UNIFIED SCHOOL DISTRICT NO. 364

Marysville, Kansas

FINANCIAL STATEMENT

WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

AND

INDEPENDENT AUDITOR'S REPORT

June 30, 2023

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
TABLE OF CONTENTS
June 30, 2023

		Page
INDEPENDENT AUDITOR'S REPORT		1 - 3
FINANCIAL STATEMENT		
Summary Statement of Receipts, Expenditures And Unencumbered Cash	Statement 1	4 - 5
NOTES TO FINANCIAL STATEMENT		6 - 13
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION		
Summary of Expenditures - Actual and Budget	Schedule 1	15
Schedule of Receipts and Expenditures - Actual and Budget		
General Fund	Schedule 2	16
Supplemental General Fund	Schedule 2	17
Preschool-Aged At-Risk Fund	Schedule 2	18
At-Risk (K-12) Fund	Schedule 2	19
Bilingual Education Fund	Schedule 2	20
Capital Outlay Fund	Schedule 2	21
Driver Training Fund	Schedule 2	22
Food Service Fund	Schedule 2	23
Professional Development Fund	Schedule 2	24
Special Education Fund	Schedule 2	25
Career and Postsecondary Education Fund	Schedule 2	26
KPERS Special Retirement Contribution Fund	Schedule 2	27
Special Education Cooperative Fund	Schedule 2	28
Bond and Interest Fund	Schedule 2	29
Nonbudgeted Funds - Actual	Schedule 2	30 - 31
Summary of Receipts and Disbursements - Agency Funds	Schedule 3	32
Schedule of Receipts, Expenditures, and Unencumbered Cash - Activity Funds	Schedule 4	33 - 34
GOVERNMENTAL AUDIT SECTION		
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Performed in Accordance With *Government Auditing Standards*		35 - 36
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance		37 - 38
Scheduled of Expenditures of Federal Awards		39 - 40
Schedule of Findings and Questioned Costs		41 - 42

February 29, 2024

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
Unified School District No. 364
Marysville, Kansas

Independent Auditor's Report

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. 364 (the District), as of and for the year ended June 30, 2023 and the related notes to the financial statement.

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

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2023, and the aggregate receipts and expenditures for they year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* (KMAAG) 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), KMAAG, 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 audits. 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 the 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 KMAAG, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement
Management is responsible for the preparation and fair presentation of the financial statement in accordance with KMAAG as described in Note 1; this includes determining 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 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.

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1020 Commercial St., Suite A
Emporia, KS 66801

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1,2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not required part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. 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.

Other Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statement that collectively comprises the District's basic financial statement. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statement as a whole.

Other Reporting Required by Government Auditing Standards
In accordance with *Government Auditing Standards*, we have also issued our report dated February 29, 2024 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 Districts 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds:							
General	$ -	$ -	$ 6,888,596	$ 6,888,596	$ -	$ 65,100	$ 65,100
Supplemental General	238,276	-	2,050,164	2,130,215	158,225	17,597	175,822
Special Purpose Funds							
Preschool-Aged At-Risk	621	-	183,918	89,120	95,419	-	95,419
At-Risk (K-12) Fund	416,218	-	1,122,210	1,175,827	362,601	26,961	389,562
Bilingual Education	1,654	-	2,570	802	3,422	-	3,422
Capital Outlay	372,516	-	1,293,732	857,099	809,149	195,096	1,004,245
Driver Training	56,483	-	19,665	40,390	35,758	-	35,758
Food Service	258,336	-	664,497	673,903	248,930	10,873	259,803
Professional Development	12,354	-	20,291	19,600	13,045	808	13,853
Special Education	72,012	-	1,628,367	1,550,526	149,853	-	149,853
Career and Postsecondary Education	-	-	569,547	374,210	195,337	1,121	196,458
KPERS Special Retirement Contribution	-	-	891,008	891,008	-	-	-
Special Education Cooperative	485,615	-	2,897,441	2,593,326	789,730	35,736	825,466
Contingency Reserve	168,954	-	51,197	-	220,151	-	220,151
Textbook and Student Material Revolving	257,355	-	59,695	88,105	228,945	9,725	238,670
Title I	-	-	156,589	156,554	35	7,027	7,062
Title II-A - Improving Teacher Quality	-	-	29,099	29,099	-	3,133	3,133
HRSA Grant	(44,042)	-	244,141	207,342	(7,243)	-	(7,243)
ESSER	(25,185)	-	165,617	436,254	(295,822)	-	(295,822)
Stay Positive Test Negative Grant	(2,327)	-	32,964	354,535	(323,898)	-	(323,898)
Title IV-A	-	-	17,432	17,432	-	22,371	22,371
Gifts/Grants	13,261	-	732	3,518	10,475	-	10,475
KIDS University	44,288	-	62,148	79,590	26,846	200	27,046
Long Range Capital Outlay	235,500	-	47,787	-	283,287	-	283,287
Gate Receipts	8,331	-	108,793	99,685	17,439	-	17,439
School Projects	109,056	-	345,085	247,193	206,948	-	206,948

(Continued)

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (CONTINUED)
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Bond and Interest Funds							
Bond and Interest	$ 2,640,249	$ -	$ 1,751,105	$ 1,308,636	$ 3,082,718	$ -	$ 3,082,718
Debt Service	875,212	-	156,013	1,031,225	-	-	-
Expendable Trusts							
USD 364 Scholarship	6,655	-	324	400	6,579	-	6,579
Homer Hanson Stadium Renovation	2,703	-	-	-	2,703	-	2,703
Total Reporting Entity (Excluding Agency Funds)	$ 6,204,095	$ -	$ 21,460,727	$ 21,344,190	$ 6,320,632	$ 395,748	$ 6,716,380
Composition of Cash							
Checking							$ 5,971,357
Kansas Municipal Investment Pool							901,430
Total District Cash and Investments							$ 6,872,787
Less: Agency Funds per Schedule 3							(156,407)
Total Reporting Entity (Excluding Agency Funds)							$ 6,716,380

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

Note 1: Summary of Significant Accounting Policies

Unified School District No. 364 (the District) is a Kansas school district governed by an elected seven-member Board of Education. The District prepares and reports its financial information in conformance with the regulatory basis of accounting as prescribed by the Director of Accounts and Reports of the State of Kansas and published in the *Kansas Municipal Audit and Accounting Guide*.

Reimbursed Expenses

Expenditures in the amount of $67,497 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

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

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

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

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

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 - 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 -- used to report assets held by the District in a purely custodial capacity.

Note 1: Summary of Significant Accounting Policies (Continued)

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) and bond and interest funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding twelve month period on or before August 1st of each year.

2. Publication in a local newspaper of the proposed budget and this notice of public hearing on the budget on or before August 5th.

3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

4. Adoption of the final budget on or before August 25th.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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 budget expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust and agency funds, and the following special purpose funds:

Contingency Reserve	Student Revolving
Textbook Rental	

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

Note 2: Deposits and Investments

K.S.A. 9-1401 established 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 or depository risk.

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

Some of the District's investments are of bond proceeds invested pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the KMIP, direct obligations of the U.S. government or any agency thereof, and various other investments as specified in K.S.A. 10-131.

Note 2: Deposits and Investments (Continued)

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2023, is as follows:

		Investment Maturities (in Years)	
Investment Type	**Fair Value**	**Less than 1**	**1 - 2**
Kansas Municipal Investment Pool	$ 901,430	$ 901,430	$ -

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 has no designated "peak periods". All deposits were legally secured at June 30, 2023.

At June 30, 2023, the carrying amount of the District's deposits was $5,971,357. The bank balance was $6,918,000. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balances, $250,000, was secured by FDIC insurance and the remaining $6,668,000 was collateralized by pledged securities with a fair market value of $7,499,158 held under joint custody receipts issued by a third-party bank in the District's name.

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

Note 3: Prior Year Debt Defeasance

In prior year, the District defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable escrow account to provide for all future debt service payments on the old refunded bonds. Accordingly, the escrow account assets and the liability for the defeased bonds are not included in the District's financial statement. The final payout of the defeased bonds will be September 1, 2025.

At June 30, 2023, the following defeased bonds are outstanding:

Bond Series	$ 3,450,000

Note 4: Interfund Transfers

Transfers were as follows:

From	To	Regulatory Authority	Amount
General	Preschool-Aged At-Risk	K.S.A. 72-5167	$ 185,000
General	At-Risk (K-12)	K.S.A. 72-5167	877,611
General	Capital Outlay	K.S.A. 72-5167	30,000
General	Special Education	K.S.A. 72-5167	1,550,526
General	Food Service	K.S.A. 72-5167	995
General	Career & Post Sec Education	K.S.A. 72-5167	562,000
General	Professional Development	K.S.A. 72-5167	17,000
General	Contingency Reserve	K.S.A. 72-5167	51,197
General	Long Range Capital Outlay	K.S.A. 72-5167	47,787
Supplemental General	Bilingual Education	K.S.A. 72-5143	2,570
Supplemental General	Special Education	K.S.A. 72-5143	23,064
Supplemental General	At-Risk (K-12)	K.S.A. 72-5143	244,599
Special Education	Coop Special Education	K.S.A. 72-3422	1,536,514
Total Transfers			$ 5,128,863

Note 5: Long-Term Debt

Following is a summary of long-term debt transactions of the District for the year:

	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Changes	Balance End of Year	Interest Paid
General Obligation Bonds										
Series 2015	3.0 - 4.6%	12/1/2015	$ 16,000,000	9/1/2043	$ 12,050,000	$ -	$ 100,000	$ (100,000)	$ 11,950,000	$ 420,294
Series 2016	2.0 - 3.0%	6/1/2016	9,690,000	9/1/2035	8,630,000	-	365,000	(365,000)	8,265,000	217,775
Series 2019	2.5 - 3.6%	8/29/2019	710,000	9/1/2034	670,000	-	40,000	(40,000)	630,000	21,083
Series 2020	2.5 - 3.6%	10/29/2020	4,340,000	9/1/2045	4,295,000	-	30,000	(30,000)	4,265,000	114,484
Finance Leases										
Energy Improvement - Series 2010A	5.85%	12/29/2010	950,000	12/29/2022	950,000	-	950,000	(950,000)	-	2,176
Energy Improvement - Series 2010B	5.85%	12/29/2010	950,000	12/29/2022	78,917	-	78,917	(78,917)	-	132
Activity Bus 2019	3.89%	6/13/2019	138,312	7/31/2023	56,434	-	27,768	(27,768)	28,666	2,232
Total Long-Term Debt					$ 26,730,351	$ -	$ 1,591,685	$ (1,591,685)	$ 25,138,666	$ 778,176

Note 5: Long-Term Debt (Continued)

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

	2024	2025	2026	2027	2028	2029 - 2033	2034 - 2038	2039 - 2043	2044 - 2048	Total
Principal										
Series 2015	$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 100,000	$ 500,000	$ 2,610,000	$ 6,750,000	$ 1,590,000	$ 11,950,000
Series 2018	415,000	460,000	500,000	535,000	565,000	3,345,000	2,445,000	-	-	8,265,000
Series 2019	45,000	45,000	45,000	45,000	50,000	275,000	125,000	-	-	630,000
Series 2020	30,000	30,000	30,000	30,000	30,000	160,000	185,000	210,000	3,560,000	4,265,000
2019 Activity Bus	28,666	-	-	-	-	-	-	-	-	28,666
Total Principal	$ 618,666	$ 635,000	$ 675,000	$ 710,000	$ 745,000	$ 4,280,000	$ 5,365,000	$ 6,960,000	$ 5,150,000	$ 25,138,666
Interest										
Series 2015	$ 416,294	$ 412,294	$ 408,294	$ 404,794	$ 401,794	$ 1,963,719	$ 1,810,268	$ 919,565	$ 28,819	$ 6,765,841
Series 2018	209,975	201,225	191,625	181,275	170,276	621,814	110,325	-	-	1,686,515
Series 2019	19,955	18,717	17,435	16,096	14,623	46,900	4,590	-	-	138,316
Series 2020	114,136	113,788	113,440	112,974	112,384	552,424	530,473	504,178	194,838	2,348,635
2019 Activity Bus	1,334	-	-	-	-	-	-	-	-	1,334
Total Interest	$ 761,694	$ 746,024	$ 730,794	$ 715,139	$ 699,077	$ 3,184,857	$ 2,455,656	$ 1,423,743	$ 223,657	$ 10,940,641
Total Principal and Interest	$ 1,380,360	$ 1,381,024	$ 1,405,794	$ 1,425,139	$ 1,444,077	$ 7,464,857	$ 7,820,656	$ 8,383,743	$ 5,373,657	$ 36,079,307

Note 6: Defined Benefit Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $891,008 for the year ended June 30, 2023.

Note 6: Defined Benefit Pension Plan (Continued)

Net Pension Liability. At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $8,834,300. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2023. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 7: Other Post-Employment Benefits

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

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

Fringe Benefits

Each teacher shall be entitled once annually to elect to have a portion of the teacher's salary set aside on a Plan 125 not to exceed, $10,000. The plan may pay for group health insurance or the following programs: term life insurance up to $50,000.00, salary protection insurance, child care, and supplemental medical insurance such as dental, vision, and cancer. The District moved out of the State Health Plan January 1, 2022, to BCBS for health, Delta Dental for dental and Surency for vision. Contribution rates by the employer will be at the current rates at the time of exit from the State of Kansas Plan. If an employee participates in a HSA eligible plan, the District will make an annual negotiable contribution on the employee's behalf. The District also offers a Flex Spending account option.

Compensated Absences

The District's policies regarding vacation and sick leave are: Each full time teacher shall earn 12 days personal leave. Days not used shall roll over to either banked or sick leave. Banked leave is capped at 12 days and sick leave capped at 78 days; the superintendent is allowed twelve days leave and 12 days vacation; the principals are allowed twelve days leave accumulative to 102 days; District employees who have a nine month contract are allowed six days sick leave accumulative to 100 days; District employees who have over a nine month contract are allowed an extra day per month; ten days sick leave accumulative to 100 days; the custodians, secretaries, and U.S.D. clerk who have a twelve month contract are allowed 10 sick days and 5 days of vacation the first year of employment and 10 days for 2-14 years of employment; the director of building and grounds and the director of transportation are allowed 10 sick days accumulative to 100 and 12 days of vacation; the director of technology is allowed 12 days sick leave and 12 days of vacation accumulative to 102 days.

Liability for compensated absences is not reflected in the financial statement.

Note 8: Commitments and Contingencies

Grant Program Involvement

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

Note 9: Stewardship, Compliance and Accountability

Compliance with Finance-Related Legal and Contractual Provisions

Funds with a Deficit Unencumbered Cash Balance - Generally, school districts are required by K.S.A. 10-1113 to limit fund expenditures to the available monies in that fund. K.S.A. 12-1663 provides an exception for those funds which are to be financed by Federal government sources and other grants and gifts. This exception allows these funds to expend in excess of currently available resources with the expectation that the District will be reimbursed for qualifying grant expenditures.

The following funds had a deficit balance of unencumbered cash as of June 30, 2023: HRSA Grant, ESSER, and Stay Positive Test Negative Grant. These funds are financed by State and Federal funding and the District is expecting reimbursement of qualifying grant expenditures.

Note 10: Subsequent Events

Management has evaluated the effects on the financial statement of subsequent events occurring through February 29, 2024, which is the date at which the financial statement was available to be issued.

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended June 30, 2023

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)
Governmental Type Funds						
General Funds						
General	$ 7,008,285	$ (187,186)	$ 67,497	$ 6,888,596	$ 6,888,596	$ -
Supplemental General	2,141,848	-	-	2,141,848	2,130,215	(11,633)
Special Purpose Funds						
Preschool-Aged At-Risk	89,120	-	-	89,120	89,120	-
At-Risk (K-12) Fund	1,424,365	-	-	1,424,365	1,175,827	(248,538)
Bilingual Education Fund	4,224	-	-	4,224	802	(3,422)
Capital Outlay Fund	1,518,826	-	-	1,518,826	857,099	(661,727)
Driver Training Fund	47,153	-	-	47,153	40,390	(6,763)
Food Service Fund	813,477	-	-	813,477	673,903	(139,574)
Professional Development Fund	23,457	-	-	23,457	19,600	(3,857)
Special Education Fund	1,656,806	-	-	1,656,806	1,550,526	(106,280)
Career and Postsecondary Education Fund	374,210	-	-	374,210	374,210	-
KPERS Special Retirement Contribution Fund	1,072,814	-	-	1,072,814	891,008	(181,806)
Special Education Cooperative Fund	2,974,264	-	-	2,974,264	2,593,326	(380,938)
Bond and Interest Funds						
Bond and Interest	1,308,636	-	-	1,308,636	1,308,636	-
	$ 20,457,485	$ (187,186)	$ 67,497	$ 20,337,796	$ 18,593,258	$ (1,744,538)

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 6,101,475	$ 5,952,237	$ 149,238
Special Education Aid	719,624	875,777	(156,153)
Reimbursements	67,497	-	67,497
Total Cash Receipts	$ 6,888,596	$ 6,828,014	$ 60,582
EXPENDITURES			
Instruction	$ 1,503,963	$ 2,323,575	$ (819,612)
Student support services	68,210	-	68,210
Instructional support services	324,267	304,125	20,142
General administration	292,719	237,279	55,440
School administration	452,140	521,477	(69,337)
Central services	78,003	85,713	(7,710)
Operations and maintenance	535,191	251,154	284,037
Student transportation services	311,422	230,356	81,066
Food service	565	-	565
Transfers out	3,322,116	3,054,606	267,510
Adjustment to comply with legal max	-	(187,186)	187,186
Adjustment for qualifying budget credits	-	67,497	(67,497)
Total Expenditures	$ 6,888,596	$ 6,888,596	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Ad valorem taxes	$ 1,900,087	$ 1,923,669	$ (23,582)
Delinquent taxes	9,273	26,909	(17,636)
Motor vehicle taxes	126,019	122,165	3,854
Recreational vehicle taxes	2,235	2,160	75
Commercial vehicle taxes	12,445	11,673	772
State aid	105	-	105
Total Cash Receipts	$ 2,050,164	$ 2,086,576	$ (36,412)
EXPENDITURES			
Instruction	$ 1,229,300	$ 1,158,470	$ 70,830
School administration	14,936	2,500	12,436
Operations and maintenance	554,678	579,278	(24,600)
Student transportation services	61,068	160,000	(98,932)
Transfers out	270,233	241,600	28,633
Total Expenditures	$ 2,130,215	$ 2,141,848	$ (11,633)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (80,051)		
UNENCUMBERED CASH - BEGINNING	238,276		
UNENCUMBERED CASH - ENDING	$ 158,225		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
PRESCHOOL-AGED AT-RISK
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 185,000	$ 88,596	$ 96,404
Miscellaneous	(1,082)	-	(1,082)
Total Cash Receipts	$ 183,918	$ 88,596	$ 95,322
EXPENDITURES			
Instruction	$ 89,120	$ 89,120	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 94,798		
UNENCUMBERED CASH - BEGINNING	621		
UNENCUMBERED CASH - ENDING	$ 95,419		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
AT RISK (K-12) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 1,122,210	$ 1,116,641	$ 5,569
EXPENDITURES			
Instruction	$ 1,039,657	$ 1,038,300	$ 1,357
Student support services	129,907	16,861	113,046
Instructional support staff	4,100	269,204	(265,104)
School administration	2,163	-	2,163
Student transportation services	-	100,000	(100,000)
Total Expenditures	$ 1,175,827	$ 1,424,365	$ (248,538)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (53,617)		
UNENCUMBERED CASH - BEGINNING	416,218		
UNENCUMBERED CASH - ENDING	$ 362,601		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 2,570	$ 2,570	$ -
EXPENDITURES			
Instruction	$ 802	$ 4,224	$ (3,422)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 1,768		
UNENCUMBERED CASH - BEGINNING	1,654		
UNENCUMBERED CASH - ENDING	$ 3,422		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Ad valorem taxes	$ 911,314	$ 849,841	$ 61,473
Delinquent taxes	4,165	11,997	(7,832)
Motor vehicle taxes	58,469	56,293	2,176
Recreational vehicle taxes	1,034	995	39
Commercial vehicle taxes	5,615	5,379	236
Miscellaneous	4,937	-	4,937
Reimbursements	223,778	-	223,778
Transfers in	30,000	-	30,000
Interest on idle funds	54,420	-	54,420
Total Cash Receipts	$ 1,293,732	$ 924,505	$ 369,227
EXPENDITURES			
Instruction	$ 155,924	$ 240,000	$ (84,076)
Instructional support services	53,371	488,273	(434,902)
General administration	1,332	5,500	(4,168)
Operations and maintenance	173,493	461,053	(287,560)
Other support services	189,775	89,000	100,775
Architectural and engineering services	5,825	10,000	(4,175)
Building improvements	277,379	225,000	52,379
Total Expenditures	$ 857,099	$ 1,518,826	$ (661,727)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 436,633		
UNENCUMBERED CASH- BEGINNING	372,516		
UNENCUMBERED CASH - ENDING	$ 809,149		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 12,240	$ 9,720	$ 2,520
Miscellaneous	7,425	-	7,425
Total Cash Receipts	$ 19,665	$ 9,720	$ 9,945
EXPENDITURES			
Instruction	$ 14,660	$ 7,753	$ 6,907
Operations and maintenance	3,880	39,400	(35,520)
Other support services	21,850	-	21,850
Total Expenditures	$ 40,390	$ 47,153	$ (6,763)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (20,725)		
UNENCUMBERED CASH - BEGINNING	56,483		
UNENCUMBERED CASH - ENDING	$ 35,758		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal aid	$ 381,962	$ 260,580	$ 121,382
State aid	4,541	3,522	1,019
Charges for services	267,759	157,503	110,256
Interest	7,062	-	7,062
Miscellaneous	2,178	-	2,178
Transfers in	995	134,924	(133,929)
Total Cash Receipts	$ 664,497	$ 556,529	$ 107,968
EXPENDITURES			
Food service operation	$ 673,903	$ 813,477	$ (139,574)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (9,406)		
UNENCUMBERED CASH- BEGINNING	258,336		
UNENCUMBERED CASH - ENDING	$ 248,930		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 3,050	$ 3,450	$ (400)
Miscellaneous	241	-	241
Transfers in	17,000	17,719	(719)
Total Cash Receipts	$ 20,291	$ 21,169	$ (878)
EXPENDITURES			
Instruction	$ 5,025	$ -	$ 5,025
Instructional support services	14,575	23,457	(8,882)
Total Expenditures	$ 19,600	$ 23,457	$ (3,857)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 691		
UNENCUMBERED CASH - BEGINNING	12,354		
UNENCUMBERED CASH - ENDING	$ 13,045		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal aid	$ 14,095	$ -	$ 14,095
Other from local source	40,682	-	40,682
Transfer from General Fund	1,573,590	1,576,378	(2,788)
Total Cash Receipts	$ 1,628,367	$ 1,576,378	$ 51,989
EXPENDITURES			
Instruction	$ 14,012	$ 1,656,806	$ (1,642,794)
Transfers out	1,536,514	-	1,536,514
Total Expenditures	$ 1,550,526	$ 1,656,806	$ (106,280)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 77,841		
UNENCUMBERED CASH - BEGINNING	72,012		
UNENCUMBERED CASH - ENDING	$ 149,853		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal aid	$ 1,810	$ -	$ 1,810
State aid	7,148	8,892	(1,744)
Transfers in	562,000	359,378	202,622
Miscellaneous	(1,411)	-	(1,411)
Total Cash Receipts	$ 569,547	$ 368,270	$ 201,277
EXPENDITURES			
Instruction	$ 358,841	$ 357,038	$ 1,803
Instructional support services	1,800	800	1,000
Student transportation services	13,569	16,372	(2,803)
Total Expenditures	$ 374,210	$ 374,210	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 195,337		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 195,337		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 891,008	$ 1,072,814	$ (181,806)
EXPENDITURES			
Instruction	$ 543,516	$ 590,467	$ (46,951)
Student support services	71,282	102,732	(31,450)
Instructional support services	26,730	47,671	(20,941)
General administration	26,730	63,754	(37,024)
School administration	53,460	88,026	(34,566)
Central services	8,910	17,364	(8,454)
Operations and maintenance	53,460	90,810	(37,350)
Student transportation services	53,460	34,790	18,670
Food service	53,460	37,200	16,260
Total Expenditures	$ 891,008	$ 1,072,814	$ (181,806)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SPECIAL EDUCATION COOPERATIVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local sources - Payments from other districts	$ 808,280	$ 2,373,120	$ (1,564,840)
Local sources - other	24,551	-	24,551
Reimbursements	8,460	-	8,460
Medicaid reimbursements	194,973	42,500	152,473
Transfers in	1,536,514	-	1,536,514
Title VI-B grants to states	301,607	311,121	(9,514)
Other federal aid	-	14,402	(14,402)
Title VI-B Preschool	9,514	-	9,514
Title VI-B Tip	13,542	-	13,542
Total Cash Receipts	$ 2,897,441	$ 2,741,143	$ 156,298
EXPENDITURES			
Instruction	$ 1,819,917	$ 2,073,249	$ (253,332)
Student support services	542,663	509,632	33,031
Instructional support staff	48,782	34,000	14,782
General administration	172,542	242,602	(70,060)
Operations and maintenance	9,396	14,781	(5,385)
Vehicle operating services	26	-	26
Other support services	-	100,000	(100,000)
Total Expenditures	$ 2,593,326	$ 2,974,264	$ (380,938)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 304,115		
UNENCUMBERED CASH- BEGINNING	485,615		
UNENCUMBERED CASH - ENDING	$ 789,730		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Ad valorem	$ 1,631,150	$ 1,521,959	$ 109,191
Delinquent taxes	7,250	20,680	(13,430)
Motor vehicle taxes	101,225	97,421	3,804
Recreational vehicle taxes	1,789	1,721	68
Commercial vehicle taxes	9,691	9,308	383
Total Cash Receipts	$ 1,751,105	$ 1,651,089	$ 100,016
EXPENDITURES			
Principal	$ 535,000	$ 535,000	$ -
Interest	773,636	773,636	-
Total Expenditures	$ 1,308,636	$ 1,308,636	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 442,469		
UNENCUMBERED CASH- BEGINNING	2,640,249		
UNENCUMBERED CASH - ENDING	$ 3,082,718		

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
NONBUDGETED FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended June 30, 2023

	Contingency Reserve Fund	Textbook & Student Material Revolving Fund	Debt Service Fund	Title I	Title II-A	Title IV-A	Stay Positive Test Negative	HRSA Grant	ESSER
RECEIPTS									
Federal aid	$ -	$ -	$ -	$ 156,554	$ 29,099	$ 17,432	$ 32,964	$ 244,141	$ 165,617
Interest income	-	-	-	-	-	-	-	-	-
Student activities	-	1,749	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-
Local sources - Other	-	57,946	2,199	-	-	-	-	-	-
Miscellaneous	-	-	153,814	35	-	-	-	-	-
Transfers in	51,197	-	-	-	-	-	-	-	-
Total Receipts	$ 51,197	$ 59,695	$ 156,013	$ 156,589	$ 29,099	$ 17,432	$ 32,964	$ 244,141	$ 165,617
EXPENDITURES									
Instruction	$ -	$ 87,101	$ -	$ 156,554	$ 5,348	$ 17,432	$ 1,065	$ 200,127	$ 311,596
Instructional support staff	-	-	-	-	23,751	-	-	6,547	-
Student support services	-	-	-	-	-	-	20,633	-	3,453
General administration	-	-	-	-	-	-	5,734	-	14,173
School administration	-	-	-	-	-	-	808	668	58,351
Central services	-	-	-	-	-	-	1,299	-	7,024
Facility acquisition and construction	-	-	-	-	-	-	300,000	-	41,657
Operations and maintenance	-	-	-	-	-	-	24,996	-	-
District activities	-	1,004	-	-	-	-	-	-	-
Other support services	-	-	-	-	-	-	-	-	-
Debt service	-	-	1,031,225	-	-	-	-	-	-
Scholarships	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Expenditures	$ -	$ 88,105	$ 1,031,225	$ 156,554	$ 29,099	$ 17,432	$ 354,535	$ 207,342	$ 436,254
RECEIPTS OVER (UNDER) EXPENDITURES	$ 51,197	$ (28,410)	$ (875,212)	$ 35	$ -	$ -	$ (321,571)	$ 36,799	$ (270,637)
UNENCUMBERED CASH - BEGINNING	168,954	257,355	875,212	-	-	-	(2,327)	(44,042)	(25,185)
UNENCUMBERED CASH - ENDING	$ 220,151	$ 228,945	$ -	$ 35	$ -	$ -	$ (323,898)	$ (7,243)	$ (295,822)

(Continued)

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
NONBUDGETED FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended June 30, 2023

	Kids University	Gifts/ Grants	USD 364 Scholarship Fund	Home Hanson Stadium Renovation	Long Range Capital Outlay
RECEIPTS					
Federal aid	$ -	$ -	$ -	$ -	$ -
Interest income	-	-	24	-	-
Student activities	-	-	-	-	-
Donations	-	-	300	-	-
Local sources - Other	62,148	732	-	-	-
Miscellaneous	-	-	-	-	-
Transfers in	-	-	-	-	47,787
Total Receipts	$ 62,148	$ 732	$ 324	$ -	$ 47,787
EXPENDITURES					
Instruction	$ 79,536	$ 3,488	$ -	$ -	$ -
Instructional support staff	-	-	-	-	-
Student support services	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operations and maintenance	-	-	-	-	-
Vehicle operation services	-	-	-	-	-
District activities	-	-	-	-	-
Other support services	-	30	-	-	-
Debt service	-	-	-	-	-
Scholarships	-	-	400	-	-
Miscellaneous	54	-	-	-	-
Total Expenditures	$ 79,590	$ 3,518	$ 400	$ -	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (17,442)	$ (2,786)	$ (76)	$ -	$ 47,787
UNENCUMBERED CASH - BEGINNING	44,288	13,261	6,655	2,703	235,500
UNENCUMBERED CASH - ENDING	$ 26,846	$ 10,475	$ 6,579	$ 2,703	$ 283,287

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Balance July 1, 2022	Cash Receipts	Cash Disbursements	Balance June 30, 2023
Student Organization Funds				
Class of 2020	$ 1,480	$ -	$ -	$ 1,480
Class of 2021	439	-	245	194
Class of 2022	331	-	313	18
Class of 2023	18	149	-	167
Class of 2024	2,667	-	1,970	697
Class of 2025	-	9,844	5,223	4,621
Class of 2026	-	3,215	94	3,121
Annual Club	12,901	14,365	8,472	18,794
FBLA	31,533	44,771	42,604	33,700
FFA	42,205	35,617	42,769	35,053
FCCLA	11,396	26,435	22,085	15,746
Kays	12,298	6,802	18,476	624
M-Club	6,507	5,176	694	10,989
Student Council	2,415	3,866	4,248	2,033
Matmaids	566	-	-	566
Art Club	1,818	3,521	2,650	2,689
Drama Club	2,110	1,705	2,189	1,626
SADD	1,234	-	45	1,189
Scholars Bowl Club	154	300	521	(67)
Spanish Club	479	-	-	479
National Honor Society Club	440	160	51	549
Biology Club	434	4,789	3,985	1,238
Tri-M Club	195	-	100	95
Junior High Student Council	4,248	1,799	1,839	4,208
Payroll Clearing				
Insurance and Cafeteria Plan Reimbursements	11,253	373,040	367,695	16,598
TOTAL AGENCY FUNDS	$ 147,121	$ 535,554	$ 526,268	$ 156,407

UNIFIED SCHOOL DISTRICT NO. 364
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Marysville Junior-Senior High School						
Athletics	$ 46	$ 97,706	$ 87,611	$ 10,141	$ -	$ 10,141
Activity Tickets	8,285	11,087	12,074	7,298	-	7,298
Subtotal Gate Receipts	$ 8,331	$ 108,793	$ 99,685	$ 17,439	$ -	$ 17,439
School Project Funds						
Marysville Junior-Senior High School						
Sports Clubs	$ 29,601	$ 35,086	$ 24,737	$ 39,950	$ -	$ 39,950
Bulldog Club	4,488	11,600	8,686	7,402	-	7,402
Band	13	2,564	1,067	1,510	-	1,510
KSCFL	1,912	12,373	11,631	2,654	-	2,654
Vocal Music	1,957	-	272	1,685	-	1,685
Cheerleaders	5,649	12,125	13,601	4,173	-	4,173
YOGOWYPI	443	456	396	503	-	503
Videography	1,339	-	-	1,339	-	1,339
Photo Services	5,694	7,970	8,546	5,118	-	5,118
Popular Music Lab	4	-	-	4	-	4
Band Trip	8,367	25	2,386	6,006	-	6,006
FFA Cattle Fund	3,044	14,733	16,908	869	-	869
Color Guard	421	-	-	421	-	421
Robotics Club	607	-	-	607	-	607
Lifeskills	-	1,833	505	1,328	-	1,328
FFA Greenhouse	1,484	3,886	2,790	2,580	-	2,580
Concessions	68	62,236	61,380	924	-	924
Operating Expenses	3,710	500	603	3,607	-	3,607
H.S. School Improvement	15	-	-	15	-	15
Library Fees	2,544	-	29	2,515	-	2,515

(Continued)

UNIFIED SCHOOL DISTRICT NO. 364
DISTRICT ACTIVITY FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
School Project Funds (Continued)						
Marysville Junior-Senior High School (Continued)						
Pepsi	$ 8,196	$ 1,102	$ 5,009	$ 4,289	$ -	$ 4,289
Marshall County Speech	235	-	-	235	-	235
School Supplies	663	60,000	272	60,391	-	60,391
Courtesy Fund	656	20	265	411	-	411
Athletics/Activities Improvement	2,605	4,150	122	6,633	-	6,633
Student Revolving Funds	-	31,710	31,710	-	-	-
Subtotal Marysville Jr-Sr High School	$ 83,715	$ 262,369	$ 190,915	$ 155,169	$ -	$ 155,169
Marysville Elementary School						
Student Revolving Fund	$ 10,909	$ 48,528	$ 46,700	$ 12,737	$ -	$ 12,737
Enrollment	-	500	500	-	-	-
Refreshments Project	404	-	50	354	-	354
Book Fair/Library Project	685	5,221	4,635	1,271	-	1,271
Yearbook Project	5,556	1,755	2,201	5,110	-	5,110
School Improvement Project	1,970	-	195	1,775	-	1,775
Music	169	229	298	100	-	100
Theme Day	731	2,300	1,228	1,803	-	1,803
Donation	3,843	24,000	250	27,593	-	27,593
Backsnack Program	718	-	-	718	-	718
Kids University	42	-	-	42	-	42
Student Council	314	183	221	276	-	276
Subtotal Marysville Elementary School	$ 25,341	$ 82,716	$ 56,278	$ 51,779	$ -	$ 51,779
Subtotal School Project Funds	$ 109,056	$ 345,085	$ 247,193	$ 206,948	$ -	$ 206,948
Total District Activity Funds	$ 117,387	$ 453,878	$ 346,878	$ 224,387	$ -	$ 224,387

February 29, 2024

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
Unified School District No. 364
Marysville, Kansas

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance With *Government Auditing Standards*

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Unified School District No. 364 (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated February 29, 2024.

Internal Control Over Financial Reporting
In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

Compliance and Other Matters
As part of obtaining reasonable assurance about whether the District's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1020 Commercial St., Suite A
Emporia, KS 66801

Purpose of this Report
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

February 29, 2024

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
Unified School District No. 364
Marysville, Kansas

Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance

Unmodified Opinions

We have audited Marysville Unified School District No. 364's (the District), compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Unmodified Opinions

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1020 Commercial St., Suite A
Emporia, KS 66801

Auditor's Responsibilities for the Audit of Compliance (continued)

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

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

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

Report on Internal Control Over Compliance

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

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

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

This 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. According, this report is not suitable for any other purpose.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Number	Pass-Through Entity Identifying Number	Federal Award Expenditures
U.S. Department of Education			
Passed through Kansas Department of Education			
Special Education Cluster:			
Title VI, Special Education	84.027A	D0364	$ 315,600
Special Education - Preschool Grants	84.173A	D0364	9,923
Total Special Education Cluster			$ 325,523
Title I	84.010A	D0364	$ 156,554
Title II-A Teacher Quality	84.367A	D0364	29,099
Title VI-B - Preschool	84.424A	D0364	17,432
COVID-19 - Elementary and Secondary School Emergency Relief II	84.425D	D0364	252,228
COVID-19 - Elementary and Secondary School Emergency Relief III	84.425U	D0364	198,121
Total Department of Education			$ 978,957
U.S. Department of Agriculture			
Passed through Kansas Department of Education			
Child Nutrition Cluster			
School Breakfast	10.553	D0364	$ 80,802
National School Lunch Program	10.555	D0364	274,600
Special Milk	10.556	D0364	712
Summer Food Service Program	10.559	D0364	25,848
Subtotal Child Nutrition Cluster			$ 381,962
Meal Costs	10.558	D0364	$ 71
Total Department of Agriculture			$ 382,033
U.S. Department of Health & Human Services			
Rural Healthcare Services Outreach and Grant Program	93.912	N/A	$ 207,341
Passed through Kansas Department of Health and Environment			
COVID-19 K-12 COVID Testing Grant	93.323	D0364	354,536
Total Department of Health & Human Services			$ 561,877
Total Federal Expenditures			$ 1,922,867

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
For the Year Ended June 30, 2023

Note 1: Basis of Presentation

The schedule of expenditures of federal awards includes the federal grant activity of the District and is presented on the cash basis of accounting, modified to include recognition of accounts payable and encumbrances.

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: Non-Cash Assistance, Insurance, and Loans

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

Note 3: Indirect Cost Rate

The District has not elected to use the 10% de minimis indirect cost rate provisioned by the Uniform Guidance, Section 414 for reporting costs charged to federal award programs.

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statement

Type of auditor's report issued:	Unmodified	
Internal control over financial reporting:		
Material weaknesses identified?	__ Yes	X None
Reportable conditions identified not considered to be material weaknesses?	__ Yes	X None reported
Noncompliance material to financial statement noted?	__ Yes	X None

Federal Awards

Internal controls over major programs:		
Material weaknesses identified?	__ Yes	X No
Reportable conditions identified not considered to be material weaknesses?	__ Yes	X None reported
Type of auditor's report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200.516(a)?	__ Yes	X No

Identification of major programs:

Name of Federal program	CFDA Number(s)
Elementary and Secondary School Emergency Relief	84.425D and 84.425U
COVID-19 K-12 COVID Testing Grant	93.323

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

Note:

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

Section II - Financial Statement Findings

No matters were reported

Section III - Federal Award Findings and Questioned Costs

There were no current year findings or questioned costs.

UNIFIED SCHOOL DISTRICT NO. 364
Marysville, Kansas
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2023

Prior Year Findings - Financial Statement Audit

2022-001 Significant Deficiency - Fund Accounting

Status of Prior Finding: Planned corrective action completed this fiscal year.