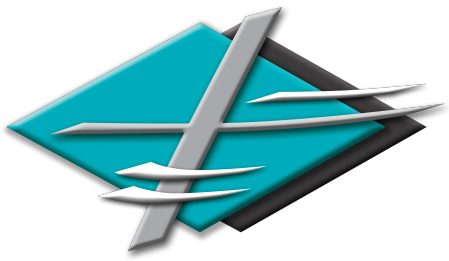
UNIFIED SCHOOL DISTRICT NUMBER 410
HILLSBORO, KANSAS

FINANCIAL STATEMENT

FISCAL YEAR ENDED JUNE 30, 2023



LOYD GROUP, LLC

Certified Public Accountants

UNIFIED SCHOOL DISTRICT NUMBER 410
Hillsboro, Kansas

Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS

		Page Number
	Independent Auditor's Report	1 - 3
	FINANCIAL SECTION	
Statement 1	Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	4
	Notes to the Financial Statement	5 - 10
	REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1	Summary of Expenditures – Actual and Budget – Regulatory Basis	11
Schedule 2	Schedule of Receipts and Expenditures – Regulatory Basis	
	GENERAL FUNDS	
2-1	General Fund	12 – 14
2-2	Supplemental General Fund	15 – 16
	SPECIAL PURPOSE FUNDS	
2-3	At Risk (4 Yr Old) Fund	17
2-4	At Risk (K-12) Fund	18
2-5	Bilingual Education Fund	19
2-6	Virtual Education Fund	20
2-7	Capital Outlay Fund	21
2-8	Driver Training Fund	22
2-9	Food Service Fund	23
2-10	Professional Development Fund	24
2-11	Parent Education Fund	25
2-12	Special Education Fund	26
2-13	Career and Postsecondary Education Fund	27
2-14	KPERS Special Retirement Contribution Fund	28
2-15	Children's Dental Care Program Fund	29
2-16	Farm to School Fund	30
2-17	Gifts and Grants Fund	31
2-18	HES Fundraising Fund	32
2-19	HMS Fundraising Fund	33
2-20	HHS Fundraising Fund	34
2-21	Title I Fund	35
2-22	Title II-A Fund	36
2-23	Title IV-A Fund	37
2-24	ESSER I Fund	38

UNIFIED SCHOOL DISTRICT NUMBER 410
Hillsboro, Kansas

Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS (Cont.)

Page Number

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION (Cont.)

SPECIAL PURPOSE FUNDS (Cont.)

2-25 ESSER II Fund 39
2-26 ESSER III Fund 40
2-27 KDHE COVID Testing Grant Fund 41

BOND AND INTEREST FUND

2-28 Bond and Interest Fund 42

TRUST FUNDS

2-29 Wiebe Scholarship Fund 43
2-30 Sextro Scholarship Fund 44

AGENCY FUNDS

Schedule 3 Schedule of Receipts and Disbursements – Regulatory Basis 45

DISTRICT ACTIVITY FUNDS

Schedule 4 Schedule of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis 46

SINGLE AUDIT SECTION

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* ..... 47 - 48

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance ..... 49 - 50

Schedule 5 Schedule of Expenditures of Federal Awards ..... 51 - 52

Schedule 6 Schedule of Findings and Questioned Costs 53

LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
www.loyd-group.com

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District 410
Hillsboro, KS 67063

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 Number 410, Kansas (District), a Municipal Financial Reporting Entity, as of and for the year ended June 30, 2023, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2023, and the aggregate receipts and expenditures for 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 (GAAS), the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by 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 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; 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 judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures—actual and budget, individual fund schedules of regulatory basis receipts and expenditures—actual and budget, schedule of regulatory basis receipts and disbursements—agency funds, schedules of regulatory basis 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 supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District Number 410 as of and for the year ended June 30, 2022 (not presented herein), and have issued their report thereon dated October 5, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and their 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/municipalservices. 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 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.

Our audit was conducted for the purpose of forming an opinion on the financial statement of Unified School District Number 410, Kansas. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* is presented for purposes of additional analysis and is also not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statement as a whole, 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 October 17, 2023, on our consideration of Unified School District Number 410's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of Unified School District Number 410'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 Number 410's internal control over financial reporting and compliance.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
October 17, 2023

Unified School District Number 410
HILLSBORO, KS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUNDS:						
General Fund	$ -	$ 5,654,697	$ 5,654,697	$ -	$ 22,909	$ 22,909
Supplemental General Fund	72,966	1,863,664	1,868,371	68,259	25,626	93,885
SPECIAL PURPOSE FUNDS:						
At Risk (4 Yr Old) Fund	110,000	203,200	203,200	110,000	-	110,000
At Risk (K-12) Fund	190,000	1,073,995	903,995	360,000	188	360,188
Bilingual Education Fund	-	7,427	7,427	-	-	-
Virtual Education Fund	-	57,567	57,567	-	-	-
Capital Outlay Fund	821,417	858,363	536,039	1,143,741	133,246	1,276,987
Driver Training Fund	6,750	11,511	12,018	6,243	-	6,243
Food Service Fund	94,412	337,101	320,220	111,293	-	111,293
Professional Development Fund	20,000	26,633	26,633	20,000	-	20,000
Parent Education Fund	32,787	166,870	141,213	58,444	236	58,680
Special Education Fund	634,992	1,502,941	1,491,538	646,395	-	646,395
Career and Postsecondary Education Fund	225,000	458,575	458,574	225,001	1,032	226,033
KPERS Special Retirement Contribution Fund	-	556,783	556,783	-	-	-
Children's Dental Care Program Fund	22,546	-	3,086	19,460	-	19,460
Farm to School Fund	17,180	-	86	17,094	-	17,094
Gifts and Grants Fund	92,444	86,200	8,606	170,038	600	170,638
HES Fundraising Fund	5,180	6,695	6,974	4,901	-	4,901
HMS Fundraising Fund	2,184	8,576	9,833	927	-	927
HHS Fundraising Fund	4,344	2,271	3,882	2,733	-	2,733
Title I Fund	-	73,229	73,229	-	-	-
Title II-A Fund	-	14,448	14,448	-	-	-
Title IV-A Fund	-	13,721	13,721	-	-	-
ESSER I Fund	-	-	-	-	-	-
ESSER II Fund	(73,031)	73,031	181,584	(181,584)	138,554	(43,030)
ESSER III Fund	-	-	275,840	(275,840)	272,571	(3,269)
KDHE Covid Testing Grant Fund	(16,749)	17,408	659	-	-	-
Gate Receipts	-	42,725	42,725	-	-	-
School Projects	79,429	68,363	66,212	81,580	-	81,580
BOND AND INTEREST FUND:						
Bond and Interest Fund	2,015,416	929,092	609,788	2,334,720	-	2,334,720
TRUST FUNDS:						
Wiebe Scholarship Fund	-	7,000	7,000	-	-	-
Sextro Scholarship Fund	-	500	500	-	-	-
Total Reporting Entity (Excluding Agency Funds)	$ 4,357,267	$ 14,122,586	$ 13,556,448	$ 4,923,405	$ 594,962	$ 5,518,367

COMPOSITION OF CASH	
Money Market - Central National State Bank	$ 4,821,278
Money Market Athletic Facility - Central National Bank	672,505
Central Office Petty Cash Fund - Emprise Bank	1,500
High School/Middle School Petty Cash Fund - Emprise Bank	1,500
High School/Middle School Activity Account - Emprise Bank	107,595
Kansas Municipal Investment Pool	4
Total Cash	5,604,382
Agency Funds per Schedule 3	(86,015)
Total Reporting Entity (Excluding Agency Funds)	$ 5,518,367

UNIFIED SCHOOL DISTRICT NUMBER 410
Hillsboro, Kansas

NOTES TO THE FINANCIAL STATEMENT

Fiscal Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

Unified School District Number 410, Hillsboro, Kansas is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District Number 410 (the District), a municipality.

(b) Regulatory Basis Fund Types

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 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.

Capital Project Fund—used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Fund—funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.).

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

(c) Basis of Accounting

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.

(d) 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 provided for the following sequence and timetable in the adoption of the legal annual operating budget:

1) Preparation of 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 at least ten days after publication of notice of hearing.
4) Adoption of the final budget on or before August 25th.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

Senate Bill 13 repealed the tax lid law and introduced the use of a revenue neutral rate with an additional budget hearing required if the proposed tax levy exceeds the revenue neutral rate. These policy changes apply to the 2022 budget cycle. Additional information can be found in the Memo to State of Kansas Taxing Subdivisions (2021) at https://admin.ks.gov/offices/oar/municipal-services.

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 municipality did hold a revenue neutral rate hearing for this year.

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 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 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 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 Trust Funds, Capital Project Funds and the following Special Purpose Funds: Children's Dental Care Program, Farm to School, Gifts and Grants, HES Fundraising, HMS Fundraising, HHS Fundraising, Title I, Title II-A, Title IV-A, ESSER I, ESSER II, ESSER III, KDHE Covid Testing Grant, Gate Receipts, and School Projects.

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

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes. According to K.S.A 12-16, 108 through 12-16, 111, both federal and state grants are exempt from local budgeting requirements. A cash basis violation does not occur when the municipality is waiting on a federal or state grant reimbursement. The District received an ESSER grant and Covid Testing grant in 2022 to reimburse the ESSER II and ESSER III Funds.

3. 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 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 investment choices. The rating of the District's investments is noted below.

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. At June 30, 2023, the District held 100% of their investments in the Kansas Municipal Investment Pool.

Custodial credit risk. Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2023.

3. DEPOSITS AND INVESTMENTS (cont.)

At year end the carrying amount of the District's cash and certificates of deposit was $5,604,382. The bank balance was held by two banks resulting in a concentration of credit risk. The bank balance was $6,197,312. Of the bank balance, $363,754 was covered by F.D.I.C. insurance and $5,833,558 was collateralized by FHLB letters of credit and with securities held by the pledging institutions' agents in the District's name.

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

At June 30, 2023, the District had invested $4 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

As of June 30, 2023, the District had the following investments and maturities:

Investment Type	Fair Value	Maturity Less than 1 Year	Rating
Kansas Municipal Investment Pool	$ 4	$ 4	S&P AAAf/S1+

4. RISK MANAGEMENT

The school 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 school district has been unable to obtain health insurance at a cost it considered to be economically justifiable. For this reason, the school district joined together with other school districts in the State to participate in the ESSDACK Health Insurance Group, a public entity risk pool currently operating as a common risk management and insurance program for 46 participating members. The school district pays an annual premium to ESSDACK Health Insurance Group for its health insurance coverage. The agreement to participate provides that the ESSDACK Health Insurance Group will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of either: Individual Claimants Annual Expenses exceeding $175,000 or Annual Claims that exceed $41,156,009 (inclusive of Max Claims and Fixed Costs). Additional premiums may be due if total claims for the pool are different than what has been anticipated by ESSDACK Health Insurance Group management. The school district continues to carry commercial insurance for all other risks of loss, including (property, casualty, workers compensation, etc.). Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General Fund	Special Education Fund	K.S.A. 72-5167	$ 921,116
General Fund	Virtual Education Fund	K.S.A. 72-5167	57,567
General Fund	At Risk (K-12) Fund	K.S.A. 72-5153	848,995
Supplemental General Fund	At Risk (4 Yr Old) Fund	K.S.A. 72-5413	71,174
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5413	225,000
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5413	7,427
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5413	17,667
Supplemental General Fund	Parent Education Fund	K.S.A. 72-5413	20,222
Supplemental General Fund	Special Education Fund	K.S.A. 72-5413	578,578
Supplemental General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5413	457,189
			$ 3,204,935

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post-Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) 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.

(c) Compensated Absences

Vacation, sick leave and other compensated absences are recorded as expenditures in governmental funds when they are paid.

Employees earn 15 days of sick leave each year with a maximum accumulation of 90 days. Payment for unused sick leave for employees is made for sick days that would be lost over the maximum. It is paid with the first paycheck of the succeeding year's contract and is computed at a rate of $30 per day lost. Employees eligible for and exercising a retirement option in the Kansas Public Employees Retirement System (KPERS) are paid for all unused sick leave days. This payment is based on a rate of $30 per day and is made with the final payment of the contract. Employees leaving the District that do not qualify as described above do not receive any compensation for unused sick leave.

Sick leave days may be converted to personal leave after all paid personal leave has been exhausted. The rate of conversion is three sick leave days to one personal leave day. The draw on sick leave is on an "as used" basis; the employee may not accumulate any unused personal days using the benefit feature. A maximum of five personal leave days may be gained annually using this conversion. Sick leave days used in this conversion are deducted from the staff person's accumulated sick leave.

Classified full-time staff, meeting length of service requirements, are allowed two weeks paid vacation, which is increased by three days after five years of employment and by an additional two days after 15 years of employment. Classified employees may accumulate up to five days of unused vacation over their annual allotment of vacation time. Certified staff are not granted paid vacation time, with the exception of one administrative position.

Non-administrative certified and classified staff are granted compensated absences in the form of personal leave days. They are allowed two days per year, which can accumulate to six days. Amounts accumulated in excess of the maximum, that would otherwise be lost, are paid with the first paycheck of the succeeding year's contract at the employee's daily rate of pay. Upon retirement, the District purchases any unused personal days for employees, at the employees final daily rate of pay.

Payment for the entire amount of unused sick leave and unused personal leave upon leaving employment is granted for employees eligible for and exercising a retirement option in the Kansas Public Employees Retirement System and for employees whose positions are being eliminated by the District. Payment for unused vacation upon voluntarily leaving employment may be considered with the permission of the Superintendent if the employee voluntarily leaving employment assists in the transition process.

Administrative staff are granted compensated absences in the form of personal leave subject to Superintendent approval. However, for these staff, there is no accumulation of personal leave allowed from one year to the next year, and there is no payment for personal leave that would be lost at the end of a year, upon other voluntary or non-voluntary termination of employment.

7. LONG-TERM DEBT

Changes in long-term liabilities for the District for the 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
General Obligation Bonds:									
Refunding Series 2013	2.00% - 3.25%	05-17-13	$ 5,945,000	09-01-28	$ 4,255,000	$ -	$ 505,000	$ 3,750,000	$ 104,788

7. LONG-TERM DEBT (cont.)

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

	Year						
	2024	2025	2026	2027	2028	2029	Total
Principal:							
General Obligation Bonds:							
Refunding Series 2013	$ 535,000	$ 565,000	$ 600,000	$ 635,000	$ 675,000	$ 740,000	$ 3,750,000
Interest:							
General Obligation Bonds:							
Refunding Series 2013	93,719	80,991	66,781	50,947	33,331	12,025	337,794
Total Principal and Interest	$ 628,719	$ 645,991	$ 666,781	$ 685,947	$ 708,331	$ 752,025	$ 4,087,794

8. 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 1.00% 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%, respectively, for the fiscal year ended June 30, 2023.

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

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal 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.

8. DEFINED BENEFIT PENSION PLAN (cont.)

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 employers portion of the cost of retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $556,783 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 $5,438,872. 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 publically available on the website at www.kpers.org or can be obtained as described above.

9. CLAIMS AND JUDGMENTS

The District participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the District believes that any disallowed expenditures or overpayments, if any, will not have a material effect on the individual governmental funds or the overall financial position of the District.

During the ordinary course of its operation, the District is a party to various claims, legal actions and complaints. It is the opinion of the District's management and legal counsel that these matters are not anticipated to have a material impact on the District.

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 for these potential risks. There have been no significant reductions in insurance coverage from 2022 to 2023, and there were no settlements that exceeded insurance coverage in the past three years.

10. INTERLOCAL AGREEMENT

The District entered into an interlocal agreement with Tabor College in January 2008 for the acquisition, construction, financing, ownership and operation of athletic facilities. The agreement is for a period of 40 years from the effective date unless terminated early. The agreement, among other things, provides for the sharing of expenses for the facility.

11. ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF (ESSER) FUNDING

The CARES Act also included Elementary and Secondary School Emergency Relief (ESSER) Funds for K-12 schools. The ESSER grants will provide school districts with emergency relief funds to address the impact COVID-19 has had on elementary and secondary schools. It is being allocated to the Districts in three phases, ESSER I, II, and III. The ESSER I under the Cares Act began in March 2020, the ESSER II under the CRRSA Act began in December 2020, and the ESSER III under the ARP Act began in March 2021. The District was allocated $59,791 for ESSER I, $254,615 for ESSER II, and $572,232 for ESSER III. As of June 30, 2023 the District spent all of ESSER I, all of ESSER II, and $275,840 of ESSER III.

12. SUBSEQUENT EVENTS

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

UNIFIED SCHOOL DISTRICT NUMBER 410
HILLSBORO, KANSAS

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

FISCAL YEAR ENDED JUNE 30, 2023

Unified School District Number 410
Hillsboro, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended June 30, 2023

	Certified Budget	Adjustments 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 Fund	$ 5,700,675	$ (45,978)	$ -	$ 5,654,697	$ 5,654,697	$ -
Supplemental General Fund	1,880,103	(11,732)	-	1,868,371	1,868,371	-
SPECIAL PURPOSE FUNDS:						
At Risk (4 Yr Old) Fund	233,374	-	-	233,374	203,200	(30,174)
At Risk (K-12) Fund	930,949	-	-	930,949	903,995	(26,954)
Bilingual Education Fund	10,153	-	-	10,153	7,427	(2,726)
Virtual Education Fund	67,200	-	-	67,200	57,567	(9,633)
Capital Outlay Fund	1,200,000	-	-	1,200,000	536,039	(663,961)
Driver Training Fund	12,250	-	-	12,250	12,018	(232)
Food Service Fund	459,383	-	-	459,383	320,220	(139,163)
Professional Development Fund	26,664	-	-	26,664	26,633	(31)
Parent Education Fund	172,000	-	-	172,000	141,213	(30,787)
Special Education Fund	1,634,727	-	-	1,634,727	1,491,538	(143,189)
Career and Postsecondary Education Fund	470,663	-	-	470,663	458,574	(12,089)
KPERS Special Retirement Contribution Fund	578,796	-	-	578,796	556,783	(22,013)
BOND AND INTEREST FUND:						
Bond and Interest Fund	610,288	-	-	610,288	609,788	(500)
Total	$ 13,987,225	$ (57,710)	$ -	$ 13,929,515	$ 12,848,063	$ (1,081,452)

Unified School District Number 410
Hillsboro, Kansas

GENERAL FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ 4,347,220	$ 4,800,352	$ 4,752,190	$ 48,162
Mineral production tax	423	481	125	356
Special education aid	795,743	853,864	948,360	(94,496)
Total Receipts	5,143,386	5,654,697	$ 5,700,675	$ (45,978)
Expenditures:				
Instruction -				
Certified salaries	1,610,768	1,363,750	$ 1,332,807	$ 30,943
Non-certified salaries	22,841	6,044	7,400	(1,356)
Insurance	167,341	143,123	135,834	7,289
Social security	118,212	96,119	102,040	(5,921)
Other benefits	8,673	7,201	7,490	(289)
Purchased professional services	11,490	12,339	3,425	8,914
Purchased property services	2,623	3,166	-	3,166
Other purchased services	9,675	11,951	16,100	(4,149)
Teaching supplies	29,577	54,529	49,045	5,484
Property and equipment	2,405	1,102	475	627
Other	(11,900)	(12,077)	-	(12,077)
Student Support Services -				
Certified salaries	109,872	115,325	115,750	(425)
Non-certified salaries	19,368	20,267	20,350	(83)
Insurance	11,304	12,173	12,173	-
Social security	9,767	10,264	10,395	(131)
Other benefits	520	678	610	68
Purchased professional services	800	1,087	900	187
Other purchased services	10,853	11,659	11,700	(41)
Supplies	1,534	1,850	1,960	(110)
Property and equipment	297	365	-	365
Instruction Support Staff -				
Certified salaries	55,078	57,218	57,150	68
Non-certified salaries	116,941	120,059	125,000	(4,941)
Insurance	42,627	43,607	44,358	(751)
Sextro Scholarship Fund	11,985	12,397	13,875	(1,478)
Other benefits	669	663	795	(132)
Purchased professional services	7,428	7,951	7,570	381
Supplies	5,723	5,257	6,125	(868)
Property and equipment	99	144	-	144

Unified School District Number 410
Hillsboro, Kansas

GENERAL FUND

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)

	2022 Actual	2023 Actual	2023 Budget	2023 Variance Over (Under)
Expenditures (cont.):				
General Administration -				
Certified salaries	$ 115,037	$ 121,493	$ 122,200	$ (707)
Non-certified salaries	36,379	38,182	38,600	(418)
Insurance	24,606	26,544	26,544	-
Social security	11,054	11,827	12,250	(423)
Other employee benefits	608	680	710	(30)
Purchased professional services	5,575	321	16,225	(15,904)
Purchased property services	12,250	22,424	7,570	14,854
Other purchased services	6,442	6,300	9,800	(3,500)
Supplies	-	-	5,275	(5,275)
Property and equipment	5,316	7,180	850	6,330
Other	11,113	13,695	8,400	5,295
School Administration -				
Certified salaries	226,019	250,612	250,250	362
Non-certified salaries	87,473	89,997	91,500	(1,503)
Insurance	81,231	82,593	84,257	(1,664)
Social security	22,524	24,557	26,125	(1,568)
Other employee benefits	16,918	1,347	1,490	(143)
Other purchased services	1,761	1,798	1,825	(27)
Supplies	2,738	2,765	2,550	215
Property and equipment	-	336	-	336
Operations and Maintenance -				
Non-certified salaries	253,999	269,792	290,400	(20,608)
Insurance	61,973	60,662	63,709	(3,047)
Social security	18,694	19,976	22,205	(2,229)
Other employee benefits	5,320	5,442	7,435	(1,993)
Purchased professional services	825	925	1,200	(275)
Repair of buildings	11,595	16,697	13,200	3,497
Other purchased services	5,132	104,977	105,196	(219)
Supplies	41,393	61,866	49,850	12,016
Motor fuel	6,292	4,495	6,695	(2,200)
Property and equipment	1,879	3,110	-	3,110
Other	778	-	11,200	(11,200)
Vehicle Operating Services -				
Non-certified salaries	94,121	95,825	90,750	5,075
Insurance	30,123	31,913	31,469	444
Social Security	6,899	7,130	7,025	105
Other employee benefits	2,595	2,632	3,065	(433)
Motor fuel	52,299	61,199	52,878	8,321
Property and equipment	250	250	500	(250)

Unified School District Number 410
Hillsboro, Kansas

GENERAL FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Expenditures (cont.):				
Student Transportation Services - Supervision -				
Non-certified salaries	$ 27,253	$ 27,795	$ 29,000	$ (1,205)
Insurance	6,048	6,518	6,518	-
Social Security	2,054	2,090	2,225	(135)
Other	751	760	960	(200)
Supplies	4,864	4,979	4,350	629
Property and equipment	228	1,135	-	1,135
Vehicle & Maintenance Services -				
Non-certified salaries	6,725	3,351	6,000	(2,649)
Insurance	2,965	-	4,074	(4,074)
Social Security	674	343	450	(107)
Other employee benefits	-	-	195	(195)
Purchased property services	27,699	33,570	28,000	5,570
Supplies	2,270	8,062	3,000	5,062
Property and equipment	130	-	500	(500)
Other Supplemental Services -				
Non-certified salaries	110,231	115,668	116,276	(608)
Insurance	24,606	27,991	27,991	-
Social Security	7,979	8,342	8,900	(558)
Other employee benefits	438	436	510	(74)
Purchased professional services	12,002	6,077	5,500	577
Other purchased services	14,702	17,850	16,350	1,500
Community Service Operations	-	4,299	4,000	299
Outgoing Transfers -				
At Risk (K-12)	305,462	848,995	760,554	88,441
Special Education Fund	916,440	921,116	1,061,597	(140,481)
Virtual Education Fund	32,084	57,567	67,200	(9,633)
Adjustment to comply with legal max	-	-	(45,978)	45,978
Total Expenditures	5,143,386	5,654,697	$ 5,654,697	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Unified School District Number 410
Hillsboro, Kansas

GENERAL FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	$ 836,677	$ 885,347	$ 816,189	$ 69,158
Delinquent tax	9,565	3,113	15,131	(12,018)
Motor vehicle tax	78,899	77,317	73,463	3,854
Recreational vehicle tax	1,488	1,220	1,228	(8)
Commercial vehicle tax	6,819	7,696	6,573	1,123
Supplemental state aid	798,378	888,971	894,553	(5,582)
Total Receipts	1,731,826	1,863,664	$ 1,807,137	$ 56,527
Expenditures:				
Instruction -				
Non-certified salaries	14,248	17,593	$ 16,250	$ 1,343
Social Security	975	1,232	1,250	(18)
Other employee benefits	63	65	75	(10)
Purchased professional services	54,980	56,224	2,900	53,324
Purchased property services	43,409	44,163	80,495	(36,332)
Other purchased services	46,494	36,151	-	36,151
Supplies	110,777	95,028	122,625	(27,597)
Property and equipment	10,087	26,314	14,000	12,314
Other	(61,649)	(63,293)	-	(63,293)
Student Support Services -				
Other purchased services	1,820	1,985	2,200	(215)
Instruction Support Staff -				
Purchased professional services	1,098	-	1,000	(1,000)
Sextro Scholarship Fund				
Purchased professional services	2,300	2,300	2,300	-
Other purchased services	19,820	10,033	14,000	(3,967)
School Administration -				
Purchased professional services	463	676	500	176
Property and equipment	3,409	5,084	2,400	2,684
Central Services -				
Other purchased services	790	175	900	(725)
Operations and Maintenance -				
Water and sewer	14,663	17,172	17,100	72
Cleaning	8,039	14,655	8,200	6,455
Insurance	71,446	-	-	-

Unified School District Number 410
Hillsboro, Kansas

GENERAL FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Expenditures (cont.):				
Operations and Maintenance (cont.) -				
Heating	$ 55,230	$ 73,105	$ 80,000	$ (6,895)
Electricity	162,885	152,452	165,000	(12,548)
Community Service Operations	3,500	-	-	-
Outgoing Transfers -				
Food Service Fund	-	-	25,000	(25,000)
Professional Development Fund	20,496	17,667	20,085	(2,418)
Parent Education Fund	17,697	20,222	20,222	-
Special Education Fund	468,701	578,578	560,078	18,500
Career and Postsecondary Education Fund	447,966	457,189	470,663	(13,474)
At Risk (4 Yr Old) Fund	55,115	71,174	72,312	(1,138)
At Risk (K-12) Fund	100,704	225,000	170,395	54,605
Bilingual Education Fund	11,307	7,427	10,153	(2,726)
Adjustment to comply with legal max	-	-	(11,732)	11,732
Total Expenditures	1,686,833	1,868,371	$ 1,868,371	$ -
Receipts Over (Under) Expenditures	44,993	(4,707)		
Unencumbered Cash, Beginning	27,973	72,966		
Unencumbered Cash, Ending	$ 72,966	$ 68,259		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

AT RISK (4 YR 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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Other local source revenue	$ 48,126	$ 30,035	$ 161,062	$ (131,027)
Aid from McPherson USD 418	114,704	101,991	-	101,991
Transfer from Supplemental General Fund	55,115	71,174	72,312	(1,138)
Total Receipts	217,945	203,200	$ 233,374	$ (30,174)
Expenditures:				
Instruction -				
Certified salaries	107,253	110,892	$ 113,500	$ (2,608)
Non-certified salaries	70,135	55,476	66,500	(11,024)
Insurance	22,014	17,654	33,124	(15,470)
Social Security	13,508	12,694	13,775	(1,081)
Other employee benefits	726	636	825	(189)
Supplies	3,380	5,535	4,650	885
Property and equipment	929	313	1,000	(687)
Total Expenditures	217,945	203,200	$ 233,374	$ (30,174)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	110,000	110,000		
Unencumbered Cash, Ending	$ 110,000	$ 110,000		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General Fund	$ 305,462	$ 848,995	$ 760,554	$ 88,441
Transfer from Supplemental General Fund	100,704	225,000	170,395	54,605
Total Receipts	406,166	1,073,995	$ 930,949	$ 143,046
Expenditures:				
Instruction -				
Certified salaries	300,346	640,598	$ 640,000	$ 598
Non-certified salaries	37,204	63,141	76,590	(13,449)
Insurance	39,113	97,672	91,500	6,172
Social Security	24,398	54,086	55,040	(954)
Other employee benefits	3,590	5,733	6,565	(832)
Purchased professional services	-	2,405	14,695	(12,290)
Supplies	645	39,558	44,800	(5,242)
Student Support Services -				
ES Counseling Services	870	802	1,759	(957)
Total Expenditures	406,166	903,995	$ 930,949	$ (26,954)
Receipts Over (Under) Expenditures	-	170,000		
Unencumbered Cash, Beginning	190,000	190,000		
Unencumbered Cash, Ending	$ 190,000	$ 360,000		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

BILINGUAL 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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from Supplemental General Fund	$ 11,307	$ 7,427	$ 10,153	$ (2,726)
Expenditures:				
Instruction -				
Certified salaries	7,882	5,678	$ 8,150	$ (2,472)
Non-certified salaries	1,040	-	-	-
Insurance	1,238	610	843	(233)
Social Security	683	370	625	(255)
Other employee benefits	34	20	35	(15)
Supplies	430	749	500	249
Total Expenditures	11,307	7,427	$ 10,153	$ (2,726)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General Fund	$ 32,084	$ 57,567	$ 67,200	$ (9,633)
Expenditures:				
Instruction -				
Other purchased services	32,084	57,567	$ 67,200	$ (9,633)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	$ 342,879	$ 352,799	$ 336,021	$ 16,778
Delinquent tax	3,851	1,312	6,168	(4,856)
Motor vehicle tax	32,384	33,474	31,791	1,683
Recreational vehicle tax	609	528	531	(3)
Commercial vehicle tax	3,021	3,167	2,845	322
Interest on idle funds	9,357	179,973	100,000	79,973
Capital outlay state aid	135,484	148,749	149,631	(882)
Miscellaneous reimbursements	96,062	138,361	95,000	43,361
Total Receipts	623,647	858,363	$ 721,987	$ 136,376
Expenditures:				
Instruction -				
Property and equipment	173,126	44,732	$ 297,400	$ (252,668)
Student Support Services -				
Property and equipment	-	1,770	2,400	(630)
Instructional Support Staff -				
Property and equipment	3,024	19,493	10,600	8,893
General Administration -				
Property and equipment	-	1,770	2,400	(630)
School Administration -				
Property and equipment	155	9,918	8,400	1,518
Operations and Maintenance -				
Repairs and maintenance	55,191	60,009	-	60,009
Property and equipment	40,619	30,692	326,200	(295,508)
Transportation -				
Property and equipment	224,091	37,558	128,200	(90,642)
Food Service -				
Property and equipment	105,530	-	-	-
Facility Acquisition and Construction Services -				
Land improvement	108,379	79,747	225,000	(145,253)
Building improvements	94,089	218,993	197,000	21,993
Other Support Services -				
Property and equipment	7,920	1,770	2,400	(630)
Building Improvements -	6,777	29,587	-	29,587
Total Expenditures	818,901	536,039	$ 1,200,000	$ (663,961)
Receipts Over (Under) Expenditures	(195,254)	322,324		
Unencumbered Cash, Beginning	1,016,671	821,417		
Unencumbered Cash, Ending	$ 821,417	$ 1,143,741		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ 3,782	$ 3,536	$ 4,320	$ (784)
Other local source revenue	6,130	7,975	7,200	775
Total Receipts	9,912	11,511	$ 11,520	$ (9)
Expenditures:				
Instruction -				
Certified salaries	6,318	8,610	$ 8,610	$ -
Social Security	461	631	630	1
Other employee benefits	26	32	35	(3)
Purchased professional services	259	-	-	-
Other purchased services	1,648	1,757	1,790	(33)
Supplies	44	988	1,160	(172)
Instructional Support Staff -				
Other purchased services	-	-	25	(25)
Total Expenditures	8,756	12,018	$ 12,250	$ (232)
Receipts Over (Under) Expenditures	1,156	(507)		
Unencumbered Cash, Beginning	5,594	6,750		
Unencumbered Cash, Ending	$ 6,750	$ 6,243		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ 2,976	$ 3,021	$ 3,325	$ (304)
Federal aid	15,845	30,529	6,500	24,029
Student sales	62	96,918	147,248	(50,330)
Adult sales	6,777	3,698	13,800	(10,102)
Child and adult care food programs	349,346	199,159	249,846	(50,687)
Interest on idle funds	158	3,776	-	3,776
Transfer from Supplemental General Fund	-	-	25,000	(25,000)
Total Receipts	375,164	337,101	$ 445,719	$ (108,618)
Expenditures:				
Food Service Operation -				
Non-certified salaries	572	-	$ -	$ -
Social Security	39	-	-	-
Other employee benefits	2	-	-	-
Other purchased services	315,913	296,984	352,883	(55,899)
Supplies	2,641	3,195	2,500	695
Property and equipment	1,918	20,041	104,000	(83,959)
Total Expenditures	321,085	320,220	$ 459,383	$ (139,163)
Receipts Over (Under) Expenditures	54,079	16,881		
Unencumbered Cash, Beginning	40,333	94,412		
Unencumbered Cash, Ending	$ 94,412	$ 111,293		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ -	$ 3,148	$ 3,375	$ (227)
Federal aid	2,870	5,818	3,204	2,614
Transfer from Supplemental General Fund	20,496	17,667	20,085	(2,418)
Total Receipts	23,366	26,633	$ 26,664	$ (31)
Expenditures:				
Instructional Support Staff -				
Certified salaries	9,700	7,726	$ 10,065	$ (2,339)
Non-certified salaries	-	-	250	(250)
Social Security	739	590	745	(155)
Other employee benefits	39	29	50	(21)
Purchased professional services	2,627	2,413	3,065	(652)
Other purchased services	10,152	15,694	12,489	3,205
Supplies	109	181	-	181
Total Expenditures	23,366	26,633	$ 26,664	$ (31)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	20,000	20,000		
Unencumbered Cash, Ending	$ 20,000	$ 20,000		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

PARENT 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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ 93,677	$ 93,087	$ 93,087	$ -
Payment from other school districts	35,303	40,778	40,778	-
Donations	4,201	5,990	8,850	(2,860)
Miscellaneous	5,739	6,793	-	6,793
Transfer from Supplemental General Fund	17,697	20,222	20,222	-
Total Receipts	156,617	166,870	$ 162,937	$ 3,933
Expenditures:				
Student Support Services -				
Non-certified salaries	106,037	89,411	$ 109,000	$ (19,589)
Insurance	25,614	24,780	32,200	(7,420)
Social Security	7,765	6,419	8,300	(1,881)
Other employee benefits	428	337	475	(138)
Purchased professional services	162	-	-	-
Purchased property services	3,778	3,559	3,420	139
Other purchased services	499	642	10,840	(10,198)
Supplies	7,284	11,281	-	11,281
Other	4,795	3,005	5,000	(1,995)
Instruction Support Staff -				
Supplies	517	587	-	587
Other Supplemental Services -				
Purchased professional services	2,170	789	2,765	(1,976)
Other purchased services	270	403	-	403
Total Expenditures	159,319	141,213	$ 172,000	$ (30,787)
Receipts Over (Under) Expenditures	(2,702)	25,657		
Unencumbered Cash, Beginning	35,489	32,787		
Unencumbered Cash, Ending	$ 32,787	$ 58,444		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Federal aid	$ 2,828	$ 3,247	$ 48,453	$ (45,206)
Transfer from General Fund	916,440	921,116	1,061,597	(140,481)
Transfer from Supplemental General Fund	468,701	578,578	560,078	18,500
Total Receipts	1,387,969	1,502,941	$ 1,670,128	$ (167,187)
Expenditures:				
Instruction -				
Payment to Special Education	1,350,217	1,479,456	$ 1,607,042	$ (127,586)
Vehicle Operating Services -				
Non-certified salaries	9,531	5,848	11,500	(5,652)
Social Security	729	446	875	(429)
Other employee benefits	262	160	400	(240)
Mileage in lieu of transportation	2,428	3,196	9,000	(5,804)
Motor fuel	3,578	2,016	4,910	(2,894)
Vehicle Service and Maintenance -				
Purchased Property Services	1,079	416	1,000	(584)
Total Expenditures	1,367,824	1,491,538	$ 1,634,727	$ (143,189)
Receipts Over (Under) Expenditures	20,145	11,403		
Unencumbered Cash, Beginning	614,847	634,992		
Unencumbered Cash, Ending	$ 634,992	$ 646,395		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Federal aid	$ -	$ 1,386	$ -	$ 1,386
Transfer from Supplemental General Fund	447,966	457,189	470,663	(13,474)
Total Receipts	447,966	458,575	$ 470,663	$ (12,088)
Expenditures:				
Instruction -				
Certified salaries	333,647	346,186	$ 345,750	$ 436
Insurance	42,599	45,843	45,843	-
Social Security	24,284	25,703	26,450	(747)
Other employee benefits	1,342	1,309	1,520	(211)
Other purchased services	22,190	18,090	22,000	(3,910)
Supplies	14,773	15,776	14,450	1,326
Property and equipment	9,131	5,066	14,650	(9,584)
District Reg & Travel	-	601	-	601
Total Expenditures	447,966	458,574	$ 470,663	$ (12,089)
Receipts Over (Under) Expenditures	-	1		
Unencumbered Cash, Beginning	225,000	225,000		
Unencumbered Cash, Ending	$ 225,000	$ 225,001		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ 538,415	$ 556,783	$ 578,796	$ (22,013)
Expenditures:				
Employee Benefits -				
Instruction	345,523	351,879	$ 374,303	$ (22,424)
Student Support Services	35,021	33,891	33,774	117
Instruction Support Staff	24,564	25,289	26,521	(1,232)
General Administration	30,307	31,499	22,157	9,342
School Administration	33,953	47,025	47,091	(66)
Other Support Services	16,906	17,001	16,022	979
Operations and Maintenance	34,306	36,762	40,016	(3,254)
Student Transportation Services	17,835	13,437	18,912	(5,475)
Total Expenditures	538,415	556,783	$ 578,796	$ (22,013)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

CHILDREN'S DENTAL CARE PROGRAM FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Contributions and donations	$ 10,000	$ -
Expenditures:		
Student Support Services -		
Purchased professional services	2,257	3,086
Receipts Over (Under) Expenditures	7,743	(3,086)
Unencumbered Cash, Beginning	14,803	22,546
Unencumbered Cash, Ending	$ 22,546	$ 19,460

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

FARM TO SCHOOL FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Contributions and donations	$ -	$ -
Expenditures:		
Instruction -		
Supplies	55	86
Receipts Over (Under) Expenditures	(55)	(86)
Unencumbered Cash, Beginning	17,235	17,180
Unencumbered Cash, Ending	$ 17,180	$ 17,094

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

GIFTS AND GRANTS FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Contributions and donations	$ 93,630	$ 86,200
Expenditures:		
Instruction -		
Purchased professional services	399	-
Supplies	1,466	2,613
Student Support Services -		
Purchased professional services	4,201	5,990
Vehicle Operating Services -		
Supplies	51	-
Architectual and engineer sevices	14,647	3
Building and improvements	164,216	-
Other Support Services -		
Supplies	500	-
Total Expenditures	185,480	8,606
Receipts Over (Under) Expenditures	(91,850)	77,594
Unencumbered Cash, Beginning	184,294	92,444
Unencumbered Cash, Ending	$ 92,444	$ 170,038

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

HES FUNDRAISING FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Donations	$ 1,898	$ 6,695
Expenditures:		
Instruction -		
Purchased professional services	734	1,444
Supplies	1,411	3,730
Instruction Support Staff -		
Supplies	737	715
Student Support Services -		
Equipment	1,750	-
School Administration -		
Purchased professional services	240	-
Purchased property services	-	426
Other purchased services	-	45
Supplies	775	614
Total Expenditures	5,647	6,974
Receipts Over (Under) Expenditures	(3,749)	(279)
Unencumbered Cash, Beginning	8,929	5,180
Unencumbered Cash, Ending	$ 5,180	$ 4,901

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

HMS FUNDRAISING FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Donations	$ 7,553	$ 8,576
Expenditures:		
Instruction -		
Supplies	1,796	3,701
Purchased professional services	325	1,453
School Administration -		
Supplies	4,363	4,679
Total Expenditures	6,484	9,833
Receipts Over (Under) Expenditures	1,069	(1,257)
Unencumbered Cash, Beginning	1,115	2,184
Unencumbered Cash, Ending	$ 2,184	$ 927

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

HHS FUNDRAISING FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Donations	$ 1,872	$ 2,271
Expenditures:		
Instruction -		
Supplies	-	1,365
Property and equipment	-	180
Other	200	850
School Administration -		
Supplies	132	1,487
Total Expenditures	332	3,882
Receipts Over (Under) Expenditures	1,540	(1,611)
Unencumbered Cash, Beginning	2,804	4,344
Unencumbered Cash, Ending	$ 4,344	$ 2,733

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

TITLE I FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 74,898	$ 73,229
Expenditures:		
Instruction -		
Certified salaries	44,420	49,398
Non-certified salaries	16,467	10,737
Insurance	8,700	8,099
Social Security	4,568	4,361
Other employee benefits	249	227
Supplies	494	407
Total Expenditures	74,898	73,229
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

TITLE II-A FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 13,600	$ 14,448
Expenditures:		
Instruction -		
Certified salaries	12,586	11,622
Insurance	-	1,898
Social Security	963	883
Other employee benefits	51	45
Total Expenditures	13,600	14,448
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

TITLE IV-A FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 13,602	$ 13,721
Expenditures:		
Instruction Support Staff - Counseling Services	13,602	13,721
Total Expenditures	13,602	13,721
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

ESSER I FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 2,525	$ -
Expenditures:		
Total Expenditures	-	-
Receipts Over (Under) Expenditures	2,525	-
Unencumbered Cash, Beginning	(2,525)	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

ESSER II FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ -	$ 73,031
Expenditures:		
Instruction -		
Certified salaries	4,478	6,677
Non-certified salaries	37,194	28,173
Insurance	12,564	-
Social security	3,220	2,764
Supplies	2,253	461
Instruction Support Staff -		
Purchased professional services	5,786	4,955
Supplies	4,560	-
Operations and Maintenance -		
Supplies	2,976	-
Facility Acquisition and Construction Services -		
Architect & Engineer Services	-	138,554
Total Expenditures	73,031	181,584
Receipts Over (Under) Expenditures	(73,031)	(108,553)
Unencumbered Cash, Beginning	-	(73,031)
Sextro Scholarship Fund		
Unencumbered Cash, Ending	$ (73,031)	$ (181,584)

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

ESSER III FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ -	$ -
Expenditures:		
Instruction -		
Certified salaries	$ -	$ 2,938
Social security	-	231
Supplies	-	99
Facility Acquisition and Construction Services -		
Building Improvements	-	272,572
Total Expenditures	-	275,840
Receipts Over (Under) Expenditures	-	(275,840)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ (275,840)

Unified School District Number 410
Hillsboro, Kansas

SPECIAL PURPOSE FUND

KDHE COVID TESTING GRANT FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 18,103	$ 17,408
Expenditures:		
Student Support Services -		
Purchased professional services	32,641	599
Supplies	1,666	-
Central Services -		
Purchased professional services	510	60
Operations and Maintenance -		
Supplies	35	-
Total Expenditures	34,852	659
Receipts Over (Under) Expenditures	(16,749)	16,749
Unencumbered Cash, Beginning	-	(16,749)
Unencumbered Cash, Ending	$ (16,749)	$ -

Unified School District Number 410
Hillsboro, Kansas

BOND AND INTEREST FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance 2023 (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	$ 612,721	$ 605,780	$ 576,491	$ 29,289
Delinquent tax	6,708	2,430	10,937	(8,507)
Motor vehicle tax	57,976	64,169	60,930	3,239
Recreational vehicle tax	1,086	1,011	1,019	(8)
Commercial vehicle tax	5,947	5,689	5,452	237
State aid	225,962	250,013	250,013	-
Total Receipts	910,400	929,092	$ 904,842	$ 24,250
Expenditures:				
Interest	114,638	104,788	$ 104,788	$ -
Principal	480,000	505,000	505,000	-
Commission and postage	-	-	500	(500)
Total Expenditures	594,638	609,788	$ 610,288	$ (500)
Receipts Over (Under) Expenditures	315,762	319,304		
Unencumbered Cash, Beginning	1,699,654	2,015,416		
Unencumbered Cash, Ending	$ 2,015,416	$ 2,334,720		

Unified School District Number 410
Hillsboro, Kansas

TRUST FUND

WIEBE SCHOLARSHIP FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Contributions	$ 7,000	$ 7,000
Expenditures:		
Scholarships awarded	7,000	7,000
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 410
Hillsboro, Kansas

TRUST FUND

SEXTRO SCHOLARSHIP FUND

SCHEDULE OF 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)

	2022 Actual	2023 Actual
Receipts:		
Donations	$ 400	$ 500
Expenditures:		
Scholarships awarded	400	500
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 410
Hillsboro, Kansas

AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organizations:				
High School:				
Class of 2023	$ 736	$ 210	$ 946	$ -
Class of 2024	1,221	4,563	4,861	923
Class of 2025	156	1,287	88	1,355
Class of 2026	-	2,038	1,122	916
FCCLA	891	-	-	891
FFA	11,810	38,706	37,595	12,921
H-Club	1,508	276	505	1,279
Student Council	3,065	2,487	3,133	2,419
Tech Student Association	5,297	10,218	10,202	5,313
Total Student Organizations	24,684	59,785	58,452	26,017
State Sales Tax	95	7,752	7,847	-
Payroll Revolving	61,870	-	1,872	59,998
Total Agency Funds	$ 86,649	$ 67,537	$ 68,171	$ 86,015

Unified School District Number 410
Hillsboro, Kansas

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:						
Athletics-High School	$ -	$ 42,725	$ 42,725	$ -	$ -	$ -
School Projects:						
High School	67,581	42,588	40,985	69,184	-	69,184
Middle School	8,393	17,035	16,447	8,981	-	8,981
Elementary School	3,455	8,740	8,780	3,415	-	3,415
Total School Projects	79,429	68,363	66,212	81,580	-	81,580
Total District Activity Funds	$ 79,429	$ 111,088	$ 108,937	$ 81,580	$ -	$ 81,580

SINGLE AUDIT SECTION

LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
www.loyd-group.com

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

Board of Education
Unified School District 410
Hillsboro, KS 67063

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 Number 410, Kansas, (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 October 17, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect 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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statement is free 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 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.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
October 17, 2023

LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
www.loyd-group.com

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

Board of Education
Unified School District 410
Hillsboro, KS 67063

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Unified School District Number 410's (the District) 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 the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the *Kansas Municipal Audit and Accounting Guide;* the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and

therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
October 17, 2023

Unified School District Number 410
Hillsboro, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program Title	Federal Assistance Listing	Grant Number	Disbursements/ Expenditures
U.S. Department of Education			
Passed Through State Department of Education			
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D	DO410	$ 279,123
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425U	DO410	181,584
			460,707
Title I Grants to Local Educational Agencies	84.010	DO410	73,229
Supporting Effective Instruction State Grants	84.367	DO410	14,448
Student Support an Academic Enrichment Program	84.424	DO410	13,721
			101,398
Passed Through ESSDACK			
Career and Technical Education	84.048		3,204
TOTAL U.S. DEPARTMENT OF EDUCATION			565,309
U.S. Department of Health and Human Services			
Passed Through State Department of Education			
COVID-19 ELC Grant	93.323	DO410	659
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			659
U.S. Department of Agriculture			
Passed Through State Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	DO410	31,654
National School Lunch Program	10.555	DO410	180,567
Summer Food Service Program for Children	10.559	DO410	17,467
Total Child Nutrition Cluster			229,688
TOTAL U.S. DEPARTMENT OF AGRICULTURE			229,688
TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS			$ 795,656

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Unified School District Number 408, Marion Kansas (the District), under programs of the federal government for the year ended June 30, 2023. The information in the 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 financial position, changes in net position, or cash flows of the District. The Schedule is presented using a regulatory basis of accounting prescribed by the Kansas Municipal Audit and Accounting Guide (as described in Note 1 to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONT.)

Note 2 - Summary of Significant Accounting Policies

(1) Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(2) The District has not elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

Note 3 - Funds Expended

Funds where Federal expenditures were receipted and expended:

Food Service Fund	$	229,688
Professional Development Fund		1,818
Title I Fund		73,229
Title II-A Fund		14,448
Title IV-A Fund		13,721
Career and Postsecondary Education Fund		1,386
KDHE Covid Testing Grant Fund		659
Special Education Fund		3,283
ESSER II Fund		181,584
ESSER III Fund		275,840
Total	$	795,656

Unified School District Number 410
Hillsboro, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

Section 1 – Summary of Auditor's Results

Financial Statements

1. Type of auditor's opinion issued on whether the financial statement audited was prepared in accordance with GAAP:	Adverse
2. Internal control over financial reporting:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified?	No
3. Noncompliance material to the financial statements noted?	No

Federal Awards

1. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified?	No
2. Type of auditor's report issued on compliance for major programs:	Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	No
4. Identification of major programs:	

Name of Federal Program or Cluster	CFDA Number
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D

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

Section 2 – Findings – Financial Statement Audit

No matters were reported.

Section 3 – Findings and Questioned Costs – Major Federal Award Programs

No matters were reported.