

**UNIFIED SCHOOL DISTRICT NO. 112**

Primary Government Financial Statement  
With Independent Auditors' Report

For the Year Ended June 30, 2022

**UNIFIED SCHOOL DISTRICT NO. 112**  
Primary Government Financial Statement With Independent Auditors' Report  
For the Year Ended June 30, 2022

---

**TABLE OF CONTENTS**

Independent Auditors' Report .....	1
Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis .....	5
Notes to Financial Statement .....	6

**Regulatory–Required Supplementary Information**

Schedule 1 – Summary of Expenditures – Actual and Budget – Regulatory Basis .....	15
Schedule 2 – Schedule of Receipts and Expenditures – Regulatory Basis Individually presented by fund	

**Governmental Type Funds**

**General Funds**

2-1 General Fund .....	16
2-2 Supplemental General Fund .....	17

**Special Purpose Funds**

2-3 Capital Outlay Fund .....	18
2-4 Driver Training Fund .....	19
2-5 Food Service Fund .....	20
2-6 Professional Development Fund .....	21
2-7 Special Education Fund .....	22
2-8 Vocational Education Fund .....	23
2-9 Recreation Commission Fund .....	24
2-10 KPERs Special Retirement Contribution Fund .....	25
2-11 At-Risk (K-12) Fund .....	26
2-12 At-Risk (4-Year Old) Fund .....	27
2-13 Virtual Education Fund .....	28
2-14 Contingency Reserve Fund .....	29
2-15 Textbook Rental Fund .....	30
2-16 Title I Fund .....	31
2-17 Title II Fund .....	32
2-18 Title IV Fund .....	33
2-19 Federal Funds Fund .....	34
2-20 ESSER II Fund .....	35
2-21 ESSER III Fund .....	36
2-22 REAP Grant Fund .....	37
2-23 KDHE K-12 COVID Testing Grant Fund .....	38
2-24 Special Gift Fund .....	39

**Bond and Interest Fund**

2-25 Bond and Interest Fund .....	40
-----------------------------------	----

**Trust Fund**

2-26 Scholarship Fund .....	41
-----------------------------	----

Schedule 3 - Summary of Receipts and Disbursements – Regulatory Basis

Agency Funds.....	42
-------------------	----

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

District Activity Funds .....	44
-------------------------------	----

**UNIFIED SCHOOL DISTRICT NO. 112**  
Primary Government Financial Statement With Independent Auditors' Report  
For the Year Ended June 30, 2022

---

**TABLE OF CONTENTS (continued)**

**Single Audit Information**

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> .....	45
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance .....	47
Schedule of Expenditures of Federal Awards .....	50
Notes to Schedule of Expenditures of Federal Awards .....	51
Schedule of Findings and Questioned Costs .....	52
Summary Schedule of Prior Audit Findings .....	55

## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
**Unified School District No. 112**  
Claflin, Kansas

### Report on the Audit of the Financial Statements

#### Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Unified School District No. 112**, as of and for the year ended June 30, 2022 and the related notes to the financial statement.

#### *Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matters discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2022, or changes in financial position and cash flows thereof for the year then ended.

#### *Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

#### Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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

As discussed in Note 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

### **Responsibilities of Management for the Financial Statement**

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditors' Responsibilities for the Audit of the Financial Statement**

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

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

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

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

### Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, summary of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated December 14, 2021, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/oar/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2021, on the basis of accounting described in Note 1.

### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2022, 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 solely to describe the scope of our testing of internal control over

financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Adams Brown, LLC". The signature is written in a cursive, flowing style.

**ADAMSBROWN, LLC**

Certified Public Accountants

Great Bend, Kansas

November 14, 2022

**UNIFIED SCHOOL DISTRICT NO. 112**  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
<b>Governmental Type Funds</b>							
<b>General Funds</b>							
General Fund	\$ -	-	6,067,602	6,067,602	-	3,440	<b>3,440</b>
Supplemental General Fund	121,106	-	1,448,519	1,446,632	<b>122,993</b>	9,117	<b>132,110</b>
<b>Special Purpose Funds</b>							
Capital Outlay Fund	501,040	-	1,194,847	1,305,339	<b>390,548</b>	50,051	<b>440,599</b>
Driver Training Fund	16,415	-	5,529	4,996	<b>16,948</b>	-	<b>16,948</b>
Food Service Fund	63,329	-	373,674	357,390	<b>79,613</b>	-	<b>79,613</b>
Professional Development Fund	14,986	-	13,000	12,838	<b>15,148</b>	199	<b>15,347</b>
Special Education Fund	140,396	-	913,685	918,655	<b>135,426</b>	-	<b>135,426</b>
Vocational Education Fund	16,746	-	215,396	221,454	<b>10,688</b>	657	<b>11,345</b>
Recreation Commission Fund	3,548	-	46,369	49,000	<b>917</b>	-	<b>917</b>
KPERs Special Retirement Contribution Fund	-	-	545,027	545,027	-	-	-
At-Risk (K-12) Fund	15,511	-	486,814	477,481	<b>24,844</b>	67	<b>24,911</b>
At-Risk (4-Year Old) Fund	16,508	-	91,000	93,271	<b>14,237</b>	-	<b>14,237</b>
Virtual Education Fund	162,013	-	1,621,910	1,706,516	<b>77,407</b>	-	<b>77,407</b>
Contingency Reserve Fund	106,473	9,169	-	-	<b>115,642</b>	-	<b>115,642</b>
Textbook Rental Fund	1,846	-	10,682	-	<b>12,528</b>	-	<b>12,528</b>
Title I Fund	-	-	77,999	77,999	-	-	-
Title II Fund	-	-	14,313	14,313	-	-	-
Title IV Fund	-	-	13,748	13,748	-	-	-
ESSER II Fund	(18,507)	-	243,165	224,658	-	-	-
ESSER III Fund	-	-	-	42,464	<b>(42,464)</b>	-	<b>(42,464)</b>
REAP Grant Fund	-	-	27,308	27,308	-	-	-
KDHE K-12 COVID Testing Grant Fund	-	-	99,991	99,991	-	-	-
Special Gift Fund	2,937	-	5,000	129	<b>7,808</b>	-	<b>7,808</b>
District Activity Funds	38,467	-	143,645	134,935	<b>47,177</b>	-	<b>47,177</b>
<b>Bond and Interest Fund</b>							
Bond and Interest Fund	116,025	-	347	-	<b>116,372</b>	-	<b>116,372</b>
<b>Trust Fund</b>							
Scholarship Fund	63	-	-	-	<b>63</b>	-	<b>63</b>
<b>Total Primary Government (Excluding Agency Funds)</b>	<u>\$ 1,318,902</u>	<u>9,169</u>	<u>13,659,570</u>	<u>13,841,746</u>	<u><b>1,145,895</b></u>	<u>63,531</u>	<u><b>1,209,426</b></u>
<b>Composition of Cash</b>							
Checking Accounts							\$ 1,222,602
Certificates of Deposit							<u>100,438</u>
Total Cash							<u>1,323,040</u>
Agency Funds per Schedule 3							<u>(113,614)</u>
<b>Total Primary Government (Excluding Agency Funds)</b>							<u><u>\$ 1,209,426</u></u>

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



## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2022

---

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Unified School District No. 112** has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

#### **Financial Reporting Entity**

The District is a municipal corporation governed by an elected seven-member board. This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

#### **Recreation Commission**

Clafin Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body, but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. Unaudited financial statements can be obtained by contacting the recreation commission's office.

#### **Basis of Presentation – Fund Accounting**

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, 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 minimum number of funds is maintained consistent with legal and managerial requirements.

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

#### **Regulatory Basis Fund Types**

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

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

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

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

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

#### **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

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2022

---

arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

### **Reimbursements**

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

### **NOTE 2 – 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:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20<sup>th</sup>. The District did hold a revenue neutral rate hearing this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for this year for the General Fund and Virtual Education Fund.

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.

## UNIFIED SCHOOL DISTRICT NO. 112

### Notes to Financial Statement

June 30, 2022

---

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 year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds and the following special purpose funds: Contingency Reserve Fund, Textbook Rental Fund, Title I Fund, Title II Fund, Title IV Fund, ESSER II Fund, ESSER III Fund, REAP Grant Fund, KDHE K-12 COVID Testing Grant Fund and District Activity Funds.

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

### NOTE 3 – DEPOSITS AND INVESTMENTS

**Unified School District No. 112** follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

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

#### Concentration of Credit Risk

State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

#### Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District does not use "peak periods". All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was \$1,323,040 and the bank balance was \$2,081,843. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$664,152 was covered by federal depository insurance and \$1,417,691 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

**UNIFIED SCHOOL DISTRICT NO. 112**

Notes to Financial Statement

June 30, 2022

**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 to be adequately secured. The District had no investments at June 30, 2022.

**NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT**

**Unified School District No. 112** received \$297,881 subsequent to June 30, 2022 and as required by K.S.A. 72-5135, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

**NOTE 5 – INTERFUND TRANSFERS**

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Unified School District No. 112's** interfund transfers and regulatory authority for the year ended June 30, 2022 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Special Education Fund	K.S.A. 72-5167	\$ 713,884
General Fund	At-Risk (4-Year Old) Fund	K.S.A. 72-5167	71,000
General Fund	At-Risk (K-12) Fund	K.S.A. 72-5167	363,420
General Fund	Vocational Education Fund	K.S.A. 72-5167	125,790
General Fund	Virtual Education Fund	K.S.A. 72-5167	1,621,000
General Fund	Food Service Fund	K.S.A. 72-5167	9,000
General Fund	Professional Development Fund	K.S.A. 72-5167	12,000
Supplemental General Fund	At-Risk (4-Year Old) Fund	K.S.A. 72-5143	20,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	180,000
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-5143	89,606
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	123,394

**NOTE 6 – LITIGATION**

**Unified School District No. 112** is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the District.

**NOTE 7 – RISK MANAGEMENT**

**Unified School District No. 112** is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other districts in the State to participate in Kansas Association of School Boards Risk Management Services, a public entity risk pool currently operating as a common risk management and insurance program for 112 participating members.

The District pays an annual premium to Kansas Association of School Boards Risk Management Services for its workers' compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Risk Management Services will be self-sustaining through member

## UNIFIED SCHOOL DISTRICT NO. 112

### Notes to Financial Statement

June 30, 2022

---

premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Association of School Boards Risk Management Services management.

The District is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

#### NOTE 8 – GRANTS AND SHARED REVENUES

**Unified School District No. 112** participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

#### NOTE 9 – DEFERRED COMPENSATION PLAN

**Unified School District No. 112** sponsors a deferred compensation plan under Internal Revenue Code Section 403(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The District is not required to make any contributions.

#### NOTE 10 – DEFINED BENEFIT PENSION PLAN

##### General Information about the Pension Plan

##### Plan Description

**Unified School District No. 112** participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

##### Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

## UNIFIED SCHOOL DISTRICT NO. 112

### Notes to Financial Statement

June 30, 2022

---

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

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$545,027 for the year ended June 30, 2022.

#### **Net Pension Liability**

At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was \$4,271,311. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2021. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

#### **NOTE 11 – OTHER POST EMPLOYMENT BENEFITS**

As provided by K.S.A. 12-5040, **Unified School District No. 112** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

## UNIFIED SCHOOL DISTRICT NO. 112

### Notes to Financial Statement

June 30, 2022

---

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.

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2022.

#### **NOTE 12 – COMPENSATED ABSENCES**

##### **Vacation**

**Unified School District No. 112's** policy regarding vacation is that full-time employees will receive vacation at the rate of 10 days per year. Twelve month contracted employees will receive vacation equal to the percentage of their employment. Employees who have completed 15 work years in the district or 15 combined years (combining years employed with USD 112 and years employed with a predecessor district, USD 354 or USD 328 prior to consolidation) receive 3 additional days of vacation per year. Vacation is non-accumulative. However, if an employee wants to carry over any unused vacation, it must be used by July 31<sup>st</sup> of the following fiscal year, with the approval of the building principal and/or Superintendent by June 30<sup>th</sup>. The Superintendent receives 22 days of vacation each year. He is able to carry over his current year vacation until December 31<sup>st</sup>. If not used by December 31<sup>st</sup>, the vacation is forfeited.

Newly hired classified employees hired for 12-month positions will accrue one day of vacation per month through the first year of employment and until the beginning of the first full fiscal year after being hired up to 10 days. Upon completion of the first year and at the beginning of the next fiscal year (July 1) the employee will receive 10 days of vacation per year. Part-time and temporary employees are not eligible for vacation. Employees terminating employment before June 30<sup>th</sup> of the respective fiscal year will be paid for unused vacation at their applicable hourly rate.

##### **Sick Leave**

Classified and certified employees are allowed annual sick leave of 10 days per year. Any unused sick leave may be carried over at the end of the year, but accumulated sick leave is limited to a maximum of 80 days for all District employees. Accumulated sick leave is not paid out if an employee terminates employment or retires.

The District will compensate classified employees at the rate of \$60 per day and certified employees at a rate of \$70 per day for unused sick leave in excess of 70 days, with the payment being made to the employees in their final check of the fiscal year, prior to June 30<sup>th</sup>. The number of sick leave days available to the employee will then be reduced by the number of days bought back. The days available for buy back will never exceed 10 days (the maximum 80 accumulated days less a maximum buy back of 10 days for those days in excess of 70).

##### **Personal Leave**

Classified and certified employees are granted three days per year for personal leave. Personal leave days are non-accumulative and must be used by June 30<sup>th</sup>. The District will compensate employees at the rate of \$60 per day for classified employees and \$70 per day for certified employees for unused personal leave, with the payment being made to the employees in their final check of the fiscal year, prior to June 30<sup>th</sup>.

**UNIFIED SCHOOL DISTRICT NO. 112**

Notes to Financial Statement

June 30, 2022

---

**Comp Time**

Full-time employees (custodians and district office personnel) may elect to earn compensatory time instead of overtime for hours worked outside their contract hours. Compensatory hours shall be computed at the same rate as overtime. All compensatory hours must be taken by June 30<sup>th</sup> of each calendar year. The maximum number of compensatory hours which may be accumulated at any time in a calendar year is 45, after which, the hours must be used or turned in as overtime.

**NOTE 13 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

The District entered into a contract over \$20,000 that did not go through the proper sealed bid procedure, which is a violation of K.S.A. 72-1151.

**NOTE 14 – LONG-TERM DEBT**

**Unified School District No. 112** has the following types of long-term debt.

**Lease Obligations**

The District has entered into a lease agreement for equipment. The lease contains a fiscal funding clause.



**UNIFIED SCHOOL DISTRICT NO. 112**

Notes to Financial Statement

June 30, 2022

Changes in long-term liabilities for the District for the year ended June 30, 2022, were as follows:

	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
<b>Finance Lease</b>									
HVAC System Lease	2.69%	10/30/2017	\$ 820,952	10/30/2027	\$ <u>569,714</u>	<u>-</u>	<u>(79,448)</u>	<u><b>490,266</b></u>	<u>15,284</u>

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

	<u>YEAR</u>						
	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>Total</u>
Principal	\$ 81,544	83,707	85,989	88,298	90,678	60,050	<b>490,266</b>
Interest	<u>13,188</u>	<u>11,025</u>	<u>8,743</u>	<u>6,434</u>	<u>5,054</u>	<u>1,615</u>	<u><b>46,059</b></u>
<b>Total Principal and Interest</b>	<u>\$ <b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>95,732</b></u>	<u><b>61,665</b></u>	<u><b>536,325</b></u>

**UNIFIED SCHOOL DISTRICT NO. 112**

Regulatory-Required Supplementary Information

**UNIFIED SCHOOL DISTRICT NO. 112**  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
<b>Governmental Type Funds</b>						
<b>General Funds</b>						
General Fund	\$ 6,279,647	(222,645)	10,600	6,067,602	<b>6,067,602</b>	-
Supplemental General Fund	1,440,336	(2,174)	8,470	1,446,632	<b>1,446,632</b>	-
<b>Special Purpose Funds</b>						
Capital Outlay Fund	1,200,000	-	250,338	1,450,338	<b>1,305,339</b>	(144,999)
Driver Training Fund	7,000	-	-	7,000	<b>4,996</b>	(2,004)
Food Service Fund	364,700	-	-	364,700	<b>357,390</b>	(7,310)
Professional Development Fund	14,100	-	-	14,100	<b>12,838</b>	(1,262)
Special Education Fund	929,774	-	-	929,774	<b>918,655</b>	(11,119)
Vocational Education Fund	225,000	-	-	225,000	<b>221,454</b>	(3,546)
Recreation Commission Fund	49,000	-	-	49,000	<b>49,000</b>	-
KPERs Special Retirement Contribution Fund	571,784	-	-	571,784	<b>545,027</b>	(26,757)
At-Risk (K-12) Fund	500,000	-	-	500,000	<b>477,481</b>	(22,519)
At-Risk (4-Year Old) Fund	95,100	-	-	95,100	<b>93,271</b>	(1,829)
Virtual Education Fund	1,947,300	-	-	1,947,300	<b>1,706,516</b>	(240,784)
Special Gift Fund	17,000	-	-	17,000	<b>129</b>	(16,871)
<b>Bond and Interest Fund</b>						
Bond and Interest Fund	116,025	-	-	116,025	-	(116,025)

## UNIFIED SCHOOL DISTRICT NO. 112

## General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

			Current Year		
	Prior Year Actual		Actual	Budget	Variance Over (Under)
<b>Receipts</b>					
Intergovernmental Revenues					
Mineral Severance Tax	\$ 5,534		13,682	8,000	5,682
Equalization Aid	5,375,388		5,499,436	5,709,047	(209,611)
State Aid	516,291		543,884	562,600	(18,716)
Federal Aid	-		267	-	267
Fees	7,970		10,333	-	10,333
<b>Total Receipts</b>	5,905,183		6,067,602	6,279,647	(212,045)
<b>Expenditures</b>					
Instruction	1,987,871		1,928,064	1,890,000	38,064
Student Support Services	212,236		155,812	181,500	(25,688)
Instructional Support Services	69,471		62,158	60,050	2,108
General Administration	286,124		291,986	281,900	10,086
School Administration	400,117		391,548	405,850	(14,302)
Operations and Maintenance	34,140		114,576	29,900	84,676
Student Transportation Services	205,841		207,364	193,500	13,864
Transfers Out	2,709,383		2,916,094	3,236,947	(320,853)
Adjustment to Comply with Legal Max	-		-	(222,645)	222,645
Legal General Fund Budget	5,905,183		6,067,602	6,057,002	10,600
(a) Adjustment for Qualifying Budget Credits	-		-	10,600	(10,600)
<b>Total Expenditures and Legal General Fund Budget</b>	5,905,183		6,067,602	6,067,602	-
<b>Receipts Over (Under) Expenditures</b>	-		-		
<b>Unencumbered Cash - Beginning</b>	-		-		
<b>Unencumbered Cash - Ending</b>	\$ -		-		
<b>(a) Adjustment for Qualifying Budget Credits</b>					
Fees Over Amount Budgeted			\$	10,333	
Federal Aid Over Amount Budgeted				267	
<b>Total</b>			\$	10,600	

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Supplemental General Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 1,465,133	<b>1,440,049</b>	1,481,002	(40,953)
Other Local Sources				
Fees	7,310	<b>8,470</b>	-	8,470
<b>Total Receipts</b>	<u>1,472,443</u>	<u><b>1,448,519</b></u>	<u>1,481,002</u>	<u>(32,483)</u>
<b>Expenditures</b>				
Instruction	433,283	<b>427,936</b>	398,026	29,910
Student Support Services	112,769	<b>118,252</b>	113,200	5,052
Instructional Support Services	20,539	<b>33,402</b>	19,400	14,002
General Administration	50,368	<b>43,109</b>	49,000	(5,891)
School Administration	32,999	<b>27,847</b>	29,500	(1,653)
Operations and Maintenance	319,707	<b>272,443</b>	328,600	(56,157)
Student Transportation Services	76,279	<b>106,739</b>	79,000	27,739
Other Supplemental Services	6,424	<b>3,904</b>	3,610	294
Transfers Out	421,092	<b>413,000</b>	420,000	(7,000)
Adjustment to Comply with Legal Max	-	-	(2,174)	2,174
Legal Supplemental General Fund Budget	1,473,460	<b>1,446,632</b>	1,438,162	8,470
(a) Adjustment for Qualifying Budget Credits	-	-	8,470	(8,470)
<b>Total Expenditures</b>	<u>1,473,460</u>	<u><b>1,446,632</b></u>	<u>1,446,632</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	(1,017)	<b>1,887</b>		
<b>Unencumbered Cash - Beginning</b>	<u>122,123</u>	<u><b>121,106</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>121,106</u>	<u><b>122,993</b></u>		
<b>(a) Adjustment for Qualifying Budget Credits</b>				
Fees Over Amount Budgeted			\$ 8,470	

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Capital Outlay Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	(Under)
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 848,398	907,338	843,075	64,263
Intergovernmental Revenues				
State Aid	-	60	-	60
Federal Aid	-	250,278	-	250,278
Other Local Sources				
Miscellaneous Revenue	30,746	33,866	25,000	8,866
Refunds and Reimbursements	1,739	-	-	-
Sale of Assets	26,450	-	-	-
Interest on Idle Funds	3,893	3,305	5,000	(1,695)
Transfers In	3,000	-	-	-
<b>Total Receipts</b>	914,226	1,194,847	873,075	321,772
<b>Expenditures</b>				
Instruction	102,731	418,315	175,000	243,315
Support Services	-	-	1,000	(1,000)
School Administration	7,863	357	5,000	(4,643)
General Administration	12,344	10,077	20,000	(9,923)
Operations and Maintenance	404,120	468,791	451,000	17,791
Transportation	175,978	114,707	210,000	(95,293)
Other Supplemental Services	-	-	10,000	(10,000)
Facility Acquisition and Construction	175,367	198,360	231,000	(32,640)
Debt Service	121,182	94,732	97,000	(2,268)
Legal Capital Outlay Fund Budget	999,585	1,305,339	1,200,000	105,339
(a) Adjustment for Qualifying Budget Credits	-	-	250,338	(250,338)
<b>Total Expenditures</b>	999,585	1,305,339	1,450,338	(144,999)
<b>Receipts Over (Under) Expenditures</b>	(85,359)	(110,492)		
<b>Unencumbered Cash - Beginning</b>	586,399	501,040		
<b>Unencumbered Cash - Ending</b>	\$ 501,040	390,548		
<b>(a) Adjustment for Qualifying Budget Credits</b>				
State Aid Over Amount Budgeted			\$ 60	
Federal Aid Over Amount Budgeted			250,278	
<b>Total</b>			\$ 250,338	

## UNIFIED SCHOOL DISTRICT NO. 112

## Driver Training Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
State Aid	\$ 1,734	3,172	3,000	172
Other Local Sources				
Student Fees	2,800	2,357	2,500	(143)
<b>Total Receipts</b>	4,534	5,529	5,500	29
<b>Expenditures</b>				
Instruction	4,945	4,521	6,500	(1,979)
Vehicle Operating Services	-	475	500	(25)
<b>Total Expenditures</b>	4,945	4,996	7,000	(2,004)
<b>Receipts Over (Under) Expenditures</b>	(411)	533		
<b>Unencumbered Cash - Beginning</b>	16,826	16,415		
<b>Unencumbered Cash - Ending</b>	\$ 16,415	16,948		

## UNIFIED SCHOOL DISTRICT NO. 112

## Food Service Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
State Aid	\$ 3,044	2,601	2,044	557
Federal Aid	298,644	349,881	303,438	46,443
Other Local Sources				
Receipts - Students	12,337	4,598	-	4,598
Receipts - Adults	5,933	7,594	21,127	(13,533)
Transfers In	15,000	9,000	15,000	(6,000)
<b>Total Receipts</b>	334,958	373,674	341,609	32,065
<b>Expenditures</b>				
Food Service Operation	321,971	357,390	364,700	(7,310)
<b>Receipts Over (Under) Expenditures</b>	12,987	16,284		
<b>Unencumbered Cash - Beginning</b>	50,342	63,329		
<b>Unencumbered Cash - Ending</b>	\$ 63,329	79,613		



**UNIFIED SCHOOL DISTRICT NO. 112**  
**Professional Development Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
Federal Aid	\$ 2,659	1,000	-	(1,000)
Other Local Sources				
Transfers In	10,000	12,000	3,000	9,000
<b>Total Receipts</b>	12,659	13,000	3,000	8,000
<b>Expenditures</b>				
Instructional Support Services	11,767	12,838	14,100	(1,262)
<b>Receipts Over (Under) Expenditures</b>	892	162		
<b>Unencumbered Cash - Beginning</b>	14,094	14,986		
<b>Unencumbered Cash - Ending</b>	\$ 14,986	15,148		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Special Education Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Miscellaneous Revenue	\$ 8,381	<b>8,827</b>	7,000	1,827
Transfers In	850,975	<b>893,884</b>	806,247	87,637
Federal Sources				
Federal Aid	7,544	<b>10,974</b>	10,974	-
<b>Total Receipts</b>	866,900	<b>913,685</b>	<u>824,221</u>	<u>89,464</u>
<b>Expenditures</b>				
Instruction	798,333	<b>822,714</b>	858,974	(36,260)
Vehicle Operating Services	69,604	<b>95,941</b>	70,800	25,141
<b>Total Expenditures</b>	867,937	<b>918,655</b>	<u>929,774</u>	<u>(11,119)</u>
<b>Receipts Over (Under) Expenditures</b>	(1,037)	<b>(4,970)</b>		
<b>Unencumbered Cash - Beginning</b>	141,433	<b>140,396</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>140,396</u>	<u><b>135,426</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Vocational Education Fund**  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 210,000	<b>215,396</b>	<u>230,000</u>	<u>(14,604)</u>
<b>Expenditures</b>				
Instruction	<u>209,212</u>	<u><b>221,454</b></u>	<u>225,000</u>	<u>(3,546)</u>
<b>Receipts Over (Under) Expenditures</b>	788	<b>(6,058)</b>		
<b>Unencumbered Cash - Beginning</b>	<u>15,958</u>	<u><b>16,746</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>16,746</u>	<u><b>10,688</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Recreation Commission Fund**  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 46,562	<b>46,369</b>	<u>45,452</u>	<u>917</u>
<b>Expenditures</b>				
Community Service Operations	<u>46,500</u>	<u><b>49,000</b></u>	<u>49,000</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	62	<b>(2,631)</b>		
<b>Unencumbered Cash - Beginning</b>	<u>3,486</u>	<u><b>3,548</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>3,548</u>	<u><b>917</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**KPERS Special Retirement Contribution Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
State Aid	\$ 495,051	<b>545,027</b>	<u>571,784</u>	<u>(26,757)</u>
<b>Expenditures</b>				
Instruction	316,698	<b>349,334</b>	345,000	4,334
Student Support Services	29,346	<b>28,312</b>	38,000	(9,688)
Instructional Support Services	6,157	<b>6,308</b>	7,500	(1,192)
General Administration	27,645	<b>28,869</b>	35,000	(6,131)
School Administration	46,693	<b>48,772</b>	52,000	(3,228)
Operations and Maintenance	30,589	<b>39,787</b>	37,000	2,787
Student Transportation Services	21,755	<b>26,328</b>	28,000	(1,672)
Other Supplemental Services	362	<b>170</b>	-	170
Food Service Operation	15,806	<b>17,147</b>	<u>29,284</u>	<u>(12,137)</u>
<b>Total Expenditures</b>	<u>495,051</u>	<u><b>545,027</b></u>	<u>571,784</u>	<u>(26,757)</u>
<b>Receipts Over (Under) Expenditures</b>	-	-		
<b>Unencumbered Cash - Beginning</b>	-	-		
<b>Unencumbered Cash - Ending</b>	\$ <u>-</u>	<u>-</u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**At-Risk (K-12) Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 308,000	<b>486,814</b>	<u>503,480</u>	<u>(16,666)</u>
<b>Expenditures</b>				
Instruction	305,737	<b>465,348</b>	500,000	(34,652)
Student Support Services	<u>-</u>	<u><b>12,133</b></u>	<u>-</u>	<u>12,133</u>
<b>Total Expenditures</b>	<u>305,737</u>	<u><b>477,481</b></u>	<u>500,000</u>	<u>(22,519)</u>
<b>Receipts Over (Under) Expenditures</b>	2,263	<b>9,333</b>		
<b>Unencumbered Cash - Beginning</b>	<u>13,248</u>	<u><b>15,511</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>15,511</u>	<u><b>24,844</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**At-Risk (4-Year Old) Fund**  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 88,000	<b>91,000</b>	<u>88,000</u>	<u>3,000</u>
<b>Expenditures</b>				
Instruction	<u>86,723</u>	<u><b>93,271</b></u>	<u>95,100</u>	<u>(1,829)</u>
<b>Receipts Over (Under) Expenditures</b>	1,277	<b>(2,271)</b>		
<b>Unencumbered Cash - Beginning</b>	<u>15,231</u>	<u><b>16,508</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>16,508</u>	<u><b>14,237</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Virtual Education Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Over (Under)
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 1,644,500	<b>1,621,000</b>	1,600,000	21,000
Miscellaneous	698	<b>910</b>	400,000	(399,090)
<b>Total Receipts</b>	<u>1,645,198</u>	<u><b>1,621,910</b></u>	<u><u>2,000,000</u></u>	<u><u>(378,090)</u></u>
<b>Expenditures</b>				
Instruction	1,494,258	<b>1,705,854</b>	1,946,300	(240,446)
School Administration	927	<b>662</b>	1,000	(338)
<b>Total Expenditures</b>	<u>1,495,185</u>	<u><b>1,706,516</b></u>	<u><u>1,947,300</u></u>	<u><u>(240,784)</u></u>
<b>Receipts Over (Under) Expenditures</b>	150,013	<b>(84,606)</b>		
<b>Unencumbered Cash - Beginning</b>	<u>12,000</u>	<u><b>162,013</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u><u>162,013</u></u>	<u><u><b>77,407</b></u></u>		



**UNIFIED SCHOOL DISTRICT NO. 112**  
**Contingency Reserve Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>	\$ -	-
<b>Expenditures</b>		
Operations and Maintenance	13,535	-
<b>Receipts Over (Under) Expenditures</b>	(13,535)	-
<b>Unencumbered Cash - Beginning</b>	120,008	<b>106,473</b>
<b>Prior Year Cancelled Encumbrance</b>	-	<b>9,169</b>
<b>Unencumbered Cash - Ending</b>	\$ <u>106,473</u>	<u><b>115,642</b></u>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Textbook Rental Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Other Local Sources		
Book Rental Fees	\$ 9,233	<b>10,682</b>
Transfers In	1,000	-
<b>Total Receipts</b>	10,233	<b>10,682</b>
<b>Expenditures</b>		
Instruction	53,473	-
<b>Receipts Over (Under) Expenditures</b>	(43,240)	<b>10,682</b>
<b>Unencumbered Cash - Beginning</b>	45,086	<b>1,846</b>
<b>Unencumbered Cash - Ending</b>	\$ 1,846	<b>12,528</b>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Title I Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 79,002	<b>77,999</b>
<b>Expenditures</b>		
Instruction	79,002	<b>77,999</b>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Title II Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 16,582	<b>14,313</b>
<b>Expenditures</b>		
Instruction	16,582	<b>14,313</b>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Title IV Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 13,215	<b>13,748</b>
<b>Expenditures</b>		
Instruction	13,215	<b>13,748</b>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Federal Funds Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 290,411	-
<b>Expenditures</b>		
Instruction	138,940	-
Student Support Services	4,981	-
General Administration	176	-
School Administration	4,202	-
Operations and Maintenance	60,503	-
Vehicle Operating Services	3,684	-
Food Service Operation	4,301	-
Facility Acquisition and Construction Services	73,624	-
<b>Total Expenditures</b>	290,411	-
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**ESSER II Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 21,800	243,165
<b>Expenditures</b>		
Instruction	32,489	198,091
Student Support Services	1,009	11,351
Instructional Support Services	290	-
General Administration	-	4,000
Operations and Maintenance	-	8,058
Vehicle Operating Services	378	3,158
Food Service Operations	6,141	-
<b>Total Expenditures</b>	40,307	224,658
<b>Receipts Over (Under) Expenditures</b>	(18,507)	18,507
<b>Unencumbered Cash - Beginning</b>	-	(18,507)
<b>Unencumbered Cash - Ending</b>	\$ (18,507)	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**ESSER III Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ -	-
<b>Expenditures</b>		
Instruction	-	39,087
Operations and Maintenance	-	2,277
Vehicle Operating Services	-	1,100
<b>Total Expenditures</b>	-	42,464
<b>Receipts Over (Under) Expenditures</b>	-	(42,464)
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	(42,464)



**UNIFIED SCHOOL DISTRICT NO. 112**  
**REAP Grant Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 40,791	27,308
<b>Expenditures</b>		
Instruction	40,791	27,308
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**KDHE K-12 COVID Testing Grant Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis

For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ -	99,991
<b>Expenditures</b>		
Instruction	-	15,000
Student Support Services	-	25,000
General Administration	-	10,000
School Administration	-	30,000
Operations and Maintenance	-	19,991
<b>Total Expenditures</b>	-	99,991
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Special Gift Fund**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2022  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over Budget
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
State Aid	\$ 13	-	-	13
Other Revenue Sources				
Contributions & Donations	-	5,000	7,000	(7,000)
Miscellaneous	-	-	10,000	(10,000)
<b>Total Receipts</b>	13	5,000	17,000	(16,987)
<b>Expenditures</b>				
Grant Expenditures	3,537	129	17,000	(16,871)
<b>Receipts Over (Under) Expenditures</b>	(3,524)	4,871		
<b>Unencumbered Cash - Beginning</b>	6,461	2,937		
<b>Unencumbered Cash - Ending</b>	\$ 2,937	7,808		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Bond and Interest Fund**  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 401	347	-	347
<b>Expenditures</b>				
Contractual	-	-	116,025	(116,025)
<b>Receipts Over (Under) Expenditures</b>	401	347		
<b>Unencumbered Cash - Beginning</b>	115,624	116,025		
<b>Unencumbered Cash - Ending</b>	\$ 116,025	116,372		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Scholarship Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2022  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

---

	Prior Year Actual	Current Year Actual
	<u>          </u>	<u>          </u>
<b>Receipts</b>	\$ -	-
<b>Expenditures</b>	<u>-</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	<u>63</u>	<u>63</u>
<b>Unencumbered Cash - Ending</b>	\$ <u><u>63</u></u>	<u><u>63</u></u>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Agency Funds**  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2022

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
<b>Central Plains Jr/Sr High School</b>				
Band	\$ 6,338	7,335	11,622	<b>2,051</b>
FCCLA	3,589	440	345	<b>3,684</b>
FFA	7,102	727	3,966	<b>3,863</b>
Class of 2021	467	-	467	-
Class of 2022	3,647	1	2,742	<b>906</b>
Class of 2023	1,675	3,510	4,090	<b>1,095</b>
Class of 2024	248	3,456	1,440	<b>2,264</b>
Class of 2025	-	592	-	<b>592</b>
NHS	431	-	66	<b>365</b>
Renaissance	1,704	3,233	3,178	<b>1,759</b>
Oilers & Company	2,434	9,613	10,144	<b>1,903</b>
CPHS Engraving	977	364	-	<b>1,341</b>
O-Club	16,671	17,976	12,117	<b>22,530</b>
High School Cheerleaders	4,047	23,061	18,848	<b>8,260</b>
Junior High Cheerleaders	650	1,474	858	<b>1,266</b>
STUCO - Senior High School	819	-	20	<b>799</b>
Yearbook	1,016	6,295	303	<b>7,008</b>
Junior High Leadership	658	2,203	1,488	<b>1,373</b>
Scholar's Bowl	151	-	100	<b>51</b>
<b>Total Central Plains Jr/Sr High School</b>	<b>52,624</b>	<b>80,280</b>	<b>71,794</b>	<b>61,110</b>
<b>Wilson High School</b>				
High School Cheerleaders	57	1,225	85	<b>1,197</b>
Junior High Cheerleaders	375	-	310	<b>65</b>
After School Program	-	820	214	<b>606</b>
Ave D Designs	-	10,228	6,981	<b>3,247</b>
Band	1,057	168	-	<b>1,225</b>
Class of 2019	212	-	-	<b>212</b>
Class of 2020	278	-	-	<b>278</b>
Class of 2021	100	-	-	<b>100</b>
Class of 2022	1,297	-	692	<b>605</b>
Class of 2023	1,283	6,388	5,044	<b>2,627</b>
Class of 2024	462	1,032	157	<b>1,337</b>
Class of 2025	686	1,507	70	<b>2,123</b>
Class of 2026	-	871	131	<b>740</b>
Class of 2027	-	150	71	<b>79</b>
Dramatic Arts Club	770	-	-	<b>770</b>
FACS	957	100	172	<b>885</b>
FCCLA	-	1,237	788	<b>449</b>
FFA	9,352	6,876	7,591	<b>8,637</b>
FFA Welding	486	20	-	<b>506</b>
Forensics	-	5,788	1,440	<b>4,348</b>
LLC Local Funds	30	1,080	910	<b>200</b>
Musical	1,248	-	-	<b>1,248</b>
NHS	134	94	-	<b>228</b>
Science Club	1,160	168	620	<b>708</b>
Student Council	3,260	5,184	5,337	<b>3,107</b>
Robotics	201	-	-	<b>201</b>
High School Volleyball	-	933	563	<b>370</b>
Yearbook	17,694	749	3,295	<b>15,148</b>
<b>Total Wilson High School</b>	<b>\$ 41,099</b>	<b>44,618</b>	<b>34,471</b>	<b>51,246</b>

UNIFIED SCHOOL DISTRICT NO. 112  
Agency Funds  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2022

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
<b>Central Plains Elementary School</b>				
Holyrood Lions Club	\$ 1,174	-	355	<b>819</b>
<b>Sales Tax Clearing Fund</b>	288	8,896	8,745	<b>439</b>
<b>Total</b>	<b>\$ 95,185</b>	<b>133,794</b>	<b>115,365</b>	<b>113,614</b>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**District Activity Funds**  
Schedule of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
<b>Gate Receipts</b>							
<b>Central Plains Jr/Sr High School</b>							
Athletics	\$ 2,444	-	47,191	43,503	<b>6,132</b>	-	<b>6,132</b>
Play	3,323	-	1,460	1,576	<b>3,207</b>	-	<b>3,207</b>
<b>Total Central Plains Jr/Sr High School</b>	5,767	-	48,651	45,079	<b>9,339</b>	-	<b>9,339</b>
<b>Wilson High School</b>							
Athletics	1,844	-	14,822	14,929	<b>1,737</b>	-	<b>1,737</b>
<b>Total Gate Receipts</b>	7,611	-	63,473	60,008	<b>11,076</b>	-	<b>11,076</b>
<b>School Projects</b>							
<b>Central Plains Jr/Sr High School</b>							
Concessions	11,814	-	40,367	41,083	<b>11,098</b>	-	<b>11,098</b>
<b>Wilson High School</b>							
Concessions	223	-	17,956	17,241	<b>938</b>	-	<b>938</b>
Library	1,811	-	3,168	3,081	<b>1,898</b>	-	<b>1,898</b>
Dragon Account	8,665	-	6,404	7,940	<b>7,129</b>	-	<b>7,129</b>
Pencil Income	86	-	65	51	<b>100</b>	-	<b>100</b>
<b>Total Wilson High School</b>	10,785	-	27,593	28,313	<b>10,065</b>	-	<b>10,065</b>
<b>Central Plains Elementary School</b>							
Elementary Activities	3,948	-	2,955	3,749	<b>3,154</b>	-	<b>3,154</b>
Carnival Fund	4,309	-	9,257	1,782	<b>11,784</b>	-	<b>11,784</b>
<b>Total Central Plains Elementary School</b>	8,257	-	12,212	5,531	<b>14,938</b>	-	<b>14,938</b>
<b>Total School Projects</b>	30,856	-	80,172	74,927	<b>36,101</b>	-	<b>36,101</b>
<b>Total District Activity Funds</b>	\$ 38,467	-	143,645	134,935	<b>47,177</b>	-	<b>47,177</b>



**UNIFIED SCHOOL DISTRICT NO. 112**

Single Audit Information

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

To the Board of Education  
**Unified School District No. 112**  
Claflin, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Unified School District No. 112**, as of and for the year ended June 30, 2022, and the related notes to the financial statement, and have issued our report thereon dated November 14, 2022. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered **Unified School District No. 112's** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 112's** internal control. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 112'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 internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a significant deficiency.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether **Unified School District No. 112's** financial statement is free from material misstatement, we performed tests of its compliance with

certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

#### **Unified School District No. 112's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on **Unified School District No. 112's** response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. **Unified School District No. 112's** response was not subjected to the other auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on the response.

#### **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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Adams Brown, LLC". The signature is written in a cursive, flowing style.

**ADAMSBROWN, LLC**  
Certified Public Accountants  
Great Bend, Kansas

November 14, 2022

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

To the Board of Education  
**Unified School District No. 112**  
Claflin, Kansas

**Report on Compliance for Each Major Federal Program**

**Qualified and Unmodified Opinions**

We have audited **Unified School District No. 112's** compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of **Unified School District No. 112's** major federal programs for the year ended June 30, 2022. **Unified School District No. 112's** major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Qualified Opinion on the Emergency Connectivity Fund Program**

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, **Unified School District No. 112** complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Emergency Connectivity Fund Program for the year ended June 30, 2022.

**Unmodified Opinion on the Child Nutrition Cluster**

In our opinion, **Unified School District No. 112** 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 other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2022.

**Basis for Qualified and Unmodified Opinions**

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 **Unified School District No. 112** and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of **Unified School District No. 112's** compliance with the compliance requirements referred to above.

**Matter(s) Giving Rise to Qualified Opinion on the Emergency Connectivity Fund Program**

As described in the accompanying schedule of findings and questioned costs, **Unified School District No. 112** did not comply with requirements regarding Assistance Listing No. 32.009 Emergency Connectivity Fund Program as described in finding numbers 2022-002 for Special Tests and Provisions.

Compliance with such requirements is necessary, in our opinion, for **Unified School District No. 112** to comply with the requirements applicable to that program.

**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 **Unified School District No. 112's** federal programs.

**Auditors' Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on **Unified School District No. 112's** compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance and 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 **Unified School District No. 112'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 **Unified School District No. 112's** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **Unified School District No. 112's** internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 112'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**

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

*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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-002 to be a material weakness.

*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 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.

*Government Auditing Standards* requires the auditor to perform limited procedures on **Unified School District No. 112's** response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. **Unified School District No. 112's** response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.



**ADAMSBROWN, LLC**  
Certified Public Accountants  
Great Bend, Kansas

November 14, 2022

**UNIFIED SCHOOL DISTRICT NO. 112**  
Schedule of Expenditures of Federal Awards  
June 30, 2022

Federal Grantor/ Pass-through Grantor/ Program Title	Federal Assistance Listing Number	Agency or Pass-through Number	Federal Expenditures
<b>U.S. Department of Education</b>			
Passed Through State Department of Education			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 77,999
Career and Technical Education - Basic Grants to States	84.048	N/A	1,000
Rural Education	84.358	N/A	27,308
Supporting Effective Instruction State Grants	84.367	N/A	14,313
Student Support and Academic Enrichment Program	84.424	N/A	13,748
COVID-19 Funds - Education Stabilization Fund			
Elementary and Secondary School Emergency Relief Fund	84.425D	N/A	<u>278,096</u>
<b>Total U.S. Department of Education</b>			<u>412,464</u>
<b>U.S. Department of Agriculture</b>			
Passed Through State Department of Education			
COVID-19 Funds - State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	10.649	N/A	<u>614</u>
<b>Child Nutrition Cluster</b>			
School Breakfast Program	10.553	N/A	72,723
National School Lunch Program	10.555	N/A	261,997
Summer Food Service Program for Children	10.559	N/A	<u>14,547</u>
<b>Total Child Nutrition Cluster</b>			<u>349,267</u>
<b>Total U.S. Department of Agriculture</b>			<u>349,881</u>
<b>U.S. Department of Health and Human Services</b>			
Passed Through State Department of Education			
Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	93.079	N/A	267
COVID-19 Funds - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	N/A	<u>99,991</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>100,258</u>
<b>Federal Communications Commission</b>			
COVID-19 Funds - Emergency Connectivity Fund Program	32.009	N/A	<u>250,278</u>
<b>Total Expenditures of Federal Awards</b>			<b>\$ <u>1,112,881</u></b>

Note - There were no awards made to subrecipients for the year ended June 30, 2022.

See accompanying notes to schedule of expenditures of federal awards.

**UNIFIED SCHOOL DISTRICT NO. 112**  
Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2022

---

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Unified School District No. 112**, and is presented on the basis of accounting that demonstrates compliance with the regulatory basis of accounting of the State of Kansas, which is a comprehensive basis of accounting other than generally accepted accounting principles. The information in this schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

**NOTE 2 – INDIRECT COST RATE**

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

**NOTE 3 – OTHER EXPENDITURES**

The District did not receive any federal awards in the form of noncash assistance, insurance, loans, or loan guarantees, and incurred no expenditures in relation thereof for the year ended June 30, 2022.



**UNIFIED SCHOOL DISTRICT NO. 112**  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2022

**SECTION I - SUMMARY OF AUDITORS' RESULTS**

**FINANCIAL STATEMENTS**

Type of auditor's report issued on whether the financial statement was prepared in accordance with a special purpose framework that is not in compliance with GAAP:

Unmodified

Internal control over financial reporting:

- |                                                         |                      |     |                      |               |
|---------------------------------------------------------|----------------------|-----|----------------------|---------------|
| • Material weakness identified?                         | _____                | Yes | _____ <u>X</u> _____ | No            |
| • Significant deficiency identified?                    | _____ <u>X</u> _____ | Yes | _____ _____          | None reported |
| • Noncompliance material to financial statements noted? | _____                | Yes | _____ <u>X</u> _____ | No            |

**FEDERAL AWARDS**

Internal control over major programs:

- |                                      |                      |     |                      |               |
|--------------------------------------|----------------------|-----|----------------------|---------------|
| • Material weakness identified?      | _____ <u>X</u> _____ | Yes | _____ _____          | No            |
| • Significant deficiency identified? | _____ _____          | Yes | _____ <u>X</u> _____ | None reported |

Type of auditors' report issued on compliance for Emergency Connectivity Fund Program:

Qualified

Type of auditors' report issued on compliance for Child Nutrition Cluster:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance?

_____ <u>X</u> _____	Yes	_____ _____	No
----------------------	-----	-------------	----

Identification of major program:

<u>Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
32.009	Emergency Connectivity Fund Program
	Child Nutrition Cluster
10.553	School Breakfast Program
10.555	National School Lunch Program
10.559	Summer Food Service Program for Children

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

_____	Yes	_____ <u>X</u> _____	No
-------	-----	----------------------	----

**UNIFIED SCHOOL DISTRICT NO. 112**  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2022

---

**SECTION II – FINANCIAL STATEMENT FINDINGS**

**SIGNIFICANT DEFICIENCY**

**2022-001**

Criteria or specific requirement

Internal controls should be in place to ensure that employees do not have overlapping duties.

Condition

Proper segregation of duties does not exist in the accounting system.

Context

We determined, through inquiry and documentation of the District's internal controls, that there is a failure to properly segregate duties for the financial reporting process.

Cause

The District is unable to hire additional personnel due to its size.

Effect

Management may not become aware of problems or irregularities in a timely manner.

Recommendation

Procedures should be established and implemented to segregate duties in the receipts, expenditures, payroll and accounts payable cycles to strengthen internal controls. Also, involvement of the Board can mitigate the risk of errors or fraud. The Board should remain involved in the financial affairs of the District to provide oversight and independent review functions.

Views of responsible officials

See Corrective Action Plan.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**MATERIAL WEAKNESS**

**2022-002**

Federal program

Emergency Connectivity Fund Program 32.009

Compliance requirements

Special tests and provisions

Criteria or specific requirement

Internal controls should be in place to ensure that the required calculations are performed to confirm data is accurately submitted to the FCC for reimbursement.

Condition

During testing, we identified that the amount of equipment requested for reimbursement was more than the total amount of unmet need required for students or staff.

**UNIFIED SCHOOL DISTRICT NO. 112**  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2022

---

**Context**

The program required the District to estimate the amount of students and staff with unmet need and seek reimbursement for only the actual amount once final numbers were determined during the school year. The District had 106 less students and staff than the estimated number.

**Cause**

The estimate the District used to request funding was not updated to actual for the students and staff who had unmet need.

**Effect**

The District was reimbursed for 106 devices or \$36,782 more than needed.

**Recommendation**

The District should review its processes and controls to ensure grant requirements are reviewed and follow up procedures are implemented to verify all grant requirements are met.

**Views of responsible officials**

See Corrective Action Plan.

*USD #112 Central Plains*  
*Claffin, Holyrood, Wilson*  
*406 Main P.O. Box 176 Claffin, KS 67525*  
*Phone: 620/588-4200 FAX: 620/588-4202 www.usd112.org*  
*Bill Lowry, Superintendent*

Summary Schedule of Prior Audit Findings  
For the Year Ended June 30, 2022

**SECTION II – FINANCIAL STATEMENT FINDINGS**

**SIGNIFICANT DEFICIENCY**

**2021-001**

Condition

Proper segregation of duties does not exist in the accounting system.

Corrective Actions

The District implements segregation of duties wherever possible, given its size.

Status

Repeat Finding. See 2022-001.

**SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

No federal award findings for the year ended June 30, 2021.