Peabody-Burns Unified School District Number 398

FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2023

Peabody-Burns Unified School District Number 398

TABLE OF CONTENTS
For the Year Ended June 30, 2023

	STATEMENT	PAGE
INDEPENDENT AUDITOR'S REPORT		1
FINANCIAL STATEMENT		
SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH AND INVESTMENTS	1	4
NOTES TO FINANCIAL STATEMENT		6
REGULATORY BASIS SUPPLEMENTARY INFORMATION	**SCHEDULE**	**PAGE**
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET	1	14
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES ACTUAL AND/OR BUDGET		
GENERAL FUNDS		
General Fund	2 - A	16
Supplemental General Fund	2 - B	19
SPECIAL PURPOSE FUNDS		
At Risk (4 Year Old)	2 - C	22
At Risk (K-12)	2 - D	23
Virtual Education	2 - E	24
Capital Outlay	2 - F	25
Driver Training	2 - G	26
Food Service	2 - H	27
Professional Development	2 - I	28
Special Education	2 - J	29
Career & Postsecondary Education	2 - K	30
Title I	2 - L	31
Title II A - Teacher Quality	2 - M	32
Title IV	2 - N	33
ESSER	2 – O	34
ESSER II	2 – P	35
ESSER III	2 – Q	37
KDHE Testing Grant	2 – R	38
KPERS Retirement Contribution	2 - S	40
Contingency Reserve	2 - T	41
Textbook and Student Material Revolving	2 - U	42
Owls Grant	2 - V	43
Recreation Commission	2 – W	44
Scholarship Fund	2 - X	45
Gift and Grants	2 - Y	47
BOND AND INTEREST FUND	2 – Z	49
SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH		
AGENCY FUNDS	3	50
DISTRICT ACTIVITY FUNDS	4	52
RELATED MUNICIPAL ENTIITES SCHEDULE OF CASH RECEIPTS AND EXPENDITURES ACTUAL AND/OR BUDGET		
RECREATION COMMISSION - GENERAL	5 - A	54
EDUCATION ENDOWMENT FUND	5 - B	55
HIGH SCHOOL ENDOWMENT FUND	5 - C	56

Peabody-Burns Unified School District Number 398

TABLE OF CONTENTS
For the Year Ended June 30, 2023

	PAGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	57
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	58
SPECIAL REPORTS	
INDEPENDENT AUDITOR'S REPORT on INTERNAL CONTROL OVER FINANCIAL REPORTING and on COMPLIANCE and OTHER MATTERS BASED on an AUDIT of the FINANCIAL STATEMENTS PERFORMED in ACCORDANCE with *GOVERNMENT AUDITING STANDARDS*	60
INDEPENDENT AUDITOR'S REPORT on COMPLIANCE for EACH MAJOR PROGRAM and on INTERNAL CONTROL OVER COMPLIANCE REQUIRED by the UNIFORM GUIDANCE	62
SCHEDULE of FINDINGS and QUESTIONED COSTS	65

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

INDEPENDENT AUDITOR'S REPORT

Board of Education
Peabody-Burns
Unified School District Number 398
Peabody, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Peabody-Burns Unified School District Number 398 of Peabody, Kansas as of and for the year ended June 30, 2023 and the related notes to the financial statement.

Adverse Opinion on Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the "Basis of Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the 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 Peabody-Burns Unified School District Number 398 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 financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Peabody-Burns Unified School District Number 398 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 C.

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 responsibility 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 Peabody-Burns Unified School District Number 398, 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.

Matters giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As described in Note C of the financial statement, the financial statement is prepared by Peabody-Burns Unified School District Number 398 to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note C and accounting principles generally accepted in the United States of America, although not reasonably determined, are presumed to be material.

Responsibilities of Management for the Financial Statements
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 C to meet the financial reporting requirements of the State of Kansas; 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.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt Peabody-Burns Unified School District Number 398 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 Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about where 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 one resulting from an 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:

1. Exercise professional judgment and maintain professional skepticism throughout the audit.
2. 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.
3. 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 Peabody-Burns Unified School District Number 398's internal control. Accordingly, no such opinion is expressed.
4. Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimate made by management, as well as evaluate the overall presentation of the financial statement.
5. Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Peabody-Burns Unified School District Number 398'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 control-related matters that we identified during the audit.

Other Matters

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 expenditures - actual and budget regulatory basis, schedule of receipts and expenditures - actual and budget regulatory basis, schedule of receipts and expenditures - agency funds regulatory basis, schedule of receipts, expenditures and unencumbered cash - district activity funds regulatory basis and schedule of receipts and expenditures - actual and budget regulatory basis for related municipal entities (Schedules 1, 2, 3, 4, and 5 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 C.

Other reporting required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is

an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Prior Year Comparative

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Peabody-Burns Unified School District Number 398 as of and for the year ended June 30, 2022 (not presented herein), and have issued our report dated October 11, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statements and accompanying report are not presented herein, but available in electronic form from the web site of the Kansas Department of Administration at the following link http//www.admin.ks.gov/offices//chief-financial-officer/municipal-servidces. The 2022 actual column (2023 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 basic financial statements 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 2022 basic financial statement as a whole, on the basis of accounting described in Note C.

Harold K. Mayes Jr

Harold K Mayes Jr. CPA
Agler & Gaeddert, Chartered
Ottawa, Ks
September 30, 2023

Peabody-Burns Unified School District Number 398

SUMMARY OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH AND INVESTMENTS
REGULATORY BASIS
For the Year Ended June 30, 2023

Governmental Type Funds	Unencumbered Cash and Investment Balance, Beginning of of Year	Prior Year Cancelled Encumbrances
General funds		
General	$ 0	$ 0
Supplemental General	125,891	0
Special Revenue Funds		
At Risk (4 year old)	5,444	0
At Risk (K-12)	77,344	0
Virtual Education	57,045	0
Capital Outlay	874,927	0
Driver Training	11,215	0
Food Service	57,928	0
Professional Development	55,489	0
Special Education	271,390	0
Career & Postsecondary Education	72,393	0
Title I	0	0
Title II A - Teacher Quality	0	0
Title IV	0	0
ESSER I	0	0
ESSER II	13	0
ESSER III	0	0
KDHE Testing Grant	(42,301)	0
KPERS Special Retirement Contribution Fund	0	0
Contingency	284,083	0
Textbook & Student Material Revolving	63,725	0
Owls Grant	1,001	0
Recreation Commission	0	0
Scholarship Funds	209,769	0
Gift & Grant Funds	102,823	0
Gate Receipts	12,996	0
School Projects	10,097	0
Debt Service Fund		
Bond and Interest	165,144	0
Total Primary Government	2,416,416	0
Related Municipal Entities		
Peabody-Burns Recreation Commission	70,703	0
Education Endowment Fund	23,513	0
High School Endowment	84,445	0
	$ 2,595,077	$ 0

Composition of ending cash and investments	
Demand deposits	
Vintage Bank- Interest Bearing	$ 1,975,269
Vintage Bank - Non-Interest Bearing	9,784
Vintage Bank - CD's	420,849
Time deposits	
Community National Bank, El Dorado, KS	181,796

The accompanying notes are an integral part of this statement

Cash Receipts	Expenditures	Unencumbered Cash and Investment Balance, End of Year	Outstanding Encumbrances and Accounts Payable	Cash and Investment Balance, June 30, 2023
$ 2,490,832	$ 2,490,832	$ 0	$ 0	$ 0
903,001	916,606	112,286	0	112,286
54,350	54,316	5,478	0	5,478
408,477	377,945	107,876	0	107,876
58,516	60,003	55,558	0	55,558
298,866	163,606	1,010,187	0	1,010,187
2,820	148	13,887	0	13,887
193,446	184,416	66,958	0	66,958
25,429	12,347	68,571	0	68,571
640,087	553,346	358,131	0	358,131
120,140	109,499	83,034	0	83,034
49,430	49,430	0	0	0
9,849	9,849	0	0	0
12,497	12,497	0	0	0
0	0	0	0	0
56,858	56,871	0	0	0
172,825	169,985	2,840	0	2,840
153,560	419,985	(308,726)	0	(308,726)
267,049	267,049	0	0	0
0	0	284,083	0	284,083
41,476	33,792	71,409	0	71,409
0	0	1,001	0	1,001
71,443	71,443	0	0	0
7,665	3,920	213,514	0	213,514
34,443	12,714	124,552	0	124,552
26,702	26,436	13,262	0	13,262
39,481	36,687	12,891	0	12,891
35	0	165,179	0	165,179
6,139,277	6,093,721	2,461,971	0	2,461,971
75,827	66,073	80,457	0	80,457
2,416	615	25,314	0	25,314
6,482	1,770	89,157	0	89,157
$ 6,224,002	$ 6,162,180	$ 2,656,899	$ 0	$ 2,656,899

Composition of ending cash and investments - continued	
Stocks - at cost	$ 1,926
Endowments	114,471
Total cash and investments	2,704,095
Agency funds per Schedule 3	(47,196)
Total reporting entity (excluding agency funds)	$ 2,656,899

NOTE A. MUNICIPAL REPORTING ENTITY

Peabody-Burns Unified School District Number 398 is a municipal corporation governed by an elected seven-member board. This financial statement presents the Peabody-Burns Unified School District Number 398 (the municipality).

Related Municipal Entities. The related municipal entities section of the financial statement includes the financial data of the Peabody-Burns Recreation Commission, the Education Endowment Fund (a not-for- profit corporation) and the High School Endowment (a not-for-profit corporation) which are shown as related municipal entities.

Recreation Commission. The Peabody-Burns Recreation Commission oversees recreational activities. The Commission can sue and be sued, but the acquisition of real property must be approved by the District. The District levies taxes for the Commission. Bond issuances must be approved by the District. The governing body of the Recreation Commission is appointed by the District and the Cities of Peabody and Burns. The other governing board member of the Recreation Commission is appointed by the governing body of the Recreation Commission.

Education Endowment Fund. The Education Endowment Fund oversees funds donated to the District for the purpose of funding scholarships to the District's students.

High School Endowment Fund. The High School Endowment Fund oversees funds donated to the District for the purpose of funding scholarships to the District's students.

NOTE B. REGULATORY BASIS FUND TYPES

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

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

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

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

Capital Projects 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. The District did not have any of this type fund for this year.

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

NOTE C. BASIS OF ACCOUNTING

Regulatory Basis of Accounting and departure from Accounting Principles Generally Accepted in the United States of America - The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments 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 revenues 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 obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

NOTE C. BASIS OF ACCOUNTING - Continued

Peabody-Burns Unified School District Number 398 of Peabody, Kansas has approved a resolution that it is in compliance with K.S.A. 75-1120a (c) waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

NOTE 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 provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The timeline for adoption of the final budget when a revenue neutral hearing is held is on or before September 20th.

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

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

All legal annual operating budgets are prepared using the regulatory basis of accounting in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior years' accounts payable and encumbrances. Encumbrances are commitments by the municipality 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 and the following special purpose funds:

Title I	**ESSER III**	**Scholarship Funds**
Title II A - Teacher Quality	**KDHE Testing Grant**	**Gift & Grant Funds**
Title IV	**Contingency**	**Bond & Interest**
ESSER I	**Textbook & Student Material Revolving**	
ESSER II	**Owls Grant**	

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 board.

NOTE D. BUDGETARY INFORMATION - continued

The Peabody-Burns Recreation Commission prepares its budget on the same basis of accounting as used by the District and certifies its budget to the District for levy. Because the budget is certified, it is subject to the same laws as the District regarding budgeting.

NOTE E. DEPOSITS AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

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 District or in an adjoining District 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 bank to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. Government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. The District rates investments (if any) as noted.

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. The District has no investments other than money markets and certificates of deposit.

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 City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All bank deposits were legally secured at June 30, 2023.

At June 30, 2023, the carrying amount of the District's bank deposits, including certificates of deposit and cash on hand, was $2,587,698 (the $2,704,095 in Statement 1 less the stock and endowments). The bank balance was $3,031,270. The bank balance was held by two banks resulting in a concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, $500,000 was covered by federal depository insurance, and $2,531,270 was collateralized with securities held by the pledging financial institution's agents in the District's name.

Custodial credit risk – investments: For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments be adequately secured. The District had no such investments at year-end.

NOTE F. STOCK AND ENDOWMENTS

The Scholarship Funds own common stock of various companies which are held by the District in the District's name. The stocks were donated and therefore not considered public monies per Kansas statutes. These assets were initially recorded on the District's books at fair value at date of receipt. At June 30, 2023, the book value is $1,926. The Education Endowment Fund has investments of $23,513, which is market value as of June 30, 2023. The High School Endowment Fund has investments of $84,445, which is market value as of June 30, 2023.

NOTE G. LONG-TERM DEBT

The debt limit per Kansas Statutes is limited to fourteen percent of the assessed tangible valuation for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At June 30, 2023, the statutory limit for the District was $4,836,287 providing a debt margin of $4,836,287 after removing debt exempt from the limitation. There was no outstanding long-term debt for the year ended June 30, 2023.

NOTE H. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	At Risk 4 year old	K.S.A. 72-6478	$ 54,350
General	At Risk 12 year old	K.S.A. 72-6478	321,727
General	Vocational Education	K.S.A. 72-6478	104,000
General	Capital Outlay	K.S.A. 72-6478	100,000
General	Virtual Education	K.S.A. 72-6478	30,000
General	Professional Development	K.S.A. 72-6478	25,000
General	Special Education State Aid	K.S.A. 72-6478	390,662
Supplemental General	At Risk 12 year old	K.S.A. 72-6430	84,500
Supplemental General	Special Education	K.S.A. 72-6430	231,898

NOTE I. OTHER LONG-TERM OBLIGATIONS

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 retiree's health insurance plan 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.

Compensated Absences: The District's policy is to recognize the costs of compensated absences when actually paid. The District's policies regarding vacation pay permits full-time classified employees on a 12-month full time basis to earn vacation days based upon years of service. Policies prohibit payment for vacation time in lieu of time off or carryover of unused time to the subsequent year. All eligible classified employees entering the school system for the first time are credited with 9 days sick leave at full pay. Two additional days of sick leave are accrued for each consecutive year until reaching a maximum of 15 days per year. All other eligible classified employees are credited annually with 15 days per year. The unused portion of sick leave for classified and certified personnel may be accumulated from year to year to a maximum of 75 days. Additionally, the District has established a sick leave bank to which employees may donate sick leave to be used by other employees in cases of unavoidable surgery or medical treatment or serious and extended illness. The sick leave bank shall accumulate days to a maximum of 120 days. No member can draw more than 30 teaching days from the sick leave bank per school year. Certified personnel will be reimbursed at a rate of $50 per day for unused sick leave upon retirement but only $10 per day if terminated.

Compensated Absences:

	Balance July 1, 2022	Net Change	Balance June 30, 2023
Compensated absences	$ 8,115	$ 622	$ 8,737

Compensated absences are paid by the fund from which the employee is normally paid.

NOTE I. OTHER LONG-TERM OBLIGATIONS - continued

Personal leave for certified employees may be accumulated at a rate of 2.5 days per year with a total accumulation of five days. The policy permits payment for unused personal leave above the total allowed accumulation days at $100 per day. Personal leave for classified employees accumulates at a rate of one day per year up to a total accumulation of five days. Total paid out for sick leave and vacation leave for June 30, 2023 was $2,570.

Death and Disability Other Post Employment Benefits: As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirements (KPERS) receive long-term disability benefits and life insurance. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer's contribution rate is 1% for the year ended June 30, 2023.

NOTE J: Pension Plans

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 www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100, and Topeka, Kansas 66603) or by calling 1-888-275-5737.

Contributions - K.S.A. 74-4919 and K.S.A. 74-49210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is 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 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 statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of $56 million was paid in fiscal year 2018. This bill also authorized a payment of $82 million in fiscal year 2019. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of $115 million for the KPEPRS 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 $550 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

NOTE J: Pension Plans - continued

Defined Benefit Pension Plan - continued

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 KPERS-School unfunded actuarial. In Fiscal year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $267,049 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 $2,730,690. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net 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 www.kpers.org or can be obtained as described above.

Flexible Benefit Plan (I.R.C. Section 125)

The Board adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All employees of the District are eligible to participate in the Plan beginning the first day of the month following their employment. Each participant may elect to reduce his or her salary by an elected amount per month, or have a specific amount deducted, to purchase benefits offered through the Plan. Currently, benefits offered through the Plan include insurance coverage, medical reimbursement, and dependent care reimbursement.

Early Retirement Plan

The District provides an early retirement incentive plan for eligible employees. Eligible employees are teachers who have served a minimum of eleven years of service in the District, are not less than 60 years of age and not more than 64 years of age, have an additional nine years of employment within the District or another Kansas school district, and the last eleven years prior to retirement were employed by the District. The plan entitles the eligible teacher to receive annually a sum of money equal to 15% or 17.5% of the single highest yearly salary earned by the teacher while employed by the District. The plan is an unfunded, noncontributory, defined benefit plan. The current year cost of the plan is $32,319. Benefits expected to be paid for the next six fiscal years are as follows:

Date	Amount
June 30, 2024	$ 24,715
June 30, 2025	32,780
June 30, 2026	32,780
June 30, 2027	24,962
June 30, 2028	16,730
June 30, 2029	16,730
Total	$ 148,697

NOTE K. 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; and natural disasters for which the District carries commercial insurance. Insurance claims for the preceding three years have not exceeded insurance coverage.

NOTE L. OTHER INFORMATION

Reimbursed Expenses: The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Ad valorem tax revenues: The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county. In accordance with Kansas statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20th, prior to the fiscal year for which they are budgeted and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The District Treasurer draws down all available funds from the County Treasurer's office in two-month intervals.

Contingencies: 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 are 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 the financial statement of the District at June 30, 2023.

Compliance with Kansas Statutes: As of June 30, 2023 the KDHE Testing Grant fund has a negative cash and unencumbered cash balance. However, the District will receive federal funds to cover this deficit in 2023-2024. The The District is not aware of any other statutory violations for the year ended June 30, 2023

NOTE N: SUBSEQUENT EVENTS

The District evaluated subsequent events through September 30, 2023, the date the financial statement was available to be issued. No material subsequent events have been identified.

REGULATORY BASIS
SUPPLEMENTAL INFORMATION

Peabody-Burns Unified School District Number 398

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

		Certified Budget
Governmental Type Funds		
General funds		
General	$	2,545,147
Supplemental General		858,683
Special Revenue Funds		
At Risk 4 Yr Old		61,443
At Risk (K-12)		425,500
Virtual Education		77,000
Capital Outlay		961,088
Driver Training		10,125
Food Service		217,283
Professional Development		59,000
Special Education		669,876
Vocational Education		168,377
KPERS Special Retirement Contribution Fund		279,160
Recreation Commission		112,000
Related Municipal Entities		
Peabody-Burns Recreation Commission		80,000

Schedule 1

Comply With Legal Max	Qualifying Budget Credits	Budget For Comparison	Chargeable to Current Year	Over (Under)
$ (89,130)	$ 34,815	$ 2,490,832	$ 2,490,832	$ 0
(18,155)	76,078	916,606	916,606	0
0	0	61,443	54,316	(7,127)
0	0	425,500	377,945	(47,555)
0	0	77,000	60,003	(16,997)
0	0	961,088	163,606	(797,482)
0	0	10,125	148	(9,977)
0	0	217,283	184,416	(32,867)
0	0	59,000	12,347	(46,653)
0	0	669,876	553,346	(116,530)
0	0	168,377	109,499	(58,878)
0	0	279,160	267,049	(12,111)
0	0	112,000	71,443	(40,557)
0	0	80,000	66,073	(13,927)

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

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	Variance Over (Under)
Cash Receipts				
Local Sources				
Reimbursements	$ 64,467	$ 34,815	$ 0	$ 34,815
State Sources				
General State Aid	2,198,534	2,130,879	2,162,495	(31,616)
Special Education Aid	295,743	322,560	382,652	(60,092)
Mineral Production Tax	1,760	2,578	0	2,578
Total Cash Receipts	2,560,504	2,490,832	$ 2,545,147	$ (54,315)
Expenditures				
Instruction				
Salaries				
Certified	750,592	493,638	$ 707,912	$ (214,274)
Non-certified	65,390	38,543	60,000	(21,457)
Employee Benefits				
Insurance	109,531	69,080	100,000	(30,920)
Social Security	59,804	41,220	55,000	(13,780)
Other	45,276	44,134	26,500	17,634
Purchased Professional and Technical Services	2,500	2,500	2,500	0
Other Purchased Services	178	0	0	0
Supplies				
General Supplement - Teaching	2,831	1,798	500	1,298
Other	1,534	0	0	0
Student Support Services				
Salaries				
Certified	35,235	21,035	22,000	(965)
Employee Benefits				
Insurance	3,558	3,834	3,300	534
Social Security	2,856	1,564	2,400	(836)
Other	1,472	21	200	(179)
Purchased Professional and Technical Services	2,556	0	0	0
Instructional Support Staff				
Salaries				
Non-certified	600	600	0	600
Employee Benefits				
Social Security	47	47	0	47
Supplies				
Books and Periodicals	80	0	0	0
General Administration				
Salaries				
Certified	96,000	96,624	96,000	624
Non-certified	27,452	27,178	27,500	(322)

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

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 - continued				
General Administration - continued				
Employee Benefits				
Insurance	$ 12,959	$ 12,942	$ 14,000	$ (1,058)
Social Security	9,087	9,078	10,000	(922)
Other	1,433	1,652	1,500	152
Purchased Professional and Technical Services	180	0	0	0
Other purchased services				
Communications	3,284	405	1,500	(1,095)
Other	2,328	2,573	1,500	1,073
Supplies	1,824	1,784	1,500	284
Other	4,534	5,122	2,000	3,122
School Administration				
Salaries				
Certified	135,500	147,665	135,000	12,665
Non-certified	65,426	48,120	45,000	3,120
Employee Benefits				
Insurance	35,053	33,052	28,000	5,052
Social Security	14,547	15,026	12,000	3,026
Other	3,671	4,431	3,000	1,431
Other Purchased Services				
Communications	2,056	1,502	2,000	(498)
Other	246	0	0	0
Supplies	845	755	500	255
Other	600	527	500	27
Central Services				
Salaries				
Non-certified	51,960	51,078	51,000	78
Employee Benefits				
Insurance	9,162	9,849	9,000	849
Social Security	3,525	3,437	3,500	(63)
Other	587	590	600	(10)
Operations and Maintenance				
Salaries - noncertified	85,247	85,112	86,000	(888)
Employee Benefits				
Insurance	21,144	22,728	23,000	(272)
Social Security	5,554	5,475	6,000	(525)
Other	1,890	1,974	2,000	(26)
Purchased Property Services				
Water/Sewer	12,015	12,837	14,000	(1,163)
Cleaning	12,980	14,584	14,000	584
Repairs and Maintenance	21,842	27,627	25,000	2,627
Rentals	0	0	0	0
Repair of Buildings	9,403	7,116	10,000	(2,884)

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

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 - continued				
Operations and Maintenance - continued				
Other Purchased Services	$ 355	$ 395	$ 0	$ 395
Supplies				
General Supplies	28	611	0	611
Energy				
Heating	4,727	1,269	5,000	(3,731)
Electricity	13,557	0	15,000	(15,000)
Operations and Maintenance (Transportation)				
Salaries				
Non-certified	58,769	52,992	60,000	(7,008)
Employee Benefits				
Social Security	4,492	4,035	5,000	(965)
Other	731	1,186	1,000	186
Purchased Professional and Technical Services	451	539	500	39
Vehicle Operating Services				
Motor Fuel	14,385	0	20,000	(20,000)
Vehicle Services & Maintenance Services				
Other	5,079	209	10,000	(9,791)
Operating Transfers				
At Risk (4)	51,000	54,350	56,000	(1,650)
At Risk (K-12)	201,417	321,727	299,483	22,244
Virtual Education	49,000	30,000	0	30,000
Capital Outlay	20,000	100,000	0	100,000
Special Education	62,813	0	382,652	(382,652)
Special Education State Aid	295,743	390,662	0	390,662
Professional Development	8,000	25,000	0	25,000
Textbook Rental	0	35,000	0	35,000
Career & Postsecondary Education	33,583	104,000	84,600	19,400
Adjustment to Comply With Legal Max	0	0	(89,130)	89,130
Legal General Fund Budget and Expenditures	2,560,504	2,490,832	2,456,017	34,815
Adjustment for Qualifying Budget Credits	0	0	34,815	(34,815)
Total Expenditures	2,560,504	2,490,832	$ 2,490,832	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1,	0	0		
Unencumbered Cash, June 30,	$ 0	$ 0		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
LOCAL OPTION BUDGET

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)
Cash Receipts				
Local Sources				
Ad Valorem Tax	$ 752,594	$ 724,229	$ 623,391	$ 100,838
Delinquent Tax	12,123	9,751	12,994	(3,243)
Reimbursements	70,473	76,078	0	76,078
County Sources				
Motor Vehicle Tax	47,923	49,821	52,011	(2,190)
Recreational Vehicle Tax	977	832	925	(93)
Commercial Vehicle Tax	2,977	3,137	3,542	(405)
16/20M Truck Tax	3,453	2,897	0	2,897
Watercraft Tax	128	94	0	94
In Lieu of Tax	(4,364)	(2,923)	0	(2,923)
State Sources				
Supplemental Aid	102,829	39,085	39,929	(844)
Total Cash Receipts	989,113	903,001	$ 732,792	$ 170,209
Expenditures				
Instruction				
Salaries - Certified	4,326	2,981	$ 3,841	$ (860)
Employee Benefits				
Insurance	54,055	57,464	54,000	3,464
Social Security	276	171	342	(171)
Other	6	3	0	3
Purchased Professional and Technical Services	22,150	22,202	26,000	(3,798)
Purchased Property Services	1,050	2,192	3,000	(808)
Other Purchased Services	285	262	500	(238)
Supplies				
General Teaching	19,440	44,803	30,000	14,803
Textbooks	0	0	0	0
Miscellaneous	3,596	3,936	5,000	(1,064)
Property	32,170	16,268	40,000	(23,732)
Other	7,049	4,736	10,000	(5,264)
Student Support Services				
Purchased Professional and Technical Services	7,155	0	8,000	(8,000)
Supplies	1,536	1,663	2,000	(337)
Instructional Support Staff				
Salaries				
Non-certified	29,190	26,068	30,000	(3,932)
Employee Benefits				
Insurance	3,558	3,515	5,000	(1,485)
Social Security	2,235	1,995	3,000	(1,005)
Other	36	26	0	26
Supplies	0	0	500	(500)

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
LOCAL OPTION BUDGET

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 - continued				
General Administration				
Employee Benefits	$ 0	$ 0	$ 0	$ 0
Purchased Professional and Tech Services	21,894	13,854	25,000	(11,146)
Other Purchased Services				
Insurance	8,313	10,244	70,000	(59,756)
Communications	5,820	3,542	5,000	(1,458)
Other	2,821	971	2,000	(1,029)
Supplies	1,634	607	1,500	(893)
Other	11,075	14,307	10,000	4,307
School Administration				
Communications	2,379	3,505	2,500	1,005
Supplies	1,887	1,546	2,000	(454)
Other	522	2,250	500	1,750
Operations and Maintenance				
Purchased Property Services				
Water/Sewer	0	1,481	0	1,481
Cleaning	0	0	2,000	(2,000)
Repairs and Maintenance	90,181	70,100	90,000	(19,900)
Repair of Buildings	10,883	26,286	12,000	14,286
Insurance	47,402	59,634	50,000	9,634
Other Purchased Services	16	288	0	288
Supplies				
General Supplies	16,229	17,094	15,000	2,094
Energy				
Heating	24,205	27,031	33,000	(5,969)
Electricity	66,303	88,491	78,000	10,491
Property	0	1,088	0	1,088
Student Transportation Services				
Vehicle Operating Services				
Other Purchased Services				
Insurance	15,801	19,581	20,000	(419)
Motor Fuel	17,403	24,377	34,000	(9,623)
Vehicle Services & Maintenance				
Other	11,184	25,646	20,000	5,646
Operating transfers				
Virtual Education			20,000	(20,000)
Food Service	0	0	5,000	(5,000)
Special Education	144,188	231,898	40,000	191,898
Vocational Education	77,417	0	11,384	(11,384)
Textbook Rental	7,262	0	0	0
At-Risk K-12	145,583	84,500	88,616	(4,116)
Adjustment to Comply With Legal Max	0	0	(18,155)	18,155

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
LOCAL OPTION BUDGET

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)
Legal Supplemental General Fund Budget and Expenditures	$ 918,515	$ 916,606	$ 840,528	$ 76,078
Adjustment for Qualifying Budget Credits	0	0	76,078	(76,078)
Total Expenditures	918,515	916,606	$ 916,606	$ 0
Receipts Over (Under) Expenditures	70,598	(13,605)		
Unencumbered Cash, July 1	55,293	125,891		
Unencumbered Cash, June 30	$ 125,891	$ 112,286		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - C

SPECIALPURPOSE FUNDS
AT RISK 4 YR OLD

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)
Cash Receipts				
Other				
Transfers from General	$ 51,000	$ 54,350	$ 56,000	$ (1,650)
Total cash receipts	51,000	54,350	$ 56,000	$ (1,650)
Expenditures				
Instruction				
Salaries				
Certified	35,100	33,459	$ 38,000	$ (4,541)
Non-certified	6,821	7,793	9,000	(1,207)
Employee Benefits				
Insurance	9,264	9,785	11,443	(1,658)
Social Security	2,316	2,761	2,500	261
Other	398	396	500	(104)
Supplies	0	122	0	122
Total Expenditures	53,899	54,316	$ 61,443	$ (7,127)
Receipts Over (Under) Expenditures	(2,899)	34		
Unencumbered Cash, July 1	8,343	5,444		
Unencumbered Cash, June 30	$ 5,444	$ 5,478		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - D

SPECIAL PURPOSE FUNDS
AT RISK (K-12)

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash receipts				
Local Sources				
Miscellaneous	$ 0	$ 2,250	$ 0	$ 2,250
Other				
Transfer from General	201,417	321,727	299,483	22,244
Transfer from Supplemental Gen.	145,583	84,500	88,616	(4,116)
Total Cash Receipts	347,000	408,477	$ 388,099	$ 20,378
Expenditures				
Instruction				
Salaries				
Certified	215,125	238,949	$ 260,000	$ (21,051)
Non-certified	3,339	13,202	14,000	(798)
Employee Benefits				
Insurance	31,238	39,807	35,000	4,807
Social Security	16,059	19,056	20,000	(944)
Other	3,465	4,267	10,000	(5,733)
Purchased Professional and Technical Services	4,381	5,018	30,000	(24,982)
Supplies	0	1,950	10,000	(8,050)
Student Support Services				
Salaries				
Certified	35,062	44,300	36,000	8,300
Employee Benefits				
Insurance	3,558	7,668	5,000	2,668
Social Security	2,666	3,324	5,000	(1,676)
Other	387	404	500	(96)
Total Expenditures	315,280	377,945	$ 425,500	$ (47,555)
Receipts Over (Under) Expenditures	31,720	30,532		
Unencumbered Cash, July 1	45,624	77,344		
Unencumbered Cash, June 30	$ 77,344	$ 107,876		

Peabody-Burns Unified School District Number 398

Schedule 2 - E

SPECIAL PURPOSE FUNDS
VIRTUAL EDUCATION

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)
Cash receipts				
Local Sources				
Other	$ 3,810	$ 28,516	$ 0	$ 28,516
Other				
Transfer from General Fund	49,000	30,000	20,000	10,000
Total Cash Receipts	52,810	58,516	$ 20,000	$ 38,516
Expenditures				
Instruction				
Salaries				
Certified	0	14,710	$ 0	$ 14,710
Employee benefits				
Social security	0	1,111	0	1,111
Other	0	19	0	19
Purchased Professional and Technical Services	38,343	44,163	77,000	(32,837)
Total expenditures	38,343	60,003	$ 77,000	$ (16,997)
Receipts Over (Under) Expenditures	14,467	(1,487)		
Unencumbered Cash, July 1	42,578	57,045		
Unencumbered Cash, June 30	$ 57,045	$ 55,558		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - F

SPECIAL PURPOSE FUNDS
CAPITAL OUTLAY

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)
Cash Receipts				
Local Sources				
Ad Valorem Tax	$ 137,038	$ 150,689	$ 136,463	$ 14,226
Delinquent Tax	2,411	1,882	2,391	(509)
Interest on Idle Funds	4,894	12,955	0	12,955
Other	31,685	24,673	0	24,673
County Sources				
Motor Vehicle Tax	9,312	8,117	8,570	(453)
Recreational Vehicle Tax	188	129	153	(24)
Commercial Vehicle Tax	491	559	584	(25)
16/20M Truck Tax	732	456	0	456
Watercraft Tax	21	17	0	17
In Lieu of Tax	(799)	(611)	0	(611)
Other				
Transfer from general fund	20,000	100,000	0	100,000
Total Cash Receipts	205,973	298,866	$ 148,161	$ 150,705
Expenditures				
Instruction				
Property	0	2,781	$ 0	$ 2,781
Student Support Services				
Property	0	0	250,000	(250,000)
Operations and Maintenance				
Repairs & Maintenance			50,000	(50,000)
Repair of Buildings	157,644	86,774	200,000	(113,226)
Property	0	0	50,000	(50,000)
Transportation				
Property	0	0	100,000	(100,000)
Site Improvement				
Site Improvement Services	1,212	700	0	700
Facilities Acquisition and Construction Services				
Building Improvements				
Salaries: Maintenance	48,620	49,474	48,620	854
Social Security	3,701	3,767	3,800	(33)
Insurance	7,048	7,576	7,668	(92)
Other	583	589	1,000	(411)
Repair and Remodeling Building	125,936	11,945	250,000	(238,055)
Total Expenditures	344,744	163,606	$ 961,088	$ (797,482)
Receipts Over (Under) Expenditures	(138,771)	135,260		
Unencumbered Cash, July 1	1,013,698	874,927		
Unencumbered Cash, June 30	$ 874,927	$ 1,010,187		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - G

SPECIAL PURPOSE FUNDS
DRIVER TRAINING

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)
Cash Receipts				
Local Sources				
Other	$ 1,568	$ 0	$ 0	$ 0
State Sources				
Transportation Aid	854	2,820	2,160	660
Total Cash Receipts	2,422	2,820	$ 2,160	$ 660
Expenditures				
Instruction				
Salaries				
Certified	5,406	0	$ 6,000	$ (6,000)
Employee Benefits				
Social Security	411	0	500	(500)
Other	7	0	100	(100)
Supplies				
General Supplemental	0	0	2,500	(2,500)
Operations and Maintenance				
Vehicle Operations				
Motor Fuel	215	148	1,000	(852)
Other	8	0	25	(25)
Total Expenditures	6,047	148	$ 10,125	$ (9,977)
Receipts Over (Under) Expenditures	(3,625)	2,672		
Unencumbered Cash, July 1	14,840	11,215		
Unencumbered Cash, June 30	$ 11,215	$ 13,887		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - H

SPECIAL PURPOSE FUNDS
FOOD SERVICE

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)
Cash Receipts				
Local Sources				
Food Service				
Student Sales - Lunch	$ (205)	$ 34,853	$ 33,436	$ 1,417
Student Sales - Breakfast	0	0	18,370	(18,370)
Non-reimbursable Sales	8,882	5,944	11,350	(5,406)
Other	0	23,190	0	23,190
Interest	95	257	0	257
State Sources				
School food assistance	17,211	27,691	955	26,736
Federal Sources				
Child Nutrition Programs	161,200	101,511	90,244	11,267
Other				
Transfer From				
Supplemental General	0	0	5,000	(5,000)
Total Cash Receipts	187,183	193,446	$ 159,355	$ 34,091
Expenditures				
Operations & Maintenance				
Purchased Property Services	0	0	293	(293)
Supplies	0	0	10,000	(10,000)
Equipment	243	3,412	0	3,412
Food Service Operation				
Other Purchased Services				
Food Service Management	159,987	144,416	180,000	(35,584)
Supplies				
Food and Milk	6,202	6,113	1,000	5,113
Miscellaneous Supplies	0	942	1,000	(58)
Property	3,430	29,533	24,990	4,543
Total Expenditures	169,862	184,416	$ 217,283	$ (32,867)
Receipts Over (Under) Expenditures	17,321	9,030		
Unencumbered Cash, July 1	40,607	57,928		
Unencumbered Cash, June 30	$ 57,928	$ 66,958		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - I

SPECIAL PURPOSE FUNDS
PROFESSIONAL DEVELOPMENT

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)
Cash Receipts				
Local Sources				
Reimbursements	$ 0	$ 25	$ 0	$ 25
State Sources				
Professional Developmental Aid	0	404	3,818	(3,414)
Other				
Transfer From General	8,000	25,000	0	25,000
Total Cash Receipts	8,000	25,429	$ 3,818	$ 21,611
Expenditures				
Instructional Support Staff				
Purchased Professional and Technical Services	18,732	12,347	$ 59,000	$ (46,653)
Receipts Over (Under) Expenditures	(10,732)	13,082		
Unencumbered Cash, July 1	66,221	55,489		
Unencumbered Cash, June 30	$ 55,489	$ 68,571		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - J

SPECIAL PURPOSE FUNDS
SPECIAL EDUCATION

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)
Cash receipts				
State Sources				
Medicaid	$ 16,514	$ 17,527	$ 0	$ 17,527
Federal Sources				
Cares Act	0	0	0	0
ESSER II	0	0	0	0
Other				
Transfers				
General	358,556	390,662	382,652	8,010
Supplemental General	144,188	231,898	40,000	191,898
Total Cash Receipts	519,258	640,087	$ 422,652	$ 217,435
Expenditures				
Instruction				
Other Purchased Services				
Education Coop	$ 495,192	$ 537,228	$ 565,580	$ (28,352)
Other	0	0	19,296	(19,296)
Vehicle Operating Services				
Salaries				
Non-certified	8,168	9,587	55,000	(45,413)
Employee Benefits				
Social Security	623	687	5,000	(4,313)
Other	10	10	5,000	(4,990)
Supplies				
Motor Fuel	2,751	4,196	10,000	(5,804)
Other	1,035	1,638	10,000	(8,362)
Total Expenditures	507,779 p	553,346	$ 669,876	$ (116,530)
Receipts Over (Under) Expenditures	11,479	86,741		
Unencumbered Cash, July 1	259,911	271,390		
Unencumbered Cash, June 30	$ 271,390	$ 358,131		

Peabody-Burns Unified School District Number 398

Schedule 2 - K

SPECIAL PURPOSE FUNDS
CAREER & POSTSECONDARY EDUCATION

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)
Cash Receipts				
Local Sources				
Miscellaneous	$ 2,119	$ 0	$ 0	$ 0
State Sources				
Transportation aid	0	13,457	0	13,457
Federal Sources				
Federal aid	0	2,683	0	2,683
Other				
Transfers				
General	33,583	104,000	84,600	19,400
Supplemental General	77,417	0	11,384	(11,384)
Total Cash Receipts	113,119	120,140	$ 95,984	$ 24,156
Expenditures				
Instruction				
Salaries				
Certified	59,555	69,656	$ 108,377	$ (38,721)
Employee Benefits				
Social Security	3,742	4,706	5,000	(294)
Insurance	11,233	13,318	19,000	(5,682)
Other	591	583	1,000	(417)
Purchased Professional Services	1,368	878	2,000	(1,122)
Other Purchased Services	0	396	0	396
Supplies				
General Teaching Supplies	435	1,613	10,000	(8,387)
Miscellaneous Supplies	0	3,657	2,000	1,657
Property	1,766	1,982	5,000	(3,018)
Other	0	0	2,000	(2,000)
Student Transportation Services				
Non-certified	11,546	11,281	13,000	(1,719)
Employee Benefits	895	868	1,000	(132)
Vehicle Maintenance	0	561	0	561
Total Expenditures	91,131	109,499	$ 168,377	$ (58,878)
Receipts Over (Under) Expenditures	21,988	10,641		
Unencumbered Cash, July 1	50,405	72,393		
Unencumbered Cash, June 30	$ 72,393	$ 83,034		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - L

SPECIAL PURPOSE FUNDS
TITLE I

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 50,273	$ 49,430
Expenditures		
Instruction		
Salaries		
Certified	39,758	39,907
Employee Benefits		
Insurance	5,930	5,751
Social Security	3,163	1,874
Other	396	36
Supplies		
General Teaching Supplies	272	1,862
Property	754	0
Total Expenditures	50,273	49,430
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, July 1	0	0
Unencumbered Cash, June 30	$ 0	$ 0

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - M

SPECIAL PURPOSE FUNDS
TITLE II A - TEACHER QUALITY

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 11,512	$ 9,849
Expenditures		
Instruction		
Salaries		
Certified	9,846	7,451
Employee Benefits		
Health Insurance	1,115	1,802
Social Security	542	584
Other	9	12
Total Expenditures	11,512	9,849
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, July 1	0	0
Unencumbered Cash, June 30	$ 0	$ 0

Peabody-Burns Unified School District Number 398

Schedule 2 - N

SPECIAL PURPOSE FUNDS
TITLE IV

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 12,256	$ 12,497
Expenditures		
Instruction		
Salaries		
Certified	2,779	1,082
Noncertified	5,418	4,675
Employee Benefits		
Social Security	595	388
Other	3,075	2,585
Purchased Professional and Technical Services	389	600
Supplies - Teaching	0	964
Equipment	0	2,203
Total Expenditures	12,256	12,497
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, July 1	0	0
Unencumbered Cash, June 30	$ 0	$ 0

Peabody-Burns Unified School District Number 398

Schedule 2 - O

SPECIAL PURPOSE FUNDS
ESSER I

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 21,152	$ 0
Expenditures		
Instruction		
Supplies	683	0
Operations & Maintenance		
Salaries		
Non-certified	0	0
Employee Benefits		
Social Security	0	0
Other	0	0
Total Expenditures	683	0
Receipts Over Under) Expenditures	20,469	0
Unencumbered Cash, July 1	(20,469)	0
Unencumbered Cash, June 30	$ 0	$ 0

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - P

SPECIAL PURPOSE FUNDS
ESSER II

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 102,627	$ 56,858
Expenditures		
Instruction		
Salaries		
Certified	35,933	30,795
Non-certified	7,300	0
Employee Benefits		
Social Security	3,307	2,888
Other	102	6,716
Supplies	15,447	16,272
Property	260	0
Other	174	0
Support Services		
Purchased Professional and Technical Services	1,570	200
Supplies	29	0
General Administration		
Salaries		
Certified	3,203	0
Employee Benefits		
Social Security	244	0
Other	3	0
Property	1,538	0
School Administration		
Salaries		
Certified	2,000	0
Non-certified	3,318	0
Employee Benefits		
Social Security	406	0
Other	6	0
Operations & Maintenance		
Salaries		
Certified	4,000	0
Employee Benefits		
Social Security	306	0
Other	4	0
Purchased Professional and Technical Services	3,500	0
Repairs and Maintenance	773	0
Supplies	8,926	0
Property	3,600	0

Peabody-Burns Unified School District Number 398

Schedule 2 - P

SPECIAL PURPOSE FUNDS
ESSER II

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
Expenditures - continued		
Student Transportation Services		
Salaries		
Certified	$ 500	$ 0
Non-certified	5,508	0
Employee Benefits		
Social Security	460	0
Other	7	0
Food Service		
Supplies	190	0
Total Expenditures	102,614	56,871
Receipts Over (Under) Expenditures	13	(13)
Unencumbered Cash, July 1	0	13
Unencumbered Cash, June 30	$ 13	$ 0

Peabody-Burns Unified School District Number 398

Schedule 2 - Q

SPECIAL PURPOSE FUNDS
ESSER III

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 0	$ 172,825
Expenditures		
Instruction		
Salaries		
Certified	0	115,286
Non-certified	0	6,066
Employee Benefits		
Social Security	0	5,972
Other	0	14,783
Supplies	0	10,115
Property	0	1,600
General Administration		
Salaries		
Certified	0	1,000
Non-certified	0	2,000
Employee Benefits		
Social Security	0	230
Other	0	3
School Administration		
Salaries		
Certified	0	2,000
Non-certified	0	2,000
Employee Benefits		
Social Security	0	306
Other	0	4
Operations & Maintenance		
Salaries		
Non-certified	0	4,000
Employee Benefits		
Social Security	0	306
Other	0	4
Student Transportation Services		
Salaries		
Certified	0	4,000
Employee Benefits		
Social Security	0	306
Other	0	4
Total Expenditures	0	169,985
Receipts Over (Under) Expenditures	0	2,840
Unencumbered Cash, July 1	0	0
Unencumbered Cash, June 30	$ 0	$ 2,840

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - R

SPECIAL PURPOSE FUNDS
KDHE TESTING GRANT

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
Cash Receipts		
Federal Sources		
Federal Grants	$ 39,582	$ 153,560
Expenditures		
Instruction		
Salaries		
Certified	8,300	11,000
Non-certified	1,800	3,000
Employee Benefits		
Social Security	735	1,071
Other	49	165
Supplies	220	0
Other	5,180	680
Support Services		
Salaries		
Certified	32,727	40,823
Employee Benefits		
Insurance	5,930	7,576
Social Security	1,880	2,335
Other	39	41
Supplies	1,111	2,519
Property	3,287	1,220
Other	1,000	1,000
Instructional Support Staff		
Purchased Professional and Technical Services	350	0
General Administration		
Salaries		
Certified	2,000	2,000
Non-certified	4,000	4,000
Employee Benefits		
Social Security	430	459
Other	6	6
School Administration		
Salaries		
Certified	5,000	4,000
Non-certified	1,100	4,000
Employee Benefits		
Social Security	443	612
Other	6	8
Operations and Maintenance		
Salaries		
Non-certified	1,200	2,000
Employee Benefits		
Social Security	82	153
Other	1	2

Peabody-Burns Unified School District Number 398

Schedule 2 - R

SPECIAL PURPOSE FUNDS
KDHE TESTING GRANT

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
Expenditures - continued		
Operations and Maintenance - continued		
Cleaning	$ 1,400	$ 1,600
Supplies	1,670	5,871
Property	320	321,690
Student Transportation Services		
Salaries		
Certified	1,500	2,000
Employee Benefits		
Social Security	115	152
Other	2	2
Total Expenditures	81,883	419,985
Receipts Over (Under) Expenditures	(42,301)	(266,425)
Unencumbered Cash, July 1	0	(42,301)
Unencumbered Cash, June 30	$ (42,301)	$ (308,726)

Peabody-Burns Unified School District Number 398

Schedule 2 - S

SPECIAL PURPOSE FUNDS
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)
Cash Receipts				
Other				
Transfer from General	$ 268,423	$ 267,049	$ 279,160	$ (12,111)
Total Cash Receipts	268,423	267,049	$ 279,160	$ (12,111)
Expenditures				
Instruction				
Employee Benefits	171,745	171,952	$ 179,751	$ (7,799)
Student Support				
Employee Benefits	12,062	9,247	9,666	(419)
Instruction Support				
Employee Benefits	3,229	3,293	3,442	(149)
General Administration				
Employee Benefits	17,259	17,598	18,396	(798)
School Administration				
Employee Benefits	29,016	29,157	30,479	(1,322)
Other Supplemental Services				
Employee Benefits	7,170	7,311	7,643	(332)
Operations and Maintenance				
Employee Benefits	17,758	18,107	18,928	(821)
Student Transportation Services				
Employee Benefits	10,184	10,384	10,855	(471)
Total Expenditures	268,423	267,049	$ 279,160	$ (12,111)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	$ 0	$ 0		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - T

SPECIAL PURPOSE FUNDS
CONTINGENCY RESERVE

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
Unencumbered Cash, July 1	$ 284,083	$ 284,083
Unencumbered Cash, June 30	$ 284,083	$ 284,083

Peabody-Burns Unified School District Number 398

Schedule 2 - U

SPECIAL PURPOSE FUNDS
TEXTBOOK AND STUDENT MATERIAL REVOLVING

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
Cash Receipts		
Local Sources		
Rental Fees and Books	$ 5,031	$ 6,404
Pre K Fees	305	72
Other		
Transfer From General	0	35,000
Transfer From Supplemental General	7,262	0
Total Cash Receipts	12,598	41,476
Expenditures		
Instruction		
Textbooks - PBHS	18,861	31,320
Support Services		
Other Material and Supplies	759	2,472
Total Expenditures	19,620	33,792
Receipts Over (Under) Expenditures	(7,022)	7,684
Unencumbered Cash, July 1	70,747	63,725
Unencumbered Cash, June 30	$ 63,725	$ 71,409

Peabody-Burns Unified School District Number 398

Schedule 2 - V

SPECIAL PURPOSE FUNDS
OWLS GRANT

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
Unencumbered Cash, July 1	$ 1,001	$ 1,001
Unencumbered Cash, June 30	$ 1,001	$ 1,001

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - W

SPECIAL PURPOSE FUNDS
RECREATION COMMISSION

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)
Cash Receipts				
Local Sources				
Tax Revenues	$ 72,440	$ 71,443	$ 66,709	$ 4,734
Total Cash receipts	72,440	71,443	$ 66,709	$ 4,734
Expenditures				
Recreation Commission	72,440	71,443	$ 112,000	$ (40,557)
Total Expenditures	72,440	71,443	$ 112,000	$ (40,557)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	$ 0	$ 0		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

SPECIAL PURPOSE FUNDS
SCHOLARSHIP FUNDS

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)

	Barrett Scholarship	Mina Fitch Scholarship	Gladys Hart Scholarship	Masonic Scholarship	Randy Farr Scholarship
Cash Receipts					
Local Sources					
Interest	$ 132	$ 303	$ 303	$ 39	$ 39
Donations	702	508	422	521	771
Total Cash Receipts	834	811	725	560	810
Expenditures					
Student Support services					
Scholarships	500	500	500	250	500
Receipts Over (Under) Expenditures	334	311	225	310	310
Unencumbered Cash, July 1	6,894	16,074	16,210	2,008	1,507
Unencumbered Cash, June 30	$ 7,228	$ 16,385	$ 16,435	$ 2,318	$ 1,817

See Independent Auditor's Report.

Schedule 2 - X

Burdorf Scholarship	Mabel Jensen Award	Litton/ Kliewer Scholarship	2023 Total	2022 Total
$ 190	$ 588	$ 2,340	$ 3,934	$ 1,467
660	91	56	3,731	0
850	679	2,396	7,665	1,467
500	0	1,170	3,920	1,598
350	679	1,226	3,745	(131)
10,035	30,865	126,176	209,769	209,900
$ 10,385	$ 31,544	$ 127,402	$ 213,514	$ 209,769

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

SPECIAL PURPOSE FUNDS
GIFT AND GRANT FUNDS

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)

	Graham Kindergarten	Butler Picnic Fund	Depler Band Fund	Leadership Renewal Fund
Cash Receipts				
Federal Sources				
Gifts/Grants	$ 0	$ 0	$ 0	$ 0
Local Sources				
Gifts/Grants	0	0	0	0
Dividends	0	258	0	0
Interest	154	564	657	0
Total Cash Receipts	154	822	657	0
Expenditures				
Instruction				
Certified Salaries	0	0	0	850
Non-certified Salaries	0	0	0	0
Insurance	0	0	0	0
Social Security	0	0	0	0
Other Employee Benefits	0	0	0	0
Other	0	0	0	0
Supplies	0	0	0	0
Property	0	70	0	0
Total Expenditures	0	70	0	850
Receipts Over (Under) Expenditures	154	752	657	(850)
Unencumbered Cash, July 1	9,014	32,249	56,317	8,593
Unencumbered Cash, June 30	$ 9,168	$ 33,001	$ 56,974	$ 7,743

See Independent Auditor's Report.

Adventure Program	KS Coordinated Health Grant	Gifts & Grants	2023 Total	2022 Total
$ 0	$ 0	$ 12,593	$ 12,593	$ 9,000
0	80	20,137	20,217	5,107
0	0	0	258	215
0	0	0	1,375	206
0	80	32,730	34,443	14,528
0	0	4,383	5,233	12,439
0	0	1,162	1,162	1,395
0	0	2,308	2,308	2,692
0	0	663	663	751
0	0	9	9	16
0	0	316	316	0
0	256	0	256	528
0	0	2,697	2,767	180
0	256	11,538	12,714	18,001
0	(176)	21,192	21,729	(3,473)
68	333	(3,751)	102,823	106,296
$ 68	$ 157	$ 17,441	$ 124,552	$ 102,823

Peabody-Burns Unified School District Number 398

Schedule 2 - Z

BOND AND INTEREST FUND
BOND AND INTEREST

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)

	2023 Actual	2022 Actual
Cash Receipts		
Local Sources		
Ad Valorem Tax	$ 0	$ 0
Delinquent Tax	28	35
Total Cash Receipts	28	35
Expenditures		
Principal	0	0
Interest	0	0
Total Expenditures	0	0
Receipts Over (Under) Expenditures	28	35
Unencumbered Cash, July 1	165,116	165,144
Unencumbered Cash, June 30	$ 165,144	$ 165,179

Peabody-Burns Unified School District Number 398

Schedule 3

AGENCY FUNDS
STUDENT ORGANIZATION ACCOUNTS

SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
For the Year Ended June 30, 2023

Fund	Unencumbered Cash Balance Beginning of Year	Cash Receipts	Cash Disbursements	Unencumbered Cash Balance End of Year
Student Organization Accounts				
Peabody-Burns Jr/Sr High School				
Adventure Club	$ 524	$ 0	$ 0	$ 524
Class of 2023	875	1,421	2,296	0
Class of 2024	1,516	6,201	5,245	2,472
Class of 2025	0	3,264	1,069	2,195
BPA	805	0	0	805
Character Education	13	250	184	79
Cheerleading	3,269	9,748	11,761	1,256
Drama	2,526	1,852	2,382	1,996
F.F.A.	9,862	17,664	15,445	12,081
F.C.C.L.A.	1,038	183	0	1,221
High School Debit Card	1,500	0	0	1,500
Principal's Vending	121	804	667	258
Misc. Activity	31	0	0	31
National Honor Society	409	262	513	158
Prom	365	0	0	365
M.S. Student Council	141	191	0	332
Jr. Class Entrepreneurship	251	0	0	251
Road Warriors	629	0	629	0
Student Council	133	1,461	773	821
Student Award Fund	120	0	0	120
T-shirts	95	0	0	95
Quiz Bowl	229	0	0	229
VoAg Projects	103	0	0	103
Vocal	639	2,199	1,511	1,327
Warrior Art	60	0	0	60
Warrior Band	522	8,487	7,903	1,106
Warrior Soil/Green House	9,765	9,071	7,743	11,093
TADA	420	250	225	445
Yearbook	755	2,372	1,776	1,351
Total Peabody High School	36,716	65,680	60,122	42,274

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 3

AGENCY FUNDS
STUDENT ORGANIZATION ACCOUNTS

SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
For the Year Ended June 30, 2023

Fund	Unencumbered Cash Balance Beginning of Year	Cash Receipts	Cash Disbursements	Unencumbered Cash Balance End of Year
Peabody-Burns Elementary School				
Miscellaneous	$ 697	$ 3,430	$ 2,963	$ 1,164
Music	293	78	68	303
After School Adventures	0	0	0	0
Helping hands	2,568	0	1,082	1,486
Pre K	483	23	65	441
Pre-K Fees	0	0	0	0
Kindergarten	341	109	218	232
1st Grade	478	7	50	535
2nd Grade	584	7	142	449
3rd Grade	57	231	206	82
4th Grade	128	113	135	106
5th Grade	219	52	159	112
Speech	2	0	0	2
SPED	10	0	0	10
Total Peabody-Burns Elem	5,860	4,050	5,088	4,922
Total Agency Funds	$ 42,576	$ 69,730	$ 65,210	$ 47,196

Peabody-Burns Unified School District Number 398

Schedule 4

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended June 30, 2023

	Cash Balance Beginning of Year	Cash Receipts	Cash Disbursements	Cash Balance End of Year
Gate receipts				
Peabody High School				
Athletics				
HS Boys Basketball	$ 271	$ 974	$ 1,092	$ 153
HS Girls Basketball	0	819	714	105
HS Girls Volleyball	1,647	1,030	1,199	1,478
Track/ Cross Country	506	0	0	506
Activities	2,708	20,333	20,165	2,876
MS Girls Basketball	106	0	0	106
MS Boys Basketball	24	74	80	18
MS Volleyball	351	667	627	391
HS Football	925	1,788	1,708	1,005
MS Football	642	0	0	642
Athletic Towel Fund	3,649	770	266	4,153
Weight Room Keys	2,167	247	585	1,829
	12,996	26,702	26,436	13,262
School projects				
Peabody High School				
District Activity				
Art Fees	0	140	140	0
Computer	0	165	165	0
District Band	0	816	816	0
Home Economics	0	833	833	0
District Book Replacement	0	19	19	0
Vocational Ag	0	390	390	0
Horticulture	0	285	285	0
Driver's Education	0	246	246	0
Floriculture	0	1,189	1,189	0
Student Planners	0	5	5	0
Laptop	0	1,574	1,574	0
PBES Pre-K	0	1,725	1,725	0
USD 398 Day Care	0	305	305	0
Cafeteria Manager	0	2,081	2,081	0
Summer School	0	400	300	100
Student Assistance	1,502	100	72	1,530
HOBY Leadership	253	22	275	0
Daycare Gifts/Grants	868	1,922	1,249	1,541
Health	150	0	0	150
Memorials	730	0	0	730
Warrior Recycling	115	0	0	115
Summer Meal Program	3,019	0	0	3,019
Brent Buller Memorial	588	1	0	589

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 4

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended June 30, 2023

	Cash Balance Beginning of Year	Cash Receipts	Cash Disbursements	Cash Balance End of Year
Peabody High School - Continued				
District Activity - Continued				
Channel 7 Advertising	$ 350	$ 0	$ 0	$ 350
Team 398	35	0	0	35
Concession Stand	2,388	18,608	17,880	3,116
Petty Cash	0	1,500	0	1,500
Sales Tax	99	6,491	6,474	116
	10,097	39,481	36,687	12,891
Total District Activity Funds	$ 23,093	$ 66,183	$ 63,123	$ 26,153

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 5 - A

RELATED MUNICIPAL ENTITY
PEABODY-BURNS RECREATION COMMISSION - GENERAL

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)
Cash Receipts				
Local Sources				
Ad Valorem Tax	$ 67,030	$ 66,202	$ 59,900	$ 6,302
Delinquent Tax	951	801	900	(99)
Interest on Idle Funds	27	91	0	91
Reimbursements	2,781	2,813	2,000	813
Fees for Services	1,000	1,480	1,000	480
County sources				
Motor Vehicle Tax	4,157	4,003	3,200	803
Recreational Vehicle Tax	78	163	50	113
Commercial Vehicle Tax	224	274	0	274
Total Cash Receipts	76,248	75,827	$ 67,050	$ 8,777
Expenditures				
Community Service Operations				
Salaries				
Non-certified	19,683	19,117	$ 21,000	$ (1,883)
Equipment and Supplies	3,431	9,167	4,000	5,167
Caps/Shirts	1,918	1,688	3,000	(1,312)
League Fees	1,185	1,900	1,200	700
Swimming	750	750	1,250	(500)
Transportation	2,697	2,355	3,000	(645)
Umpires/Officials/Helpers	20	710	1,000	(290)
Lights	1,134	1,886	1,400	486
Special Projects	40,930	20,475	38,800	(18,325)
Liability Insurance	1,887	1,935	2,000	(65)
Printing and Publications	2,885	2,982	3,000	(18)
Miscellaneous	130	224	350	(126)
Summer Activities	2,820	2,884	0	2,884
Total Expenditures	79,470	66,073	$ 80,000	$ (13,927)
Receipts Over (Under) Expenditures	(3,222)	9,754		
Unencumbered Cash, July 1	73,925	70,703		
Unencumbered Cash, June 30	$ 70,703	$ 80,457		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 5 - B

RELATED MUNICIPAL ENTITY
PEABODY-BURNS EDUCATION ENDOWMENT 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
Cash Receipts		
Local Sources		
Interest and Dividends	$ 256	$ 571
Realized Gain	(57)	1,130
Unrealized Gains (Losses)	(3,872)	345
Project Revenues	0	100
Contribution	120	270
Total Cash Receipts	(3,553)	2,416
Expenditures		
Administrative Fee	221	423
Investment Management Fee	49	92
Project Expenditures	0	100
Total Expenditures	270	615
Receipts Over (Under) Expenditures	(3,823)	1,801
Unencumbered Cash, July 1	27,336	23,513
Unencumbered Cash, June 30	$ 23,513	$ 25,314

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 5 - C

RELATED MUNICIPAL ENTITY
PEABODY-BURNS HIGH SCHOOL ENDOWMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2023
Actual Totals for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual
Cash Receipts		
Local Sources		
Interest and Dividends	$ 947	$ 827
Realized Gain	(210)	2,459
Unrealized Gains (Losses)	(14,354)	2,504
Contribution	0	692
Total Cash Receipts	(13,617)	6,482
Expenditures		
Grants	2,790	942
Administrative Fee	698	662
Investment Management Fee	183	166
Total Expenditures	3,671	1,770
Receipts Over (Under) Expenditures	(17,288)	4,712
Unencumbered Cash, July 1	101,733	84,445
Unencumbered Cash, June 30	$ 84,445	$ 89,157

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program Title or Cluster Title	Federal CFDA Number	Program Revenue Amount	Program Expenditure Amount
U.S DEPARTMENT OF AGRICULTURE			
Pass-through Kansas Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	$ 28,923	$ 28,923
National School Lunch Program (NSLP)	10.555	86,474	86,474
Summer Food Service Program	10.559	6,535	6,535
Total Child Nutrition Cluster		121,932	121,932
ARPA Equipment	10.579	23,190	23,190
Child and Adult Care Food Program	10.582	6,139	6,139
TOTAL DEPARTMENT OF AGRICULTURE		151,261	151,261
U.S. DEPARTMENT OF EDUCATION			
Pass-through Kansas Department of Education			
Title I Grants	84.010	49,430	49,430
Improving Teacher Quality State Grants	84.367	9,849	9,849
Student Support & Academic Enrichment Grants	84.424	12,497	12,497
Elementary & Secondary School Emergency Relief	84.425	237,933	233,831
TOTAL DEPARTMENT OF EDUCATION		309,709	305,607
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Pass-through Kansas Department of Education			
KDHE K-12 Covid Testing Grant	93.323	153,561	419,986
Early Learning	93.558	4,343	4,343
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES		157,904	424,329
TOTAL FEDERAL AWARDS		$ 618,874	$ 881,197

The District did not provide federal awards to sub-recipients for the year ended June 30, 2023.

See accompanying notes to this schedule.

Peabody-Burns Unified School District Number 398

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2023

NOTE A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Unified School District Number 398 under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Unified School District Number 398, it is not intended to and does not present the financial position, changes in net assets or cash flows of the District.

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the regulatory basis of accounting as described in the *Kansas Municipal Audit and Accounting Guide* (KMAAG). The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments 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 revenues 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 obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above. Expenditures as reported on the Schedule are recognized under the basis described above and follow the cost principles contained in the Uniform Guidance regarding *Cost Principles* wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE C. NON-CASH ASSISTANCE, INSURANCE AND LOANS

The District did not receive or expend any Federal awards in the form of noncash assistance, insurance, loans or loan guarantees for the year ended June 30, 2023.

NOTE D. INDIRECT COST RATES

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

SPECIAL REPORTS

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

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
Peabody-Burns Unified School District Number 398
Peabody, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Peabody-Burns Unified School District Number 398, Peabody, Kansas, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which comprise the District's regulatory basis financial statements, and have issued our report thereon dated September 30, 2023. The District prepares its financial statement on a regulatory basis of accounting which demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report 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) to determine the 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 statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

Report Compliance and Other Matters

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

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

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.

Harold K. Mayes Jr

Harold K. Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
September 30, 2023

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

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

Board of Education
Peabody-Burns Unified School District Number 398
Peabody, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Peabody-Burns Unified School District Number 398's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Peabody-Burns Unified School District Number 398's major federal programs for the year ended June 30, 2023. Peabody-Burns Unified School District Number 398'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, Peabody-Burns Unified School District Number 398 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* 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 Peabody-Burns Unified School District Number 398 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 Peabody-Burns Unified School District Number 398'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 Peabody-Burns Unified School District Number 398'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 Peabody-Burns Unified School District Number 398's compliance based on our audit. Reasonable assurance is a high level of assurance but

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Peabody-Burns Unified School District Number 398's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Peabody-Burns Unified School District Number 398'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 Peabody-Burns Unified School District Number 398'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 Peabody-Burns Unified School District Number 398'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.

Harold K. Mayes Jr

Harold K . Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
September 18, 2023

Peabody-Burns Unified School District Number 398

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

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Prepared in accordance with GAAP:	Adverse
Type of report the auditor issued on whether the financial statement audited was prepared in accordance with regulatory basis:	Unmodified
Internal control over financial reporting	
Material weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses:	No
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major programs:

CFDA Numb	Name of Federal Program or Cluster	Amount
U.S. Department of Health and Human Services		
93.323	KDHE K-12 Covid Testing Grant	$ 419,986

Dollar threshold used to distinguish between Type A and Type B programs: $ 750,000

Auditee qualified as a low-risk auditee? No

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