

UNIFIED SCHOOL DISTRICT NO. 338

Valley Falls, Kansas

Financial Statements

For the Year Ended June 30, 2022

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UNIFIED SCHOOL DISTRICT NO. 338
Financial Statements
For the Year Ended June 30, 2022

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 338
Valley Falls, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 338, (the District), Valley Falls, Kansas, as of and for the year ended June 30, 2022, 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 of 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, 2022, or the 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, 2022, 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), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statement" section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for 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 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.

Emphasis of Matter

As discussed in Note 14 to the financial statements, certain errors in amounts previously reported as of June 30, 2021, were discovered by management during the current year. Accordingly, these amounts have been restated in the June 30, 2022, financial statements now presented, and adjustments have been made to beginning unencumbered cash to correct the error. Our opinion is not modified with respect to these matters.

Other Matter

The 2021 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2022 (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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated November 15, 2021, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <https://admin.ks.gov/offices/oar/municipalservices>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2022 (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 2021 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 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 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, 2021, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 1, 2022

UNIFIED SCHOOL DISTRICT NO. 338
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

<u>Fund</u>	Beginning Unencumbered Cash Balance	Prior Year Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	\$ -	\$ -	\$ 3,539,737	\$ 3,539,737	\$ -	\$ 12,387	\$ 12,387
Supplemental General	110,908	-	1,185,821	1,217,106	79,623	11,103	90,726
Special Purpose Funds:							
At Risk (4 yr old)	8,032	-	60,344	60,497	7,879	-	7,879
At Risk (K-12)	27,514	-	260,765	263,997	24,282	-	24,282
Capital Outlay	204,038	-	373,334	436,727	140,645	46,838	187,483
Driver Training	9,228	-	6,081	6,224	9,085	40	9,125
Food Service	39,201	-	290,918	242,513	87,606	-	87,606
Professional Development	35,415	-	8,687	38,369	5,733	684	6,417
Special Education	88,507	-	809,869	824,135	74,241	6,000	80,241
Vocational Education	29,491	-	177,900	182,369	25,022	-	25,022
Community Learning Center	14,439	-	10,819	14,112	11,146	-	11,146
Textbook Rental	56,263	-	15,757	28,848	43,172	-	43,172
Contingency Reserve	305,616	-	8,206	28,994	284,828	2,508	287,336
Grants	[43,259]	-	210,679	162,189	5,231	-	5,231
KPERs Special Retirement Contribution	-	-	380,868	380,868	-	-	-
Gifts and Grants	28,021	-	8,657	25,000	11,678	-	11,678
Recreation Commission	96,292	-	53,240	41,028	108,504	35	108,539
District Activity	8,960	-	80,817	61,605	28,172	-	28,172
Self-Funded Insurance	-	35,883	698,964	505,538	229,309	-	229,309
Bond 2021	-	-	2,308,768	1,717,179	591,589	-	591,589
Bond and Interest Fund:							
Bond and Interest Fund	437,105	-	410,460	847,565	-	-	-
Capital Project Fund:							
Bond Construction 2021	-	-	3,287,739	699,739	2,588,000	-	2,588,000
Totals	\$ 1,455,771	\$ 35,883	\$ 14,188,430	\$ 11,324,339	\$ 4,355,744	\$ 79,595	\$ 4,435,339

Composition of Cash

Kendall State Bank	
Checking - NOW Account	\$ 4,165,803
Certificates of Deposit	12,042
Checking - Self Funded Health Ins	229,309
Checking - High School Activity	84,431
Checking - Elementary Activity	58,415
Cash Balance	4,550,001
Less: Agency Funds per Schedule 3	[114,662]
Total Reporting Entity (Excluding Agency Funds)	\$ 4,435,339

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 338 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

Reimbursed Expenses

Expenditures in the amount of \$19,800 and \$37,761 are classified as reimbursed expenses in the General Fund and Supplemental General Fund, respectively. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee,
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Auditing and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, and 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 for accounting.

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

Fund Descriptions

The following types of funds comprise the financial activities of the District for the year ended June 30, 2022:

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

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

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

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

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Agency Fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, student organization, etc.).

Budgetary Information

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the 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.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The District was not required to 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 the publication the hearing may be held and the governing body may amend the budget at that time. The budget for the year ended June 30, 2022, was not amended.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized which 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 agency funds or capital project funds, and the following special purpose funds: Community Learning Center, Textbook Rental, Contingency Reserve, District Activity, Self-Funded Insurance and Bond 2021 funds.

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

NOTE 2 - 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.

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 2 - Deposits and Investments (Continued)

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2022. The District has no designated "peak periods."

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured as of June 30, 2022. The District has no designated "peak periods."

As of June 30, 2022, the District's carrying amount of deposits was \$4,550,001 and the bank balance was \$4,500,184. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$4,250,184 was collateralized with securities held by the pledging financial institutions' agents in the Districts name.

Investments. K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. As of June 30, 2022, the District held no investments.

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.

NOTE 3 - In-Substance Receipt in Transit

The District received \$136,363 in General State Aid and \$39,972 in Supplemental General State Aid subsequent to June 30, 2022, and as required by K.S.A. 72-6466, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

NOTE 4 - Interfund Transactions

Transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General	Special Education	K.S.A. 72-6478	\$ 557,226
General	At-Risk (4 yr old)	K.S.A. 72-6478	35,600
General	At-Risk (K-12)	K.S.A. 72-6478	195,770
Supplemental General	Special Education	K.S.A. 72-6478	208,000
Supplemental General	Vocational Education	K.S.A. 72-6478	177,900
Supplemental General	At-Risk (4 yr old)	K.S.A. 72-6478	18,000
Supplemental General	At-Risk (K-12)	K.S.A. 72-6478	64,995
Bond and Interest	Bond Fund 2021	Bond Covenant	591,589
Total			<u>\$ 1,849,080</u>

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 5 - Employee Health Care

The District has established a program to pay medical claims of covered current and former District employees and additional health insurance premiums. Liabilities are reported when it is probable that claims have been incurred and the amount of the liability can be reasonably estimated. An excess coverage insurance policy covers individual claims over a certain amount. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

The below table summarizes activity for the year ended June 30, 2022 and 2021:

	<u>2021</u>	<u>2022</u>
Unpaid claims, July 1	\$ -	\$ 24,864
Incurred claims (including IBNRs)	265,019	522,966
Claim payments	<u>[240,155]</u>	<u>[189,587]</u>
Unpaid claims, June 30	<u>\$ 24,864</u>	<u>\$ 358,243</u>

NOTE 6 - 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 establishes 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 contribution rates are withheld by their employer and paid to KPERS according to provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 15.59% and 14.23%, respectively for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

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.

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 6 - Defined Benefit Pension Plan (Continued)

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 State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$380,868 for the year ended June 30, 2022.

Net Pension Liability. As of June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,810,356. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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, 2021. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

NOTE 7 - Compensated Absences

A certified staff member qualifying for retirement shall be paid \$95 per day for each day of unused accumulated leave after their last day of employment with the District.

Upon 10 consecutive years of employment in the District, classified employees are entitled to be paid for any accumulated sick leave greater than 50 days at a rate of \$58 per day. A classified staff member qualifying for retirement shall be paid \$58 per day for each day of accumulated sick leave after their last day of employment with the District.

As of June 30, 2022, the liability for accrued leave pay was \$5,035.

NOTE 8 - Early Retirement Benefit

During the 2019-2020 fiscal year, teachers who had been employed with the school district for 25 years and were eligible to retire from KPERS by June 2020, had the option to remain under the provisions of the previous retirement plan. Retiring teachers received a District paid single membership in the health and dental insurance plans, for teachers that were previously enrolled in the plans, through the last month of the employee's sixty-fourth (64) year of age. Two teachers were grandfathered into this early retirement benefit and currently receive that benefit.

The cost of this plan for the year ended June 30, 2022 was \$26,399.

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 8 - Early Retirement Benefit (Continued)

The retirement benefit is not funded but is to be paid from each year's operating budget. The benefits due under the 2019-2020 grandfathered plan are as follows:

<u>Year</u>	<u>Total Due</u>
2022-23	\$ 26,399
2023-24	26,399
2024-25	26,399
2025-26	23,071
2026-27	13,087
2027-28	11,997
Total	<u>\$ 127,352</u>

Effective with the 2020-21 school year, retiring teachers will have the opportunity to stay in the district's health insurance plan until the age of 65, provided the retiring teacher pays their own premiums. The retiring teacher must have been participating in the district's group health insurance plan for five consecutive school years prior to the date of retirement.

NOTE 9 - Contingency

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on these financial statements of the District.

NOTE 10 - Risk Management

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

NOTE 11 - Long-Term Debt

The following table summarizes changes in long-term debt for the year ended June 30, 2022:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Principal Outstanding June 30, 2022</u>	<u>Interest Paid</u>
To Be Paid With Tax Levies:					
General Obligation Bonds	\$ 1,895,000	\$ 4,730,000	\$ 1,895,000	\$ 4,730,000	\$ 45,976
Finance Leases	<u>573,624</u>	<u>52,479</u>	<u>61,147</u>	<u>564,955</u>	<u>14,486</u>
Total	<u>\$ 2,468,624</u>	<u>\$ 4,782,479</u>	<u>\$ 1,956,147</u>	<u>\$ 5,294,955</u>	<u>\$ 60,462</u>

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 11 - Long-Term Debt (Continued)

Following is a detailed listing of the District's outstanding general obligation bonds as of June 30, 2022:

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Outstanding Amount</u>
Series 2021 GO Refunding Bonds	7/29/2021	2.00%	9/1/2028	\$ 1,630,000	\$ 1,630,000
Series 2021-B GO Bonds	12/29/2021	2.00 to 3.00%	9/1/2042	3,100,000	3,100,000
					<u>\$ 4,730,000</u>

Annual debt service requirements to maturity for general obligation bonds to be paid with tax levies:

<u>Year Ending June 30,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2023	\$ 215,000	\$ 123,400	\$ 338,400
2024	225,000	105,344	330,344
2025	230,000	100,794	330,794
2026	235,000	96,144	331,144
2027	240,000	91,394	331,394
2028 - 2032	1,055,000	380,869	1,435,869
2033 - 2037	1,065,000	233,044	1,298,044
2038 - 2042	1,205,000	91,153	1,296,153
2043	<u>260,000</u>	<u>2,763</u>	<u>262,763</u>
	<u>\$ 4,730,000</u>	<u>\$ 1,224,903</u>	<u>\$ 5,954,903</u>

On July 29, 2021, the District issued General Obligation Refunding Bonds, Series 2021, in the amount of \$1,630,000. Proceeds from the bonds will be used to provide economic benefits to the District derived from lower interest rates and provide for more orderly payment. The District will retire the outstanding Series 2012 General Obligation Refunding Bonds. The bonds carry an interest rate of 2% and are scheduled to mature on September 1, 2028.

On December 29, 2021, the District issued General Obligation Bonds, Series 2021-B, in the amount of \$3,100,000. Proceeds from the bonds will be used to pay the costs to construct, equip and furnish renovations and additions to District facilities. The bonds carry an interest rate ranging from 2.00 to 3.00% and are scheduled to mature on September 1, 2042.

Legal Debt Margin. The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding August 25. The ratio of net bonded debt to the assessed valuation as of June 30, 2022, was 20.58%. The District obtained permission from the Kansas State Board of Education to issue bonds in excess of its statutory limit.

The District's general obligation bond issues are subject to the arbitrage provisions of Section 148 of the Internal Revenue Code. These provisions include the potential for rebates to the Federal Government of the earnings on the bond proceeds in excess of the yield on the bonds. The amounts of any future rebates due on other bonds or temporary notes have not been determined.

UNIFIED SCHOOL DISTRICT NO. 338
Notes to the Financial Statements
For the Year Ended June 30, 2022

NOTE 11 - Long-Term Debt (Continued)

Finance Leases. The following table details the District's outstanding finance leases as of June 30, 2022:

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Outstanding Amount</u>
2019 Energy Solutions	12/13/2019	2.594%	12/13/2029	\$ 662,440	\$ 512,476
2022 Canon Copiers	5/24/2022	0.000%	8/31/2027	52,479	52,479
				<u>\$ 714,919</u>	<u>\$ 564,955</u>

Annual debt service requirements to maturity for the finance leases to be paid with tax levies:

<u>Year Ending</u> <u>June 30,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2023	\$ 71,907	\$ 12,889	\$ 84,796
2024	74,378	11,251	85,629
2025	76,059	9,570	85,629
2026	77,784	7,846	85,629
2027	79,553	6,076	85,629
2028 - 2030	185,275	7,140	192,415
Total	<u>\$ 564,955</u>	<u>\$ 54,773</u>	<u>\$ 619,728</u>

NOTE 12 - Other Long-Term Obligations from Operations

Other Post-Employment Benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level 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.

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, 2022.

NOTE 13 - Statutory Violations

Actual exceeded budgeted expenditures in the Bond and Interest Fund, which is a violation of K.S.A. 79-2935.

NOTE 14 - Prior Period Adjustment

During the year ended June 30, 2021, management discovered a certain error that occurred in the prior year. The effects of this item caused a restatement to beginning unencumbered cash as follows:

	<u>Self-Funded Insurance Fund</u>
Unencumbered Cash	
July 1, 2021	\$ -
Prior Period Adjustment	<u>35,883</u>
Unencumbered Cash	
July 1, 2021, Restated	<u>\$ 35,883</u>

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UNIFIED SCHOOL DISTRICT NO. 338
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022

<u>Fund</u>	<u>Certified Budget</u>	Adjustment to Comply with Legal <u>Max Budget</u>	Adjustment for Qualifying Budget <u>Credits</u>	Total Budget for <u>Comparison</u>	Expenditures Chargeable to <u>Current Year</u>	Variance Over <u>[Under]</u>
General Funds:						
General	\$ 3,722,022	\$ [202,085]	\$ 19,800	\$ 3,539,737	\$ 3,539,737	\$ -
Supplemental General	1,222,153	[42,808]	37,761	1,217,106	1,217,106	-
Special Purpose Funds:						
At Risk (4 yr old)	61,388	-	-	61,388	60,497	[891]
At Risk (K-12)	318,336	-	-	318,336	263,997	[54,339]
Capital Outlay	525,487	-	-	525,487	436,727	[88,760]
Driver Training	11,386	-	-	11,386	6,224	[5,162]
Food Service	262,375	-	-	262,375	242,513	[19,862]
Professional Development	38,415	-	-	38,415	38,369	[46]
Special Education	899,053	-	-	899,053	824,135	[74,918]
Vocational Education	239,615	-	-	239,615	182,369	[57,246]
Grants	151,771	-	-	151,771	162,189	10,418
KPERS Special Retirement Contribution	414,449	-	-	414,449	380,868	[33,581]
Gifts and Grants	36,021	-	-	36,021	25,000	[11,021]
Recreation Commission	80,000	-	-	80,000	41,028	[38,972]
Bond and Interest Fund:						
Bond and Interest	255,976	-	-	255,976	847,565	591,589

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State Aid:				
Equalization aid	\$ 2,871,998	\$ 2,962,711	\$ 3,090,724	\$ [128,013]
Special education state aid	564,804	557,226	617,298	[60,072]
Reimbursements	<u>14,021</u>	<u>19,800</u>	<u>14,000</u>	<u>5,800</u>
Total Receipts	<u>3,450,823</u>	<u>3,539,737</u>	<u>\$ 3,722,022</u>	<u>\$ [182,285]</u>
Expenditures				
Instruction	1,826,936	1,821,258	\$ 1,941,744	\$ [120,486]
Student support services	16,743	18,596	12,930	5,666
Instructional support staff	17,258	-	31,218	[31,218]
General administration	377,684	427,896	389,813	38,083
School administration	288,241	296,006	294,491	1,515
Central services	-	269	-	269
Operations and maintenance	49,090	61,457	63,600	[2,143]
Transportation	99,297	125,659	131,863	[6,204]
Transfers out	775,574	788,596	856,363	[67,767]
Adjustment to comply with KSDE legal max	-	-	[202,085]	202,085
Adjustment for qualifying budget credits	<u>-</u>	<u>-</u>	<u>19,800</u>	<u>[19,800]</u>
Total Expenditures	<u>3,450,823</u>	<u>3,539,737</u>	<u>\$ 3,539,737</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and shared revenue:				
Ad valorem property	\$ 442,879	\$ 384,263	\$ 340,173	\$ 44,090
Delinquent	29,100	27,621	4,784	22,837
Motor vehicle	55,303	49,861	49,984	[123]
Recreational vehicle	612	844	711	133
Commercial vehicle	2,184	3,220	2,465	755
State aid	667,651	682,251	707,016	[24,765]
Reimbursements	<u>34,162</u>	<u>37,761</u>	<u>-</u>	<u>37,761</u>
Total Receipts	<u>1,231,891</u>	<u>1,185,821</u>	<u>\$ 1,105,133</u>	<u>\$ 80,688</u>
Expenditures				
Instruction	317,892	303,649	\$ 255,808	\$ 47,841
Instructional support staff	1,029	952	1,300	[348]
General administration	57,676	97,102	65,000	32,102
Central services	67,688	69,624	70,008	[384]
Operations and maintenance	242,779	261,605	228,089	33,516
Transportation	2,703	15,279	27,630	[12,351]
Transfers out	486,655	468,895	574,318	[105,423]
Adjustment to comply with KSDE legal max	-	-	[42,808]	42,808
Adjustment for qualifying budget credits	<u>-</u>	<u>-</u>	<u>37,761</u>	<u>[37,761]</u>
Total Expenditures	<u>1,176,422</u>	<u>1,217,106</u>	<u>\$ 1,217,106</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	55,469	[31,285]		
Unencumbered Cash, Beginning	<u>55,439</u>	<u>110,908</u>		
Unencumbered Cash, Ending	<u>\$ 110,908</u>	<u>\$ 79,623</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
At Risk (4 yr old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Charges for services	\$ 13,386	\$ 6,744	\$ 15,000	\$ [8,256]
Transfers in	<u>35,000</u>	<u>53,600</u>	<u>50,000</u>	<u>3,600</u>
Total Receipts	<u>48,386</u>	<u>60,344</u>	<u>\$ 65,000</u>	<u>\$ [4,656]</u>
Expenditures				
Instruction	<u>48,757</u>	<u>60,497</u>	<u>\$ 61,388</u>	<u>\$ [891]</u>
Total Expenditures	<u>48,757</u>	<u>60,497</u>	<u>\$ 61,388</u>	<u>\$ [891]</u>
Receipts Over [Under] Expenditures	[371]	[153]		
Unencumbered Cash, Beginning	<u>8,403</u>	<u>8,032</u>		
Unencumbered Cash, Ending	<u>\$ 8,032</u>	<u>\$ 7,879</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers in	\$ 254,234	\$ 260,765	\$ 318,383	\$ [57,618]
Total Receipts	<u>254,234</u>	<u>260,765</u>	<u>\$ 318,383</u>	<u>\$ [57,618]</u>
Expenditures				
Instruction	253,238	263,997	\$ 314,026	\$ [50,029]
Transportation	<u>-</u>	<u>-</u>	<u>4,310</u>	<u>[4,310]</u>
Total Expenditures	<u>253,238</u>	<u>263,997</u>	<u>\$ 318,336</u>	<u>\$ [54,339]</u>
Receipts Over [Under] Expenditures	996	[3,232]		
Unencumbered Cash, Beginning	<u>26,518</u>	<u>27,514</u>		
Unencumbered Cash, Ending	<u>\$ 27,514</u>	<u>\$ 24,282</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenue:				
Ad valorem property	\$ 178,340	\$ 182,938	\$ 160,706	\$ 22,232
Delinquent	3,979	2,194	1,848	346
Motor vehicle	20,993	19,249	19,304	[55]
Recreational vehicle	231	326	274	52
Commercial vehicle	815	1,244	951	293
Miscellaneous	26,407	2,345	4,000	[1,655]
Investment income	1,594	6,048	2,000	4,048
State aid	94,871	95,675	95,623	52
Federal aid	28,753	10,836	30,000	[19,164]
Lease Proceeds	-	52,479	-	52,479
Transfer in	36,536	-	-	-
Total Receipts	<u>392,519</u>	<u>373,334</u>	<u>\$ 314,706</u>	<u>\$ 58,628</u>
Expenditures				
Instruction	72,987	3,052	\$ 44,852	\$ [41,800]
Student support services	2,401	-	3,000	[3,000]
Instructional support staff	-	9,781	-	9,781
General Administration	-	2,535	-	2,535
Operations and maintenance	355,411	251,215	247,635	3,580
Facility acquisition and construction services	51,451	170,144	230,000	[59,856]
Total Expenditures	<u>482,250</u>	<u>436,727</u>	<u>\$ 525,487</u>	<u>\$ [88,760]</u>
Receipts Over [Under] Expenditures	[89,731]	[63,393]		
Unencumbered Cash, Beginning	<u>293,769</u>	<u>204,038</u>		
Unencumbered Cash, Ending	<u>\$ 204,038</u>	<u>\$ 140,645</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State Aid:				
Driver training	\$ 1,428	\$ 1,830	\$ 2,160	\$ [330]
Charges for services	<u>6,751</u>	<u>4,251</u>	<u>-</u>	<u>4,251</u>
Total Receipts	<u>8,179</u>	<u>6,081</u>	<u>\$ 2,160</u>	<u>\$ 3,921</u>
Expenditures				
Instruction	8,338	5,840	\$ 10,050	\$ [4,210]
Operations and maintenance	<u>415</u>	<u>384</u>	<u>1,336</u>	<u>[952]</u>
Total Expenditures	<u>8,753</u>	<u>6,224</u>	<u>\$ 11,386</u>	<u>\$ [5,162]</u>
Receipts Over [Under] Expenditures	[574]	[143]		
Unencumbered Cash, Beginning	<u>9,802</u>	<u>9,228</u>		
Unencumbered Cash, Ending	<u>\$ 9,228</u>	<u>\$ 9,085</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Federal Aid:				
National school lunch program	\$ 197,396	\$ 277,446	\$ 216,825	\$ 60,621
State Aid:				
School food assistance	2,046	1,882	1,444	438
Charges for services	14,688	11,590	8,905	2,685
Transfers in	<u>10,131</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>224,261</u>	<u>290,918</u>	<u>\$ 227,174</u>	<u>\$ 63,744</u>
Expenditures				
Operations and maintenance	4,420	1,319	\$ 20,000	\$ [18,681]
Food service operation	<u>218,504</u>	<u>241,194</u>	<u>242,375</u>	<u>[1,181]</u>
Total Expenditures	<u>222,924</u>	<u>242,513</u>	<u>\$ 262,375</u>	<u>\$ [19,862]</u>
Receipts Over [Under] Expenditures	1,337	48,405		
Unencumbered Cash, Beginning	<u>37,864</u>	<u>39,201</u>		
Unencumbered Cash, Ending	<u>\$ 39,201</u>	<u>\$ 87,606</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State aid	\$ 8,135	\$ -	\$ -	\$ -
Reimbursements	600	8,687	3,000	5,687
Transfers in	<u>30,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>38,735</u>	<u>8,687</u>	<u>\$ 3,000</u>	<u>\$ 5,687</u>
Expenditures				
Instructional support staff	<u>41,726</u>	<u>38,369</u>	<u>\$ 38,415</u>	<u>\$ [46]</u>
Total Expenditures	<u>41,726</u>	<u>38,369</u>	<u>\$ 38,415</u>	<u>\$ [46]</u>
Receipts Over [Under] Expenditures	[2,991]	[29,682]		
Unencumbered Cash, Beginning	<u>38,406</u>	<u>35,415</u>		
Unencumbered Cash, Ending	<u>\$ 35,415</u>	<u>\$ 5,733</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State Aid	\$ 13,131	\$ 25,596	\$ -	\$ 25,596
Federal Aid	9,935	19,047	-	19,047
Miscellaneous	-	-	15,000	[15,000]
Transfers in	<u>796,947</u>	<u>765,226</u>	<u>842,298</u>	<u>[77,072]</u>
Total Receipts	<u>820,013</u>	<u>809,869</u>	<u>\$ 857,298</u>	<u>\$ [47,429]</u>
Expenditures				
Instruction	709,008	698,870	\$ 754,353	\$ [55,483]
Vehicle operating services	<u>110,795</u>	<u>125,265</u>	<u>144,700</u>	<u>[19,435]</u>
Total Expenditures	<u>819,803</u>	<u>824,135</u>	<u>\$ 899,053</u>	<u>\$ [74,918]</u>
Receipts Over [Under] Expenditures	210	[14,266]		
Unencumbered Cash, Beginning	<u>88,297</u>	<u>88,507</u>		
Unencumbered Cash, Ending	<u>\$ 88,507</u>	<u>\$ 74,241</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers in	\$ 73,000	\$ 177,900	\$ 220,000	\$ [42,100]
Total Receipts	<u>73,000</u>	<u>177,900</u>	<u>\$ 220,000</u>	<u>\$ [42,100]</u>
Expenditures				
Instruction	<u>72,588</u>	<u>182,369</u>	<u>\$ 239,615</u>	<u>\$ [57,246]</u>
Total Expenditures	<u>72,588</u>	<u>182,369</u>	<u>\$ 239,615</u>	<u>\$ [57,246]</u>
Receipts Over [Under] Expenditures	412	[4,469]		
Unencumbered Cash, Beginning	<u>29,079</u>	<u>29,491</u>		
Unencumbered Cash, Ending	<u>\$ 29,491</u>	<u>\$ 25,022</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Community Learning Center Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
State aid	\$ 7,386	\$ 10,819
Total Receipts	<u>7,386</u>	<u>10,819</u>
Expenditures		
Instruction	<u>10,964</u>	<u>14,112</u>
Total Expenditures	<u>10,964</u>	<u>14,112</u>
Receipts Over [Under] Expenditures	[3,578]	[3,293]
Unencumbered Cash, Beginning	<u>18,017</u>	<u>14,439</u>
Unencumbered Cash, Ending	<u>\$ 14,439</u>	<u>\$ 11,146</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Textbook Rental Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for services	\$ 17,051	\$ 15,757
Transfers in	<u>20,000</u>	<u>-</u>
Total Receipts	<u>37,051</u>	<u>15,757</u>
Expenditures		
Instruction	<u>56,775</u>	<u>28,848</u>
Total Expenditures	<u>56,775</u>	<u>28,848</u>
Receipts Over [Under] Expenditures	[19,724]	[13,091]
Unencumbered Cash, Beginning	<u>75,987</u>	<u>56,263</u>
Unencumbered Cash, Ending	<u>\$ 56,263</u>	<u>\$ 43,172</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Contingency Reserve Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ 6,381	\$ -
Miscellaneous	<u>-</u>	<u>8,206</u>
Total Receipts	<u>6,381</u>	<u>8,206</u>
Expenditures		
Instruction	10,877	91
Instructional support staff	-	20,315
Bond fees	<u>-</u>	<u>8,588</u>
Total Expenditures	<u>10,877</u>	<u>28,994</u>
Receipts Over [Under] Expenditures	[4,496]	[20,788]
Unencumbered Cash, Beginning	<u>310,112</u>	<u>305,616</u>
Unencumbered Cash, Ending	<u><u>\$ 305,616</u></u>	<u><u>\$ 284,828</u></u>

* This fund is not required to be budgeted.

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UNIFIED SCHOOL DISTRICT NO. 338
Grants Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022

	<u>Title I</u>	<u>Title IIA</u>
Receipts		
Federal Aid:		
Grants	\$ 40,692	\$ 8,425
Total Receipts	<u>40,692</u>	<u>8,425</u>
Expenditures		
Instruction	32,523	8,425
Student support services	-	-
Operations and maintenance	<u>-</u>	<u>-</u>
Total Expenditures	<u>32,523</u>	<u>8,425</u>
Receipts Over [Under] Expenditures	8,169	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 8,169</u>	<u>\$ -</u>

<u>Title IVA</u>	<u>REAP</u>	<u>ESSER II</u>	<u>Actual Totals</u>	<u>Budget</u>	Variance Over [Under]
\$ 11,909	\$ 35,573	\$ 114,080	\$ 210,679	\$ 151,771	\$ 58,908
<u>11,909</u>	<u>35,573</u>	<u>114,080</u>	<u>210,679</u>	<u>\$ 151,771</u>	<u>\$ 58,908</u>
-	35,573	67,837	144,358	\$ 139,864	\$ 4,494
11,909	-	1,530	13,439	-	13,439
<u>-</u>	<u>-</u>	<u>4,392</u>	<u>4,392</u>	<u>11,907</u>	<u>[7,515]</u>
<u>11,909</u>	<u>35,573</u>	<u>73,759</u>	<u>162,189</u>	<u>\$ 151,771</u>	<u>\$ 10,418</u>
-	-	40,321	48,490		
<u>-</u>	<u>-</u>	<u>[43,259]</u>	<u>[43,259]</u>		
<u>\$ -</u>	<u>\$ -</u>	<u>\$ [2,938]</u>	<u>\$ 5,231</u>		

UNIFIED SCHOOL DISTRICT NO. 339
KPERs Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State aid	\$ 342,520	\$ 380,868	\$ 414,449	\$ [33,581]
Total Receipts	<u>342,520</u>	<u>380,868</u>	<u>\$ 414,449</u>	<u>\$ [33,581]</u>
Expenditures				
Instruction	243,481	280,227	\$ 265,781	\$ 14,446
Student support	4,489	8,417	12,434	[4,017]
Instructional support	5,892	2,805	4,144	[1,339]
General administration	17,114	16,834	24,868	[8,034]
School administration	26,373	28,056	41,445	[13,389]
Central services	5,331	4,209	6,217	[2,008]
Operations and maintenance	17,956	19,638	29,010	[9,372]
Student transportation services	13,748	13,666	20,188	[6,522]
Food service	<u>8,136</u>	<u>7,015</u>	<u>10,362</u>	<u>[3,347]</u>
Total Expenditures	<u>342,520</u>	<u>380,868</u>	<u>\$ 414,449</u>	<u>\$ [33,581]</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Donations and grants	\$ 6,539	\$ 8,657	\$ 8,000	\$ 657
Total Receipts	<u>6,539</u>	<u>8,657</u>	<u>\$ 8,000</u>	<u>\$ 657</u>
Expenditures				
Instruction	<u>1,167</u>	<u>25,000</u>	<u>\$ 36,021</u>	<u>\$ [11,021]</u>
Total Expenditures	<u>1,167</u>	<u>25,000</u>	<u>\$ 36,021</u>	<u>\$ [11,021]</u>
Receipts Over [Under] Expenditures	5,372	[16,343]		
Unencumbered Cash, Beginning	<u>22,649</u>	<u>28,021</u>		
Unencumbered Cash, Ending	<u>28,021</u>	<u>11,678</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenue:				
Ad valorem property	\$ 22,291	\$ 22,764	\$ 20,094	\$ 2,670
Delinquent	479	303	231	72
Motor vehicle	2,368	2,407	2,416	[9]
Recreational vehicle	24	44	34	10
Commercial vehicle	100	153	119	34
Investment income	99	187	-	187
Miscellaneous	<u>8,285</u>	<u>27,382</u>	<u>-</u>	<u>27,382</u>
Total Receipts	<u>33,646</u>	<u>53,240</u>	<u>\$ 22,894</u>	<u>\$ 30,346</u>
Expenditures				
Community service operations	<u>19,530</u>	<u>41,028</u>	<u>\$ 80,000</u>	<u>\$ [38,972]</u>
Total Expenditures	<u>19,530</u>	<u>41,028</u>	<u>\$ 80,000</u>	<u>\$ [38,972]</u>
Receipts Over [Under] Expenditures	14,116	12,212		
Unencumbered Cash, Beginning	<u>82,176</u>	<u>96,292</u>		
Unencumbered Cash, Ending	<u>\$ 96,292</u>	<u>\$ 108,504</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Self-Funded Insurance Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Premiums	\$ -	\$ 698,964
Total Receipts	-	698,964
Expenditures		
Claim payments	-	505,538
Total Expenditures	-	505,538
Receipts Over [Under] Expenditures	-	193,426
Unencumbered Cash, Beginning	-	-
Prior Period Adjustment	-	35,883
Unencumbered Cash, Beginning, Restated	-	35,883
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 229,309</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Bond 2021 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Bond proceeds	\$ -	\$ 1,717,179
Transfer in	<u>-</u>	<u>591,589</u>
Total Receipts	<u>-</u>	<u>2,308,768</u>
Expenditures		
Principal	-	1,680,000
Interest	-	14,198
Cost of issuance	<u>-</u>	<u>22,981</u>
Total Expenditures	<u>-</u>	<u>1,717,179</u>
Receipts Over [Under] Expenditures	-	591,589
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ 591,589</u></u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property	\$ 166,499	\$ 221,724	\$ 201,920	\$ 19,804
Delinquent	10,754	10,408	1,798	8,610
Motor vehicle	19,884	18,504	18,563	[59]
Recreational vehicle	219	312	264	48
Commercial vehicle	803	1,210	915	295
State aid	127,828	133,623	130,548	3,075
Bond proceeds	-	24,679	-	24,679
Total Receipts	<u>325,987</u>	<u>410,460</u>	<u>\$ 354,008</u>	<u>\$ 56,452</u>
Expenditures				
Cost of issuance	-	19,198	\$ -	\$ 19,198
Principal	210,000	215,000	215,000	-
Interest	45,656	21,778	40,976	[19,198]
Transfer out	-	591,589	-	591,589
Total Expenditures	<u>255,656</u>	<u>847,565</u>	<u>\$ 255,976</u>	<u>\$ 591,589</u>
Receipts Over [Under] Expenditures	70,331	[437,105]		
Unencumbered Cash, Beginning	<u>366,774</u>	<u>437,105</u>		
Unencumbered Cash, Ending	<u>\$ 437,105</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 338
Bond Construction 2021 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Sale of bonds	\$ -	\$ 3,287,739
Total Receipts	<u>-</u>	<u>3,287,739</u>
Expenditures		
Architect and engineering	-	180,172
New building construction	-	938
Site improvement	-	427,342
Miscellaneous	<u>-</u>	<u>91,287</u>
Total Expenditures	<u>-</u>	<u>699,739</u>
Receipts Over [Under] Expenditures	-	2,588,000
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 2,588,000</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
 Student Organization Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended June 30, 2022

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Elementary Student Organizations:				
Student Organization Funds	\$ 33,549	\$ 59,579	\$ 46,411	\$ 46,718
Subtotal Elementary Student Organizations	<u>33,549</u>	<u>59,579</u>	<u>46,411</u>	<u>46,718</u>
High School Student Organizations:				
Student Organization Funds	<u>69,936</u>	<u>71,201</u>	<u>73,193</u>	<u>67,944</u>
Subtotal High School Student Organizations	<u>69,936</u>	<u>71,201</u>	<u>73,193</u>	<u>67,944</u>
Total Student Organization Funds	<u>\$ 103,485</u>	<u>\$ 130,780</u>	<u>\$ 119,603</u>	<u>\$ 114,662</u>

UNIFIED SCHOOL DISTRICT NO. 338
 District Activity Funds
 Schedule of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2022

	Beginning Unencumbered Cash <u>Balance</u>	Prior Year Cancelled <u>Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	Ending Unencumbered <u>Cash Balance</u>	Add: Outstanding Encumbrances and Accounts <u>Payable</u>	Ending Cash <u>Balance</u>
Elementary Gate Receipts	\$ 995	\$ -	\$ 18,500	\$ 7,810	\$ 11,685	\$ -	\$ 11,685
High School Gate Receipts	<u>7,965</u>	<u>-</u>	<u>62,317</u>	<u>53,795</u>	<u>16,487</u>	<u>-</u>	<u>16,487</u>
Total Gate Receipts	<u>\$ 8,960</u>	<u>\$ -</u>	<u>\$ 80,817</u>	<u>\$ 61,605</u>	<u>\$ 28,172</u>	<u>\$ -</u>	<u>\$ 28,172</u>

See independent auditor's report on the financial statements.