0	299	2,004
Vocal Music Club	10,665	3,103	7,889	5,879
Student Council	3,963	4,823	4,281	4,505
Dance	185	2,150	4,782	(2,447)
Band Supplies	973	2,359	2,666	666
Green Team	808	0	0	808
Class of 2020	1,086	0	0	1,086
Band Music Club	12,566	7,629	7,053	13,142
Band Leadership Team	347	0	0	347
Class of 2014	93	0	0	93
Spanish Club	2,064	310	730	1,644
Class of 2015	3,304	0	0	3,304
Class of 2016	5,003	0	0	5,003
Class of 2018	602	0	0	602
Class Funds	690	0	0	690
Class of 2017	1,723	0	0	1,723
Class of 2019	908	0	0	908
Class of 2010	166	0	0	166
Class of 2011	752	0	0	752
Class of 2012	299	0	0	299
Class of 2021	1,338	0	0	1,338
Student Assistance Fund	3,686	375	23	4,038
Nat'l Honor Society	(13)	0	656	(669)
Friends of Rachel	165	0	0	165
Class of 2022	3,260	0	0	3,260
Class of 2023	8,778	205	8,188	795
Class of 2024	15,962	1,740	7,948	9,754
Class of 2025	290	50,648	38,626	12,312
Class of 2026	0	295	355	(60)
Girls Basketball	568	3,207	2,877	898
Football	2,918	2,965	1,911	3,972
Softball	542	712	697	557
Boys Golf	165	1,559	966	758
Boys Basketball	364	2,100	2,284	180
Track	1,810	3,287	2,114	2,983
Girls Golf	816	0	0	816
Volleyball	(98)	180	0	82
Baseball	5,967	190	0	6,157
Band Special Projects	12,847	11,182	15,624	8,405
Spanish Special Projects	3,689	0	0	3,689
Color Guard	186	4,767	4,417	536
Debate	(100)	0	0	(100)
FFA	11,083	57,139	61,831	6,391
Wrestling	437	60	60	437
	140,848	181,773	198,014	124,607

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Middle School				
STUCO	1,283	1,125	268	2,140
Ambassador	1,195	1243	931	1,507
Misc. Activities	797	1820	2127	490
Honor Flight	2,975	0	0	2,975
GOTR	19	0	0	19
	6,269	4,188	3,326	7,131
Elementary School				
Student Activity	3,826	3,406	3,456	3776
CES Emergency Fund	2,372	0	109	2263
Taxes	0	309	309	0
Student Council	164	0	0	164
	6,362	3,715	3,874	6,203
Yoder Scholarship	53,379	7,091	2,000	58,470
Weerts Scholarship	102,162	1,153	464	102,851
Total Agency Funds	$ 309,020	$ 197,920	$ 207,678	$ 299,262

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
High School							
Sales Tax - Non-Food Sales	$ 268	$ 0	$ 8,259	$ 8,393	$ 134	$ 0	$ 134
Sales Tax - Food Sales	0	0	705	698	7	0	7
Special Projects	0	0	5,353	4,956	397	0	397
Staff Social Fund	969	0	80	30	1,019	0	1,019
Staff Appreciation Fund	(147)	0	0	301	(448)	0	(448)
Weight Room Fund	1,345	0	0	232	1,113	0	1,113
IA Project Fund	6,186	0	3,768	5,583	4,371	0	4,371
Athletic Sponsorships	3,298	0	16,840	10,541	9,597	0	9,597
Tournament Fund	38,188	0	30,066	27,523	40,731	0	40,731
Vinyl Projects Fund	426	0	0	0	426	0	426
Engraving Projects Fund	294	0	0	0	294	0	294
CHS Designs	295	0	0	0	295	0	295
A+ Program	254	0	0	0	254	0	254
Crime Stopper	1,686	0	0	0	1,686	0	1,686
Student Awards	1,020	0	0	0	1,020	0	1,020
Activity Awards	7,171	0	600	1,105	6,666	0	6,666
NOW Account Interest	455	0	288	718	25	0	25
	61,708	0	65,959	60,080	67,587	0	67,587

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Middle School							
Sales Tax	4	0	101	104	1	0	1
Teacher Vending Machines	0	0	578	563	15	0	15
Student Fundraisers	193	0	0	0	193	0	193
Lifetouch	3,662	0	0	0	3,662	0	3,662
Veterans Day	310	0	0	0	310	0	310
NOW Account Interest	2	0	28	30	0	0	0
Special Projects	244	0	15	0	259	0	259
Tournament/Activities	3,088	0	299	58	3,329	0	3,329
Student Assistance	2,735	0	250	200	2,785	0	2,785
Cheerleading	457	0	0	0	457	0	457
Volleyball	130	0	0	0	130	0	130
H. Rohloff Classroom Donation	1,523	0	0	455	1,068	0	1,068
6th Grade Camping Trip	306	0	30	0	336	0	336
Robotics	1,405	0	4,611	3,600	2,416	0	2,416
	14,059	0	5,912	5,010	14,961	0	14,961

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Elementary School							
PALS	1,206	0	42	42	1,206	0	1,206
Cooperative Learning	276	0	0	0	276	0	276
Special Projects	435	0	0	0	435	0	435
Library Fundraiser	1,348	0	3,653	2,404	2,597	0	2,597
Library Lost and Found	505	0	104	31	578	0	578
Don Kump Memorial	3	0	0	0	3	0	3
CES Grants	1,291	0	0	229	1,062	0	1,062
Jump Rope For Heart	249	0	2,624	2,664	209	0	209
Faculty Courtesy	152	0	1,750	1,379	523	0	523
Pop	0	0	391	325	66	0	66
	5,465	0	8,564	7,074	6,955	0	6,955
Total District Activity Funds	$ 81,232	$ 0	$ 80,435	$ 72,164	$ 89,503	$ 0	$ 89,503

FEDERAL AWARD INFORMATION

BFR

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

Board of Education
Cheney Unified School District No. 268
Cheney, Kansas

We have audited, in accordance with 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 **Cheney Unified School District No. 268, Cheney, Kansas**, as of and for the year ended **June 30, 2023**, and the related notes to the financial statement, which collectively comprise **Cheney Unified School District No. 268, Cheney, Kansas'** basic financial statement, and have issued our report thereon dated September 29, 2023. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Cheney Unified School District No. 268, Cheney, Kansas'** 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 opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Cheney Unified School District No. 268, Cheney, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Cheney Unified School District No. 268, Cheney, Kansas'** 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 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 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.

BFR CPA, LLC
10000 W. 37th St. N.
Wichita, Kansas 67205-7700

(316) 945-1500
Fax (316) 945-1505
bfr@bfrcpa.com

Board of Education
Cheney Unified School District No. 268

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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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 result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
September 29, 2023

BFR

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

Board of Education
Cheney Unified School District No. 268
Cheney, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Cheney Unified School District No. 268, Cheney, Kansas'** 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 **Cheney Unified School District No. 268, Cheney, Kansas'** major federal programs for the year ended **June 30, 2023**. **Cheney Unified School District No. 268, Cheney, Kansas'** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, **Cheney Unified School District No. 268, Cheney, Kansas** 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **Cheney Unified School District No. 268, Cheney, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of **Cheney Unified School District No. 268, Cheney, Kansas'** compliance with the compliance requirements referred to above.

BFR CPA, LLC
10000 W. 37th St. N.
Wichita, Kansas 67205-7700

(316) 945-1500
Fax (316) 945-1505
bfr@bfrcpa.com

Board of Education
Cheney Unified School District No. 268

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 **Cheney Unified School District No. 268, Cheney, Kansas'** major federal programs.

Auditors' 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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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 auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a 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 aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **Cheney Unified School District No. 268, Cheney, Kansas'** compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *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 **Cheney Unified School District No. 268, Cheney, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **Cheney Unified School District No. 268, Cheney, Kansas'** 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 **Cheney Unified School District No. 268, Cheney, Kansas'** 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.

Board of Education
Cheney Unified School District No. 268

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 major 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 major 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 major 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 Auditors' 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 weakness 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 result of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
September 29, 2023

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Grant Title	Assistance Listing Number	Program Amount	Expenditures
(Passes Through Kansas Department of Education)			
Department of Agriculture			
Child Nutrition Cluster-Cluster			
School Breakfast Program	10.553	$ 22,511	$ 22,511
National School Lunch Program	10.555	188,203	188,203
Summer Food Service Program for Children	10.559	23,276	23,276
Fresh Fruit and Vegetable Program	10.582	7,134	7,134
		241,124	241,124
Child Nutrition Discretionary Grants Limited Availability	10.579	53,157	53,157
		294,281	294,281
Department of Education			
Title I Grants to Local Educational Agencies	84.010	81,051	81,051
Career and Technical Education - Basic Grants to States	84.048	1,809	1,809
Supporting Effective Instruction State Grants	84.367	19,243	19,243
Student Support and Academic Enrichment Program	84.424	13,164	13,164
COVID-19 Education Stabilization Fund	84.425D	274,309	21,420
COVID-19 Education Stabilization Fund	84.425U	467,768	257,392
COVID-19 Education Stabilization Fund	84.425V	60,000	60,000
		917,344	454,079
Department of Health and Human Services			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	47,040	47,040
Total Federal Awards		$ 1,258,665	$ 795,400

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Cheney Unified School District No. 268, Cheney, Kansas**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. 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).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement of **Cheney Unified School District No. 268, Cheney, Kansas**.

2. No significant deficiencies or material weaknesses were reported in the Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.

3. No instances of noncompliance material to the financial statement of **Cheney Unified School District No. 268, Cheney, Kansas**, were disclosed during the audit.

4. No significant deficiencies or material weakness were reported in the Independent Auditors' Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.

5. The independent auditors' report on compliance for the major federal award programs for **Cheney Unified School District No. 268, Cheney, Kansas**, expresses an unmodified opinion on all major federal programs.

6. There were no audit findings relative to the major federal award programs for **Cheney Unified School District No. 268, Cheney, Kansas**.

7. The programs tested as major programs were:

COVID-19 Education Stabilization Fund	84.425D
COVID-19 Education Stabilization Fund	84.425U
COVID-19 Education Stabilization Fund	84.425V

8. The threshold for distinguishing Types A and B programs was $750,000.

9. **Cheney Unified School District No. 268, Cheney, Kansas**, was determined not to be a low-risk auditee.

CHENEY UNIFIED SCHOOL DISTRICT NO. 268
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

There are no prior audit findings.