UNIFIED SCHOOL DISTRICT NO. 447
Cherryvale, Kansas

Independent Auditors' Report and
Regulatory Basis Financial Statement
With Supplementary Information

For the Year Ended June 30, 2023

Unified School District No. 447
Cherryvale, Kansas
Regulatory Basis Financial Statement
For the Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS

Item	Page Number
Independent Auditor's Report	1-4
Summary Statement of Receipts, Expenditures, and Unencumbered Cash – Regulatory Basis	5
Notes to the Financial Statement	6-15
SUPPLEMENTARY INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget – Regulatory Basis (Budgeted Funds Only)	17
Schedule 2	
Summary of Receipts and Expenditures - Individually Presented by Fund	
General Fund	18-20
Supplemental General Fund	21-22
Special Purpose Funds:	
Pre-School Aged At-Risk Fund	23
At Risk K-12 Fund	24
Virtual Education Fund	25
Capital Outlay Fund	26
Driver Training Fund	27
Food Service Fund	28
Professional Development Fund	29
Special Education Fund	30
Career and Postsecondary Education Fund	31
Gifts and Grants Fund	32
KPERS Special Retirement Contribution Fund	33
Contingency Reserve Fund	34
Textbook and Student Material Revolving Fund	35
Recreation Commission Fund	36
Elementary and Secondary Schools Emergency Relief Fund	37-38
Title I Fund	39
KDHE COVID Testing Grant Fund	40
Title II Fund	41
Title IV-A Fund	42
Bond and Interest Funds:	
Bond and Interest Fund	43

Unified School District No. 447
Cherryvale, Kansas
Regulatory Basis Financial Statement
For the Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS

Item	Page Number
Schedule 3	
Schedule of Receipts and Disbursements - Agency Funds	44
Schedule 4	
Schedule of Receipts, Expenditures and Unencumbered Cash - District Activity Funds	45
APPENDIX A	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	46-47
Independent Auditor's Report on Compliance for each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	48-50
Schedule of Findings and Questioned Costs	51-52
Schedule of Expenditures of Federal Awards	53

Rodney M. Burns
CPA

RODNEY M. BURNS, CPA, LLC
CERTIFIED PUBLIC ACCOUNTANT
702 WEST MAIN * * * P.O.BOX 832
CHANUTE, KANSAS 66720

PHONE (620) 431-3410
FAX (620) 431-7719

INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 447
Cherryvale, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 447, Cherryvale, Kansas, as of and for the year ended June 30, 2023, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District, as of June 30, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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.

Other Matters

Supplementary Information

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 447, Cherryvale, Kansas, as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated March 2, 2023, which contained an unmodified opinion on the basic financial statement. The 2022 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/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year June 30, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the 2022 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 statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated April 18, 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 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.

Rodney M. Burns, CPA, LLC

Rodney M. Burns, CPA, LLC
Certified Public Accountants

Chanute, Kansas
April 18, 2024

Unified School District No. 447
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:						
General	$	6,777,749	6,777,347	402	2,779	3,181
Supplemental General	68,928	2,077,612	2,078,655	67,885	39,394	107,279
Special Purpose:						
Pre-School Aged At-Risk	8,415	56,500	54,640	10,275		10,275
At Risk K-12	201,479	1,369,671	1,374,029	197,121		197,121
Virtual Education	6,020	46,100	21,050	31,070		31,070
Capital Outlay	1,357,987	453,062	169,995	1,641,054		1,641,054
Driver Training	24,718	12,580	15,476	21,822		21,822
Food Service	198,333	667,273	652,084	213,522		213,522
Professional Development	64,255	38,600	37,832	65,023		65,023
Special Education	438,422	1,026,150	1,023,760	440,812		440,812
Career and Postsecondary Education	95,777	342,935	345,500	93,212		93,212
Gifts and Grants	22,894	76,740	79,135	20,499	7,157	27,656
KPERS Special Retirement Contribution		800,325	800,325			
Contingency Reserve	531,305	50,000		581,305		581,305
Textbook and Student Material Revolving	52,885	8,649	11	61,523		61,523
Recreation Commission	5,436	96,940	96,045	6,331		6,331
Elementary/Secondary School Emergency Relief	(919,298)	1,257,345	836,442	(498,395)	362,845	(135,550)
Title I		323,761	323,761		450	450
KDHE COVID Testing Grant	(55,356)	196,165	482,771	(341,962)	50,450	(291,512)
Title II		38,202	38,202			
Title IV-A		26,446	26,446			
Gate Receipts	20,857	65,775	65,247	21,385		21,385
Special Projects	520	507	642	385		385
Bond and Interest:						
Bond and Interest	162,266			162,266		162,266
Total Primary Government (1)	2,285,843	15,809,087	15,299,395	2,795,535	463,075	3,258,610

Composition of Cash:	
Demand Deposits	3,684,507
Petty Cash Authorization	1,200
Less: Agency Funds	(427,095)
Adjustment for Rounding	(2)
Total Primary Government (1)	3,258,610

(1) Excluding Agency Funds

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

Note 1 Summary of Significant Accounting Policies

The financial statement and schedules of Unified School District No. 447, Cherryvale, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies follow. Note 1 describes how the District's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 447, and includes the primary government only, with no related municipal entities.

Basis of Accounting

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

The Kansas Municipal Audit and Accounting Guide 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 revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The Kansas Municipal Audit and Accounting Guide 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.

Basis of Presentation

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

The following Regulatory Basis Fund Types comprise the financial activities of the District for the year ending June 30, 2023:

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

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

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

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

Agency Funds -- funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statements and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the District Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

Pension Plan

Substantially all full-time District employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer state-wide pension plan. Under Kansas State Law, the State of Kansas will fund all employer pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise 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 calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and 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 municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality did hold a revenue neutral rate hearing for the year ending June 30, 2023.

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. During the year ended June 30, 2023, the District had no such amendments. Subsequent to adopting this budget, the State of Kansas cut the budgets of the General Fund and the Supplemental General Fund to the legal maximum amounts of $6,632,766 and $2,078,655, respectively. These legal maximum budget amounts are computed based on audited full-time equivalent enrollment.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

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

Gifts and Grants Fund
Contingency Reserve Fund
Textbook and Student Material Revolving Fund
Elementary/Secondary School Emergency Relief Fund
Title I Fund
KDHE COVID Testing Grant Fund
Title II Fund
Title IV-A Fund
Gate Receipts Fund
Special Projects Fund

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 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 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 9-1405. The District had no investments at June 30, 2023 and held no investments throughout the year.

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 not designated any peak periods.

At June 30, 2023, the carrying amount of the District's deposits was $3,684,507 and the bank balance was $4,268,735. Of the bank balance, $262,765 was covered by federal depository insurance and the remaining $4,005,970 was collateralized with securities held by the pledging financial institutions' agents in the School'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 Long-term Debt

Changes in Long-Term Debt

Changes in long-term debt for the year ending June 30, 2023 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Lease Purchase Agreements:									
High School HVAC System	3.33%	2/15/2018	815,000	10/01/2027	474,462		80,106	394,356	15,207
Buses and Equipment	3.23%	6/30/2019	568,593	9/30/2025	289,110		87,780	201,330	8,266
Total Contractual Indebtedness					763,572	-	167,886	595,686	23,473

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

	Lease Purchase Agreements	
	Principal	Interest
2023-24	$ 173,508	17,852
2024-25	179,394	11,966
2025-26	105,331	6,899
2026-27	91,460	3,853
2027-28	45,993	1,663
Total	595,686	42,233

Note 4 Risk Management

Insurance Coverage

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The District manages these risks of loss through the purchase of various insurance policies. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 Interfund Transfers

From	To	Regulatory Authority	Amount
General Fund	At Risk K-12 Fund	K.S.A. 72-5167	$ 1,007,968
General Fund	Virtual Education Fund	K.S.A. 72-5167	46,100
General Fund	Food Service Fund	K.S.A. 72-5167	66,024
General Fund	Professional Development Fund	K.S.A. 72-5167	38,500
General Fund	Special Education Fund	K.S.A. 72-5167	638,750
General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5167	117,558
General Fund	Contingency Reserve Fund	K.S.A. 72-5167	50,000
Supplemental General Fund	Pre-School Aged At-Risk Fund	K.S.A. 72-5143	56,500
Supplemental General Fund	At Risk K-12 Fund	K.S.A. 72-5143	361,703
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	343,833
Supplemental General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5143	213,650

Note 6 Other Long-Term Obligations from Operations

Compensated Absences

Twelve month classified personnel are granted two weeks (10 working days) vacation annually. An employee must have been employed a minimum of one year and less than five years for two weeks' vacation. Employees having been employed less than one year but at least one-half year, qualify for one week of vacation.

Twelve month classified personnel are granted three weeks (15 working days) vacation annually after completing five (5) years of employment. The Superintendent and Principals receive 20 days' vacation annually, which is non-accumulative. All fulltime employees are granted 11 days sick leave at the beginning of the school year. 10 days are granted to the employee and one day is included in the sick leave pot. Unused sick leave shall accumulate with a limit of 80 days at the end of the fiscal year. Sick leave may also be used in the event of serious illness in the immediate family and is used to cover absences to attend funerals of family or friends.

Any licensed employee leaving the District after 12 consecutive years of service shall receive 50% of the current substitute teacher's rate of pay per day for each unused day of accumulated sick leave. Those leaving and retiring from the District (as defined by KPERS) shall receive 60% of a current substitute teacher's pay per day for each unused day of accumulated sick leave. Staff members that have accumulated over 80 days of sick leave shall be paid annually for the days in excess of 80, at the prescribed rate of 50% of a substitute teacher's rate of pay.

The liability for accrued vacation and sick pay is not reflected in the financial statement. Neither the actual or estimated liability could be reasonably estimated at June 30, 2023. The cost of vacation and sick pay are recognized as expenditures when paid.

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 (2611 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 13.88% and 13.11%, respectively, for the fiscal year ended June 30, 2023.

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

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Years 2022 and 2023. Fiscal Year 2022 was recertified from 14.09% to 13.33% and Fiscal Year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

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 $800,325 from the State of Kansas for the year ended June 30, 2023.

Net Pension Liability. At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $7,597,286 The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

Note 7 Stewardship, Compliance, and Accountability

Compliance with Kansas Cash Basis Law

The following funds had deficit unencumbered cash balances as of June 30, 2023, in the amounts indicated:

Elementary/Secondary School Emergency Relief Fund	$ 498,395
KDHE COVID Testing Grant Fund	341,962

In each of these funds, this deficit balance was caused by expenditures made in anticipation of federal funding reimbursements to be received in the 2023-24 fiscal year. This is not a violation of the Kansas Cash Basis Law.

Compliance with Kansas Budget Law

No violations.

Compliance with Kansas Depository Security Law

No violations.

Note 8 Subsequent Events

The District has evaluated subsequent events through April 18, 2024, the date which the financial statement was available to be issued.

SUPPLEMENTARY INFORMATION

Unified School District No. 447
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

Schedule 1

	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	$ 6,867,805	(235,039)	144,581	6,777,347	6,777,347	
Supplemental General	2,151,629	(72,974)		2,078,655	2,078,655	
Special Purpose:						
Pre-School Aged At-Risk	63,000			63,000	54,640	(8,360)
At Risk K-12	1,436,500			1,436,500	1,374,029	(62,471)
Virtual Education	25,000			25,000	21,050	(3,950)
Capital Outlay	1,802,360			1,802,360	169,995	(1,632,365)
Driver Training	28,000			28,000	15,476	(12,524)
Food Service	667,000		64,865	731,865	652,084	(79,781)
Professional Development	50,000			50,000	37,832	(12,168)
Special Education	1,232,500			1,232,500	1,023,760	(208,740)
Career and Postsecondary Education	345,500			345,500	345,500	
KPERS Special Retirement Contribution	866,884			866,884	800,325	(66,559)
Recreation Commission	96,045			96,045	96,045	
Bond and Interest:						
Bond and Interest						
Totals	15,632,223	(308,013)	209,446	15,533,656	13,446,738	(2,086,918)

Unified School District No. 447
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Reimbursements	$ 1,932	144,581		144,581
Revenue from State Sources				
General State Aid	5,902,294	6,043,068	5,966,607	76,461
Mineral Production Tax	832	2,619	500	2,119
Special Education Aid	622,681	587,481	665,659	(78,178)
Total Revenue from State Sources	6,525,807	6,633,168	6,632,766	402
Total Cash Receipts	6,527,739	6,777,749	6,632,766	144,983
Expenditures and Transfers				
Instruction				
Certified Salaries	2,305,531	2,329,983	2,400,000	(70,017)
Non-Certified Salaries	1,414		5,000	(5,000)
Group Insurance	452,822	414,810	460,000	(45,190)
Social Security	178,425	176,953	185,000	(8,047)
Other Employee Benefits	29,064	32,540	35,000	(2,460)
General Teaching Supplies	7,731	11,538	10,000	1,538
Textbooks		201		201
Technology Supplies	12,879	13,009	15,000	(1,991)
Property (Equipment & Furnishings)	10	707	5,000	(4,293)
Other	16,818	18,031	17,500	531
Total Instruction	3,004,694	2,997,772	3,132,500	(134,728)
Support Services - Students				
Certified Salaries	21,423	92,628	90,000	2,628
Group Insurance	32,149	43,819	34,000	9,819
Social Security	3,868	9,988	5,000	4,988
Other Employee Benefits	2,185	2,183	3,000	(817)
General Teaching Supplies	452	419		419
Total Support Services - Students	60,077	149,037	132,000	17,037
Support Services - Instr. Staff				
Certified Salaries	64,782	57,933	65,000	(7,067)
Non-Certified Salaries	19,907	22,309	25,000	(2,691)
Group Insurance	6,360	7,640	67,220	(59,580)
Social Security	6,021	5,600	7,000	(1,400)
Other Employee Benefits	1,908	1,905	2,500	(595)
Books and Periodicals	5,868	11,016	10,000	1,016
Technology Supplies	3,174	7,903	4,000	3,903
Miscellaneous Supplies	1,489	2,547	2,000	547
Property (Equipment & Furnishings)	3,303	1,267	5,000	(3,733)
Total Support Services - Instr. Staff	112,812	118,120	187,720	(69,600)
General Administration				
Certified Salaries	105,000	105,300	105,000	300
Non-Certified Salaries	86,559	88,476	90,000	(1,524)
Group Insurance	28,278	32,768	30,000	2,768
Social Security	14,189	14,543	15,000	(457)
KPERS Working After Retirement	1,524	1,524		1,524
Other Employee Benefits	185	176	2,500	(2,324)
Purchased Professional and Technical Services	11,860	3,048	12,500	(9,452)
Insurance	10,292	9,568	12,500	(2,932)
Communication Services	2,045	2,193	4,000	(1,807)
Other Miscellaneous Purchased Services	25	423	1,000	(577)
General Teaching Supplies	6,097	11,477	7,500	3,977
Property (Equipment & Furnishings)	837	152	1,500	(1,348)
Other	17,916	25,376	20,000	5,376
Total General Administration	284,807	295,024	301,500	(6,476)

Unified School District No. 447
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
School Administration				
Certified Salaries	$ 300,750	247,243	250,000	(2,757)
Non-Certified Salaries	128,566	123,671	150,000	(26,329)
Group Insurance	45,560	47,649	50,000	(2,351)
Social Security	32,554	27,614	35,000	(7,386)
Other Employee Benefits	3,378	3,337	5,000	(1,663)
Other	622	187	1,500	(1,313)
Total School Administration	511,430	449,701	491,500	(41,799)
Support Services - Business				
Non-Certified Salaries	98,521	96,729	100,000	(3,271)
Social Security	6,955	6,827	7,500	(673)
Other Employee Benefits	90	88	500	(412)
Purchased Professional and Technical Services	1,234	1,221	1,500	(279)
Total Support Services - Business	106,800	104,865	109,500	(4,635)
Operations and Maintenance				
Non-Certified Salaries	281,634	325,181	373,000	(47,819)
Group Insurance	47,214	60,939	55,000	5,939
Social Security	18,634	22,827	25,000	(2,173)
Other Employee Benefits	8,680	8,702	10,000	(1,298)
Cleaning Services	7,945	4,905	10,000	(5,095)
Repairs and Maintenance	21,248	25,039	14,387	10,652
Insurance	58,778			
Property (Equipment & Furnishings)	5,451		5,000	(5,000)
Total Operations and Maintenance	449,584	447,593	492,387	(44,794)
Vehicle Operation Services				
Insurance	26,343			
Motor Fuel	28,526			
Total Vehicle Operation Services	54,869			
Monitoring Services				
Non-Certified Salaries	118,336	144,150	137,000	7,150
Group Insurance	6,506	6,659	7,500	(841)
Social Security	8,947	11,000	9,500	1,500
Other Employee Benefits	3,830	3,854	5,000	(1,146)
Other	475	1,539	1,000	539
Total Monitoring Services	138,094	167,202	160,000	7,202
Vehicle Servicing/Maintenance				
Purchased Professional and Technical Services	833	1,584	5,000	(3,416)
Other Purchased Services	1,390	2,065	2,500	(435)
Staff Travel	202			
General Teaching Supplies	7,202	279	7,500	(7,221)
Property (Equipment & Furnishings)			10,000	(10,000)
Equipment	7,482	24,196		24,196
Total Vehicle Servicing/Maintenance	17,109	28,124	25,000	3,124
Support Services - Other				
General Teaching Supplies	208	55,009		55,009
Fund Transfers				
At Risk K-12	951,553	1,007,968	1,141,718	(133,750)
Capital Outlay	20,458			
Virtual Education	10,000	46,100	18,980	27,120
Food Service		66,024		66,024
Professional Development		38,500		38,500
Special Education	780,541	638,750	675,000	(36,250)
Career and Postsecondary Education		117,558		117,558
Contingency Reserve	25,000	50,000		50,000
Total Fund Transfers	1,787,552	1,964,900	1,835,698	129,202

Unified School District No. 447
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Budget Adjustments				
Legal Max Adjustment	$		(235,039)	235,039
Budget Credit Adjustment			144,581	(144,581)
Total Expenditures and Transfers	6,528,036	6,777,347	6,777,347	
Receipts Over (Under) Expenditures and Transfers	(297)	402		
Unencumbered Cash, Beginning	297			
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending		402		

Unified School District No. 447
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	$ 361,046	406,684	369,424	37,260
Delinquent Taxes	22,138	19,107	7,329	11,778
Total Revenue from Local Sources	383,184	425,791	376,753	49,038
Revenue from County Sources				
Motor Vehicle Tax	72,154	65,278	64,075	1,203
Recreational Vehicle Tax	918	996	809	187
Commercial Vehicle Tax	2,697	2,128	2,128	
Revenue in Lieu of Taxes	526	523		523
Total Revenue from County Sources	76,295	68,925	67,012	1,913
Revenue from State Sources				
Supplemental State Aid	1,538,816	1,582,896	1,565,491	17,405
Total Cash Receipts	1,998,295	2,077,612	2,009,256	68,356
Expenditures and Transfers				
Instruction				
Non-Certified Salaries	65,805	81,272	75,000	6,272
Purchased Professional and Technical Services	89,309	120,745	100,000	20,745
Other Miscellaneous Purchased Services	7,449	5,439	10,000	(4,561)
General Teaching Supplies	85,434	145,907	100,000	45,907
Textbooks	11,304	9,629	15,000	(5,371)
Technology Supplies	40,513	34,437	50,000	(15,563)
Miscellaneous Supplies	1,296	577	5,000	(4,423)
Property (Equipment & Furnishings)	6,673	20,564	15,000	5,564
Other	6,074	3,604	10,000	(6,396)
Total Instruction	313,857	422,174	380,000	42,174
Support Services - Students				
General Teaching Supplies	83	126		126
General Administration				
Purchased Professional and Technical Services	10,198	9,919	15,000	(5,081)
Communication Services	6,019	8,378	7,500	878
Supplies and Materials			2,500	(2,500)
General Teaching Supplies	1,987			
Other	4,070	3,395	5,000	(1,605)
Total General Administration	22,274	21,692	30,000	(8,308)
School Administration				
Communication Services	74		250	(250)
General Teaching Supplies	8,335	7,469	7,500	(31)
Property (Equipment & Furnishings)	762	1,174		1,174
Total School Administration	9,171	8,643	7,750	893
Operations and Maintenance				
Purchased Professional and Technical Services	13,575	7,961	15,000	(7,039)
Water/Sewer Services (Non-Energy)	26,566	37,539	35,000	2,539
Repairs and Maintenance	26,251	76,442	50,613	25,829
Repair of Buildings	6,307	14,834	226,702	(211,868)
Insurance		74,156	65,000	9,156
General Teaching Supplies	20,835	27,528	25,000	2,528
Heating	26,199	29,857	35,000	(5,143)
Electricity	139,267	186,993	175,000	11,993
Motor Fuel	7,559	8,662	10,000	(1,338)
Books and Periodicals		1,154		1,154
Property (Equipment & Furnishings)	460		5,000	(5,000)
Other	350	2,383	500	1,883
Total Operations and Maintenance	267,369	467,509	642,815	(175,306)

Unified School District No. 447
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Vehicle Operation Services				
Equipment and Vehicle Services	$ 64,031	96,047		96,047
Insurance		25,766	30,000	(4,234)
Motor Fuel			90,000	(90,000)
Property (Equipment & Furnishings)			75,000	(75,000)
Total Vehicle Operation Services	64,031	121,813	195,000	(73,187)
Monitoring Services				
Motor Fuel	14,807	61,012		61,012
Fund Transfers				
Pre-School Aged At-Risk	52,000	56,500	65,000	(8,500)
At Risk K-12	355,559	361,703	296,064	65,639
Driver Training	11,000		10,000	(10,000)
Food Service	25,415			
Professional Development	55,000			
Special Education	503,000	343,833	225,000	118,833
Career and Postsecondary Education	328,000	213,650	300,000	(86,350)
Total Fund Transfers	1,329,974	975,686	896,064	79,622
Budget Adjustments				
Legal Max Adjustment			(72,974)	72,974
Total Expenditures and Transfers	2,021,566	2,078,655	2,078,655	
Receipts Over (Under) Expenditures and Transfers	(23,271)	(1,043)		
Unencumbered Cash, Beginning	92,199	68,928		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	68,928	67,885		

Unified School District No. 447
Pre-School Aged At-Risk Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfers				
Transfer from Supplemental General Fund	$ 52,000	56,500	65,000	(8,500)
Total Cash Receipts	52,000	56,500	65,000	(8,500)
Expenditures and Transfers				
Instruction				
Certified Salaries	43,100	44,123	45,000	(877)
Group Insurance	7,128	7,128	8,000	(872)
Social Security	3,263	3,348	4,500	(1,152)
Other Employee Benefits	40	41	500	(459)
General Teaching Supplies			5,000	(5,000)
Total Expenditures and Transfers	53,531	54,640	63,000	(8,360)
Receipts Over (Under) Expenditures and Transfers	(1,531)	1,860		
Unencumbered Cash, Beginning	9,946	8,415		
Unencumbered Cash, Ending	8,415	10,275		

Unified School District No. 447
At Risk K-12 Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Operating Transfers				
Transfer from General Fund	$ 951,553	1,007,968	1,141,718	(133,750)
Transfer from Supplemental General Fund	355,559	361,703	296,064	65,639
Total Cash Receipts	1,307,112	1,369,671	1,437,782	(68,111)
Expenditures and Transfers				
Instruction				
Certified Salaries	942,634	1,047,251	1,100,000	(52,749)
Non-Certified Salaries	105,937	124,283	160,000	(35,717)
Group Insurance	73,480	102,431	80,000	22,431
Social Security	76,524	77,833	80,000	(2,167)
Other Employee Benefits	870	1,038	1,500	(462)
Purchased Professional and Technical Services	1,625	19,588	5,000	14,588
General Teaching Supplies	4,401	1,605	5,000	(3,395)
Textbooks	107		5,000	(5,000)
Total Expenditures and Transfers	1,205,578	1,374,029	1,436,500	(62,471)
Receipts Over (Under) Expenditures and Transfers	101,534	(4,358)		
Unencumbered Cash, Beginning	99,945	201,479		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	201,479	197,121		

Unified School District No. 447
Virtual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfers				
Transfer from General Fund	$ 10,000	46,100	18,980	27,120
Total Cash Receipts	10,000	46,100	18,980	27,120
Expenditures and Transfers				
Instruction				
Purchased Professional and Technical Services	4,000	21,050	25,000	(3,950)
Total Expenditures and Transfers	4,000	21,050	25,000	(3,950)
Receipts Over (Under) Expenditures and Transfers	6,000	25,050		
Unencumbered Cash, Beginning	20	6,020		
Unencumbered Cash, Ending	6,020	31,070		

Unified School District No. 447
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	$ 191,073	217,981	207,195	10,786
Delinquent Taxes	8,261	8,196	3,947	4,249
Interest on Investments	8,730	7,692	5,000	2,692
Other Revenue From Local Sources			10,000	(10,000)
Total Revenue from Local Sources	208,064	233,869	226,142	7,727
Revenue from County Sources				
Motor Vehicle Tax	30,038	29,715	29,149	566
Recreational Vehicle Tax	390	460	368	92
Commercial Vehicle Tax	1,125	1,090	968	122
Revenue in Lieu of Taxes	283	280		280
Total Revenue from County Sources	31,836	31,545	30,485	1,060
Revenue from State Sources				
General State Aid	156,497	187,648	187,746	(98)
Operating Transfers				
Transfer from General Fund	20,458			
Total Cash Receipts	416,855	453,062	444,373	8,689
Expenditures and Transfers				
Instruction				
Property (Equipment & Furnishings)		11,362	350,000	(338,638)
Support Services - Students				
Property (Equipment & Furnishings)			102,360	(102,360)
Support Services - Instr. Staff				
Property (Equipment & Furnishings)			100,000	(100,000)
General Administration				
Property (Equipment & Furnishings)			50,000	(50,000)
Site Acquisition		12,223		12,223
Total General Administration		12,223	50,000	(37,777)
Operations and Maintenance				
Rentals/Leases	95,313	95,313	100,000	(4,687)
Repair of Buildings	256,561	51,097	300,000	(248,903)
Total Operations and Maintenance	351,874	146,410	400,000	(253,590)
Vehicle Operation Services				
Property (Equipment & Furnishings)			150,000	(150,000)
Facilities Acquisition/Construction				
Site Improvement			300,000	(300,000)
Architecture and Engineering Services	1,625		50,000	(50,000)
Building Repair and Remodeling			300,000	(300,000)
Total Facilities Acquisition/Construction	1,625		650,000	(650,000)
Total Expenditures and Transfers	353,499	169,995	1,802,360	(1,632,365)
Receipts Over (Under) Expenditures and Transfers	63,356	283,067		
Unencumbered Cash, Beginning	1,294,631	1,357,987		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	1,357,987	1,641,054		

Unified School District No. 447
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	$ 6,300	3,760	6,000	(2,240)
Revenue from State Sources				
General State Aid	5,002	8,820	8,910	(90)
Operating Transfers				
Transfer from General Fund			10,000	(10,000)
Transfer from Supplemental General Fund	11,000			
Total Operating Transfers	11,000		10,000	(10,000)
Total Cash Receipts	22,302	12,580	24,910	(12,330)
Expenditures and Transfers				
Instruction				
Certified Salaries	20,369	14,293	25,000	(10,707)
Social Security	1,558	1,093	2,000	(907)
Other Employee Benefits	14		500	(500)
Total Instruction	21,941	15,386	27,500	(12,114)
Operations and Maintenance				
Motor Fuel			500	(500)
Other	136	90		90
Total Operations and Maintenance	136	90	500	(410)
Total Expenditures and Transfers	22,077	15,476	28,000	(12,524)
Receipts Over (Under) Expenditures and Transfers	225	(2,896)		
Unencumbered Cash, Beginning	24,493	24,718		
Unencumbered Cash, Ending	24,718	21,822		

Unified School District No. 447
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Student Sales	$ 507	70,994	100,844	(29,850)
Adults and Non-Reimbursable Programs	2,962	2,791	18,141	(15,350)
Other Revenue From Local Sources	8,169	15,295		15,295
Reimbursements			7,500	(7,500)
Total Revenue from Local Sources	11,638	89,080	126,485	(37,405)
Revenue from State Sources				
General State Aid	3,578	3,744	3,073	671
Revenue from Federal Sources				
Federal Financial Assistance	571,105	449,221	416,060	33,161
Fresh Fruits and Vegetables Grant	24,150	26,928		26,928
Other Federal Financial Assistance	20,464	32,276	20,000	12,276
Total Revenue from Federal Sources	615,719	508,425	436,060	72,365
Operating Transfers				
Transfer from General Fund		66,024		66,024
Transfer from Supplemental General Fund	25,415			
Total Operating Transfers	25,415	66,024		66,024
Total Cash Receipts	656,350	667,273	565,618	101,655
Expenditures and Transfers				
Food Service Operations				
Non-Certified Salaries	177,513	206,721	220,000	(13,279)
Group Insurance	45,408	25,954	50,000	(24,046)
Social Security	13,093	15,410	15,000	410
Other Employee Benefits	6,717	6,726	7,500	(774)
Other Miscellaneous Purchased Services	1,245	1,245	1,500	(255)
Food and Milk	305,447	363,520	325,000	38,520
Miscellaneous Supplies	38,509	29,707	40,000	(10,293)
Property (Equipment & Furnishings)	4,471	812	5,000	(4,188)
Other	1,902	1,989	3,000	(1,011)
Total Food Service Operations	594,305	652,084	667,000	(14,916)
Budget Credit Adjustment			64,865	(64,865)
Total Expenditures and Transfers	594,305	652,084	731,865	(79,781)
Receipts Over (Under) Expenditures and Transfers	62,045	15,189		
Unencumbered Cash, Beginning	136,288	198,333		
Unencumbered Cash, Ending	198,333	213,522		

Unified School District No. 447
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	$	100		100
Revenue from State Sources				
General State Aid			7,500	(7,500)
Operating Transfers				
Transfer from General Fund		38,500		38,500
Transfer from Supplemental General Fund	55,000			
Total Operating Transfers	55,000	38,500		38,500
Total Cash Receipts	55,000	38,600	7,500	31,100
Expenditures and Transfers				
Support Services - Instr. Staff				
Purchased Professional and Technical Services	16,109	24,784	50,000	(25,216)
Staff Travel	13,415	12,726		12,726
Miscellaneous Supplies		322		322
Total Expenditures and Transfers	29,524	37,832	50,000	(12,168)
Receipts Over (Under) Expenditures and Transfers	25,476	768		
Unencumbered Cash, Beginning	38,779	64,255		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	64,255	65,023		

Unified School District No. 447
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Revenue from Federal Sources				
Medicaid Title XIX	$ 80,532	43,567	80,000	(36,433)
Other Federal Financial Assistance	31,894		15,947	(15,947)
Total Revenue from Federal Sources	112,426	43,567	95,947	(52,380)
Operating Transfers				
Transfer from General Fund	780,541	638,750	675,000	(36,250)
Transfer from Supplemental General Fund	503,000	343,833	225,000	118,833
Total Operating Transfers	1,283,541	982,583	900,000	82,583
Total Cash Receipts	1,395,967	1,026,150	995,947	30,203
Expenditures and Transfers				
Instruction				
LEA Payments to COOP's/Interlocals	461,223	559,056	500,000	59,056
LEA State Aid Flowthrough Payments to COOP's/Interlocals	661,811	447,104	675,000	(227,896)
Other Miscellaneous Purchased Services	38,447	17,600	39,000	(21,400)
Total Instruction	1,161,481	1,023,760	1,214,000	(190,240)
Vehicle Operation Services				
Non-Certified Salaries			6,500	(6,500)
Insurance			2,000	(2,000)
Other			10,000	(10,000)
Total Vehicle Operation Services			18,500	(18,500)
Total Expenditures and Transfers	1,161,481	1,023,760	1,232,500	(208,740)
Receipts Over (Under) Expenditures and Transfers	234,486	2,390		
Unencumbered Cash, Beginning	203,936	438,422		
Unencumbered Cash, Ending	438,422	440,812		

Unified School District No. 447
Career and Postsecondary Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenue from State Sources				
CTE Transportation State Aid	$	7,040	17,647	(10,607)
Revenue from Federal Sources				
Other Federal Financial Assistance	6,034	4,687	5,000	(313)
Operating Transfers				
Transfer from General Fund		117,558		117,558
Transfer from Supplemental General Fund	328,000	213,650	300,000	(86,350)
Total Operating Transfers	328,000	331,208	300,000	31,208
Total Cash Receipts	334,034	342,935	322,647	20,288
Expenditures and Transfers				
Instruction				
Certified Salaries	249,769	264,949	255,000	9,949
Group Insurance	25,185	25,185	26,000	(815)
Social Security	18,461	19,607	19,000	607
Other Employee Benefits	218	233	500	(267)
Other Miscellaneous Purchased Services	8,043	8,161	9,000	(839)
General Teaching Supplies	19,348	17,175	20,000	(2,825)
Technology Supplies	510	1,218	1,000	218
Property (Equipment & Furnishings)	7,502	8,744	10,000	(1,256)
Total Instruction	329,036	345,272	340,500	4,772
Operations and Maintenance				
Property (Equipment & Furnishings)	390	228	5,000	(4,772)
Total Expenditures and Transfers	329,426	345,500	345,500	
Receipts Over (Under) Expenditures and Transfers	4,608	(2,565)		
Unencumbered Cash, Beginning	91,169	95,777		
Unencumbered Cash, Ending	95,777	93,212		

Unified School District No. 447
Gifts and Grants Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Donations	$ 550	4,168
Private Grants	2,028	
Total Revenue from Local Sources	2,578	4,168
Revenue from State Sources		
Kansas Safe and Secure Schools		13,232
Mental Health Intervention Grant	55,880	59,340
Total Revenue from State Sources	55,880	72,572
Total Cash Receipts	58,458	76,740
Expenditures and Transfers		
Instruction		
Other Employee Benefits	3	
General Teaching Supplies	999	
Property (Equipment & Furnishings)		26,464
Other	287	480
Total Instruction	1,289	26,944
Support Services - Students		
Non-Certified Salaries	33,621	34,913
Group Insurance	5,922	
Social Security	2,339	2,414
Other Employee Benefits	28	29
Purchased Professional and Technical Services	13,970	14,835
Total Support Services - Students	55,880	52,191
Total Expenditures and Transfers	57,169	79,135
Receipts Over (Under) Expenditures and Transfers	1,289	(2,395)
Unencumbered Cash, Beginning	21,605	22,894
Unencumbered Cash, Ending	22,894	20,499

Unified School District No. 447
KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Revenue from State Sources				
General State Aid	$ 788,076	800,325	866,884	(66,559)
Total Cash Receipts	788,076	800,325	866,884	(66,559)
Expenditures and Transfers				
Instruction				
Other Employee Benefits	568,959	581,941	625,854	(43,913)
Support Services - Students				
Other Employee Benefits	17,282	17,651	19,010	(1,359)
Support Services - Instr. Staff				
Other Employee Benefits	11,644	11,232	12,808	(1,576)
General Administration				
Other Employee Benefits	28,235	26,834	31,059	(4,225)
School Administration				
Other Employee Benefits	62,426	56,293	68,669	(12,376)
Support Services - Business				
Other Employee Benefits	14,505	13,951	15,956	(2,005)
Operations and Maintenance				
Other Employee Benefits	45,606	49,050	50,167	(1,117)
Student Transportation				
Other Employee Benefits	15,429	18,584	16,972	1,612
Operation of Non-Instruction Services				
Other Employee Benefits	23,990	24,789	26,389	(1,600)
Total Expenditures and Transfers	788,076	800,325	866,884	(66,559)
Receipts Over (Under) Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Unified School District No. 447
Contingency Reserve Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Operating Transfers			
Transfer from General Fund	$	25,000	50,000
Total Cash Receipts		25,000	50,000
Expenditures and Transfers			
Instruction			
Other		4,687	
Total Expenditures and Transfers		4,687	
Receipts Over (Under) Expenditures and Transfers		20,313	50,000
Unencumbered Cash, Beginning		510,992	531,305
Unencumbered Cash, Ending		531,305	581,305

Unified School District No. 447
Textbook and Student Material Revolving Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Other Revenue From Local Sources	$	3,576
Rental Fees and Books	1,407	5,073
Total Cash Receipts	1,407	8,649
Expenditures and Transfers		
Instruction		
Textbooks	6,248	11
Total Expenditures and Transfers	6,248	11
Receipts Over (Under) Expenditures and Transfers	(4,841)	8,638
Unencumbered Cash, Beginning	57,726	52,885
Unencumbered Cash, Ending	52,885	61,523

Unified School District No. 447
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	$ 71,658	81,732	77,697	4,035
Delinquent Taxes	3,651	3,378	1,480	1,898
Total Revenue from Local Sources	75,309	85,110	79,177	5,933
Revenue from County Sources				
Motor Vehicle Tax	11,270	11,143	10,931	212
Recreational Vehicle Tax	143	173	138	35
Commercial Vehicle Tax	422	409	363	46
Revenue in Lieu of Taxes	106	105		105
Total Revenue from County Sources	11,941	11,830	11,432	398
Total Cash Receipts	87,250	96,940	90,609	6,331
Expenditures and Transfers				
Community Services Operations				
Community Service Operations	96,772	96,045	96,045	
Total Expenditures and Transfers	96,772	96,045	96,045	
Receipts Over (Under) Expenditures and Transfers	(9,522)	895		
Unencumbered Cash, Beginning	14,958	5,436		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	5,436	6,331		

Unified School District No. 447
Elementary/Secondary School Emergency Relief Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	$ 732,113	1,257,345
Total Cash Receipts	732,113	1,257,345
Expenditures and Transfers		
Instruction		
Certified Salaries	100,060	135,787
Non-Certified Salaries	9,309	12,800
Group Insurance	7,896	7,986
Social Security	8,390	10,897
Other Employee Benefits	148	149
Purchased Professional and Technical Services		3,279
Professional-Education Services	4,461	20,588
General Teaching Supplies	650	38,169
Technology Supplies	75,344	2,766
Property (Equipment & Furnishings)	25,766	54,946
Total Instruction	232,024	287,367
Support Services - Students		
Non-Certified Salaries	5,040	
Social Security	392	
Other Employee Benefits	5	
General Teaching Supplies	548	2,477
Property (Equipment & Furnishings)	610	
Total Support Services - Students	6,595	2,477
Support Services - Instr. Staff		
Purchased Professional and Technical Services	3,031	708
School Administration		
Non-Certified Salaries	4,500	6,000
Social Security	344	441
Other Employee Benefits	6	6
Total School Administration	4,850	6,447
Support Services - Business		
Non-Certified Salaries	500	2,002
Social Security	38	152
Other Employee Benefits	1	
Total Support Services - Business	539	2,154
Operations and Maintenance		
Non-Certified Salaries	28,810	53,827
Group Insurance	10,800	7,965
Social Security	3,764	3,729
Other Employee Benefits	50	54
Repair of Buildings	646,500	412,508
General Teaching Supplies	985	64
Energy	11,000	
Property (Equipment & Furnishings)	9,939	8,974
Total Operations and Maintenance	711,848	487,121
Student Transportation		
Non-Certified Salaries	3,103	6,000
Social Security	237	458
Other Employee Benefits	3	6
Total Student Transportation	3,343	6,464

Unified School District No. 447
Elementary/Secondary School Emergency Relief Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Support Services - Other		
Other Purchased Services	$	19,224
Food Service Operations		
Non-Certified Salaries	6,500	10,410
Social Security		786
Total Food Service Operations	6,500	11,196
Facilities Acquisition/Construction		
Building Repair and Remodeling	492,274	13,284
Architectural and Engineering Services		
Architecture and Engineering Services	36,000	
Total Expenditures and Transfers	1,497,004	836,442
Receipts Over (Under) Expenditures and Transfers	(764,891)	420,903
Unencumbered Cash, Beginning	(154,407)	(919,298)
Unencumbered Cash, Ending	(919,298)	(498,395)

Unified School District No. 447
Title I Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	$ 381,356	323,761
Total Cash Receipts	381,356	323,761
Expenditures and Transfers		
Instruction		
Certified Salaries	217,705	102,909
Non-Certified Salaries	114,193	150,550
Group Insurance	5,341	7,601
Social Security	31,132	19,856
Other Employee Benefits	226	235
Purchased Professional and Technical Services		426
General Teaching Supplies	8,851	42,184
Total Expenditures and Transfers	377,448	323,761
Receipts Over (Under) Expenditures and Transfers	3,908	
Unencumbered Cash, Beginning	(4,121)	
Prior Year Encumbrances Cancelled	213	
Unencumbered Cash, Ending		

Unified School District No. 447
KDHE COVID Testing Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	$ 3,580	196,165
Total Cash Receipts	3,580	196,165
Expenditures and Transfers		
Support Services - Students		
Non-Certified Salaries	40,065	35,140
Social Security	3,035	
Supplies and Materials	1,216	970
Miscellaneous Supplies		1,194
Property (Equipment & Furnishings)	10,020	60,030
Total Support Services - Students	54,336	97,334
Operations and Maintenance		
Property (Equipment & Furnishings)		383,837
Supervision of Operation and Maintenance of Plant Service		
Other	3,000	
Vehicle Operation Services		
Binding and Repair	1,600	1,600
Total Expenditures and Transfers	58,936	482,771
Receipts Over (Under) Expenditures and Transfers	(55,356)	(286,606)
Unencumbered Cash, Beginning		(55,356)
Prior Year Encumbrances Cancelled		
Unencumbered Cash, Ending	(55,356)	(341,962)

Unified School District No. 447
Title II Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	$ 33,182	38,202
Total Cash Receipts	33,182	38,202
Expenditures and Transfers		
Instruction		
Certified Salaries	30,519	36,987
Social Security	2,639	1,191
Other Employee Benefits	24	24
Total Expenditures and Transfers	33,182	38,202
Receipts Over (Under) Expenditures and Transfers		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

Unified School District No. 447
Title IV-A Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Revenue from Federal Sources			
Federal Financial Assistance	$	25,908	26,446
Total Cash Receipts		25,908	26,446
Expenditures and Transfers			
Instruction			
Non-Certified Salaries		21,632	25,411
Social Security		671	1,025
Other Employee Benefits		5	10
Purchased Professional and Technical Services		3,600	
Total Expenditures and Transfers		25,908	26,446
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning			
Unencumbered Cash, Ending			

Unified School District No. 447
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	$ 1			
Delinquent Taxes	7			
Total Cash Receipts	8			
Expenditures and Transfers				
None				
Receipts Over (Under) Expenditures and Transfers	8			
Unencumbered Cash, Beginning	162,258	162,266		
Unencumbered Cash, Ending	162,266	162,266		

Unified School District No. 447
Cherryvale, Kansas
Agency Funds
Schedule of Receipts and Cash Disbursements
For the Year Ended June 30, 2023

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student Organization Funds:				
High School/Middle School:				
Annual-High School	$ 2,503	4,850	4,006	3,347
Band Booster	81	-	-	81
Cheerleaders-High School	1,032	4,230	4,436	826
Cheerleaders-Middle School	3,411	820	2,876	1,355
Concert Choir	110	-	-	110
Class of 20	2,422	-	-	2,422
Class of 21	549	-	-	549
Class of 22	694	-	-	694
Class of 19	3,089	-	-	3,089
Class of 24	4,699	10,923	11,504	4,118
Class of 25	-	13,770	7,686	6,084
Drama Club	361	1,153	554	960
FBLA	1,093	8,128	7,592	1,629
FCCLA	830	1,771	2,189	412
FFA	6,472	50,912	47,377	10,007
Fine Arts	277	-	-	277
LC Stuco	217	-	-	217
MS Boys Basketball	-	339	311	28
Class of 23	2,691	-	1,615	1,076
SNV	188	-	-	188
Spanish Club	301	-	-	301
Special Ed-Middle School	756	2,635	2,419	972
Student Council- High School	1,755	3,081	3,751	1,085
Student Council- Middle School	783	3,839	3,104	1,518
Kay Club	7,911	1,232	1,418	7,725
Yearbook-Middle School	83	100	-	183
Lincoln Central Elementary:				
Christmas Card	313	472	221	564
Chess Club	-	625	559	66
Miscellaneous	4			4
Thayer Learning Center:				
Agricultural Center	421	5,000	-	5,421
Flyer Fans	141	9,951	8,169	1,923
Life 101	749	3,029	2,839	939
Music	909	-	245	664
Stucco	149	42	-	191
Other Agency Funds:				
Sales Tax	690	10,120	10,789	21
Payroll Withholdings	372,698	3,184,917	3,189,566	368,049
Total Agency Funds	418,382	3,321,939	3,313,226	427,095

Unified School District No. 447
Cherryvale, Kansas
District Activity Funds
Summary of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:						
High School/Middle School:						
Athletics	$ 13,346	47,794	47,022	14,118		14,118
Baseball	21	-	-	21		21
Basketball-HSB	462	-	200	262		262
Basketball-CMS	691	388	326	753		753
Football-CHS	1,360	600	1,577	383		383
Volleyball-CHS	1,788	2,552	3,342	998		998
Volleyball-CMS	243	806	963	86		86
Football-CMS	92	-	-	92		92
Softball- CHS	741	1,082	1,282	541		541
Track-CHS	7	-	-	7		7
Women Basketball-CHS	1,401	2,184	2,924	661		661
Wrestling-HS	48	489	315	222		222
Thayer Learning Center:	-			-		-
MBL	657	9,880	7,296	3,241		3,241
Subtotal Gate Receipts	20,857	65,775	65,247	21,385	-	21,385
Special Projects:						
Thayer Learning Center:						
District Reimbursable Expense	-	7	68	(61)		(61)
Yearbook	520	500	574	446		446
Subtotal Special Projects	520	507	642	385	-	385
Total District Activity Funds	21,377	66,282	65,889	21,770	-	21,770

Rodney M. Burns
CPA

RODNEY M. BURNS, CPA, LLC
CERTIFIED PUBLIC ACCOUNTANT
702 WEST MAIN * * * P.O.BOX 832
CHANUTE, KANSAS 66720

PHONE (620) 431-3410
FAX (620) 431-7719

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

Board of Education
Unified School District No. 447
Cherryvale, Kansas

We have audited, 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 *Kansas Municipal Audit and Accounting Guide*, the financial statements of Unified School District No. 447, Cherryvale, Kansas, (the District) as of and for the year ended June 30, 2023, and have issued our report thereon dated April 18, 2024, which was qualified because the District prepares its financial statement to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Report on 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 opinion 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of this Report

This 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rodney M. Burns, CPA, LLC
Rodney M. Burns, CPA, LLC
Certified Public Accountants

Chanute, Kansas
April 18, 2024

Rodney M. Burns
CPA

RODNEY M. BURNS, CPA, LLC
CERTIFIED PUBLIC ACCOUNTANT
702 WEST MAIN * * * P.O.BOX 832
CHANUTE, KANSAS 66720

PHONE (620) 431-3410
FAX (620) 431-7719

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

Board of Education
Unified School District No. 447
Cherryvale, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of Unified School District No. 447, Cherryvale, Kansas, (the District) with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs, identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of 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 other 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District'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 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 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 those limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Rodney M. Burns, CPA, LLC
Rodney M. Burns, CPA, LLC
Certified Public Accountants

Chanute, Kansas
April 18, 2024

Unified School District No. 447
Cherryvale, Kansas
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

I. Summary of Independent Auditors' Results

Financial Statement:
The independent auditors' report expresses an adverse opinion on the financial statement of Unified School District No. 447 on the Generally Accepted Accounting Principles (GAAP) basis of accounting, but an unmodified opinion on the regulatory basis of accounting as prescribed by the State of Kansas.

Internal Control over Financial Reporting:

Material weakness(es) identified?	____	Yes	X	No
Significant deficiency(ies) identified?	____	Yes	X	None reported
Non compliance or other matters required to be reported under *Government Auditing Standards?*	____	Yes	X	No

Federal Awards:
Internal control over major programs:

Material weakness(es) identified?	____	Yes	X	No
Significant deficiency(ies) identified?	____	Yes	X	None reported

The independent auditors' report on compliance for the major federal award programs for Unified School District No. 447 expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____	Yes	X	No

Identification of major programs:

U.S. Department of Agriculture	
Child Nutrition Cluster:	
School Breakfast Program	CFDA #10.553
National School Lunch Program	CFDA #10.555
Summer Food Service Program for Children	CFDA #10.559
Fresh Fruits and Vegetables Program	CFDA #10.582
U.S. Department of Education	
Elementary Stabilization Fund - Elementary and Secondary School Emergency Relief Fund	CFDA #84.425

The threshold for distinguishing Types A and B programs was $750,000.

Auditee qualified as a low risk auditee?	____	Yes	X	No

Unified School District No. 447
Cherryvale, Kansas
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

II. Financial Statement Findings

None.

III. Federal Award Findings and Questioned Costs

None.

Unified School District No. 447
Cherryvale, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

Federal Grantor/Pass-through Grantor/Program Title	Pass-through Entity Identifying Number	Federal CFDA Number	Cash Receipts	Disbursements/ Expenditures	Provided to Subrecipients	
U.S. Department of Agriculture						
Passed through State Department of Education						
Child Nutrition Cluster:						
School Breakfast Program	D0447	10.553	$ 87,904	87,904	0	
National School Lunch Program	D0447	10.555	265,084	265,084	0	
National School Lunch Program - COVID-19	D0447	10.555	32,276	32,276	0	
Summer Food Service Program for Children	D0447	10.559	96,232	96,232	0	
Fresh Fruit and Vegetable Program	D0447	10.582	26,928	26,928	0	
	Total Child Nutrition Cluster		508,424	508,424	0	(1)
Total U.S. Department of Agriculture			508,424	508,424	0	
U.S. Department of Education						
Title I Grant to Local Educational Agencies	D0447	84.010	323,761	323,761	0	
Career and Technical Education - Basic Grants to States	D0447	84.048	303	303	0	
Rural Education	D0447	84.358			0	
Improving Teacher Quality State Grants	D0447	84.367	38,202	38,202	0	
Student Support and Academic Enrichment Program	D0447	84.424	26,446	26,446	0	
Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund (ESSER) - COVID-19	D0447	84.425D	287,726	119,711	0	(1)
American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)- COVID-19	D0447	84.425U	969,619	719,731	0	(1)
Passed through Southeast Kansas Education Service Center						
Career and Technical Education - Basic Grants to States		84.048	4,384	7,117	0	
Total U.S. Department of Education			1,650,441	1,235,271	0	
U.S. Department of Health and Human Services						
Passed through Kansas Department of Education						
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) - COVID-19	D0447	93.323	196,166	482,771	0	
Total Federal Awards			2,355,031	2,226,466	0	

(1) This program was considered to be a major program

Note to the Schedule of Expenditures of Federal Awards:

Note A: General

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the activity of all federal financial assistance programs of Unified School District No. 447, Cherryvale, Kansas (the District). The reporting entity is defined in Note 1 of the District's basic financial statement. Federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies are included on the Schedule.

Note B: Indirect Cost Rate

The District did not elect to use the 10% de minimis cost rate as allowed under the Uniform Guidance

Note C: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) is presented using the regulatory basis of accounting, which is described in Note 1 of the District's basic financial statement. This is the same basis of accounting used in the District's regulatory basis financial statement. The information in the 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.