UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE

Elwood, Kansas

FINANCIAL STATEMENT

WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

and

INDEPENDENT AUDITOR'S REPORT

June 30, 2023

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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December 11, 2023

Board of Education
Unified School District No. 114, Riverside
Elwood, Kansas

Independent Auditor's Report

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 114, Riverside (the District), as of and for the year ended June 30, 2023 and the related notes to the financial statement.

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

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

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

Matter Giving Rise to the Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the KMAAG, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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

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

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Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for purposes of additional analysis and are not required part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Supplementary Information (Continued)
We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated February 17, 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 website of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/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 ended June 30, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 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 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 basic financial statement as a whole for the year ended June 30, 2023, on the basis of accounting described in Note 1.

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

Other Reporting Required by Government Auditing Standards
In accordance with Government Auditing Standards, we have also issued our report dated December 11, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cancellation of Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds:							
General Fund	$ -	$ -	$ 5,639,686	$ 5,639,686	$ -	$ -	$ -
Supplemental General Fund	-	-	1,775,548	1,771,340	4,208	-	4,208
Special Purpose Funds							
Federal Funds	55,097	-	871,376	1,235,727	(309,254)	-	(309,254)
Preschool-Aged At-Risk Fund	-	-	7,282	7,282	-	-	-
At-Risk (K-12) Fund	-	-	949,039	941,710	7,329	-	7,329
Virtual Education	-	-	62,293	62,293	-	-	-
Capital Outlay Fund	864,211	-	619,883	745,910	738,184	-	738,184
Driver Training Fund	9,772	-	20,545	10,595	19,722	-	19,722
Food Service Fund	212,790	-	422,732	506,220	129,302	-	129,302
Professional Development Fund	48,381	-	4,276	34,234	18,423	-	18,423
Special Education Fund	287,245	-	1,149,165	929,038	507,372	-	507,372
Career and Postsecondary Education Fund	-	-	184,918	184,918	-	-	-
KPERS Special Retirement Contribution Fund	-	-	611,418	611,418	-	-	-
Contingency Reserve Fund	465,743	-	80,780	25,000	521,523	-	521,523
Textbook Rental Fund	59,797	2,801	25,075	46,727	40,946	-	40,946
Gift and Grant Fund	26,970	-	8,544	10,321	25,193	-	25,193
Elwood Recreation Commission Fund	954	-	30,301	30,000	1,255	-	1,255
Wathena Recreation Commission Fund	5,904	-	91,061	87,500	9,465	-	9,465
Gate Receipts	15,199	-	39,559	43,966	10,792	-	10,792
School Projects Fund	38,776	-	23,885	21,371	41,290	-	41,290
Bond and Interest Fund	3,618	-	1,116	-	4,734	-	4,734
Total Primary Government	$ 2,094,457	$ 2,801	$ 12,618,482	$ 12,945,256	$ 1,770,484	$ -	$ 1,770,484
Related Municipal Entity							
Wathena Joint Recreation Commission	78,687	-	257,913	241,608	94,992	-	94,992
Total Reporting Entity (Excluding Agency Funds)	$ 2,173,144	$ 2,801	$ 12,876,395	$ 13,186,864	$ 1,865,476	$ -	$ 1,865,476

(Continued)

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

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH (CONTINUED)
Regulatory Basis
For the Year Ended June 30, 2023

Composition of Cash	
Checking	$ 1,166,531
Checking - Activity accounts	129,964
Petty Cash	1,000
Certificates of deposit	556,660
Total Primary Government	$ 1,854,155
Related Municipal Entity	94,992
Total Reporting Entity Cash	$ 1,949,147
Less: Agency Funds per Schedule 3	(83,671)
Total Reporting Entity (Excluding Agency Funds)	$ 1,865,476

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

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
NOTES TO FINANCIAL STATEMENT
June 30, 2023

Note 1: Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 114, Riverside, Elwood, Kansas, (the District) is a municipal corporation governed by an elected seven-member board. This financial statement presents the District and its related municipal entity, the Wathena Joint Recreation Commission.

The Elwood Recreation Commission and Wathena Recreation Commission are considered related municipal entities of the District. As reflected in Pages 32 and 33, the District collects county tax revenue for the Commissions and subsequently remits those amounts to the Commissions. The operations of the Elwood Recreation Commission have not been included in the financial statement.

Wathena Joint Recreation Commission

Page 38 presents the financial data of the Wathena Joint Recreation Commission. This related municipal entity unit is included in the District's reporting entity because it was created to benefit the District and/or its constituents. The governing body of this related municipal entity is composed of two members appointed by the District, two members appointed by the City of Wathena, and a fifth member appointed by the Board.

The Wathena Joint Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body, but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift.

Reimbursed Expenses

Certain expenditures are classified as reimbursed expenses. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934. The following expenditures are classified as reimbursed expenses for the year:

General Fund	$ 1,845

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

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

Basis of Presentation

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

Cash and Investments

Cash consists of checking and money market accounts.

Cash balances in all funds are considered in determining the amount to be invested and further, unless specifically designated, all investment income is credited to the capital outlay fund.

Fund Descriptions

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 types of funds comprise the financial activities of the District:

Governmental Funds

General Fund is used to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Funds are used to account for the proceeds of specific revenue sources (other than major capital projects and tax levies for long-term debt) that are restricted by law or administrative action to expenditure for specified purposes.

Bond and Interest Fund is used to account for the accumulation of resources for and the payment of interest and principal on general long-term debt.

Agency Funds is used to report assets held by the District in a purely custodial capacity.

Note 2: Stewardship, Compliance and Accountability

Budgetary Information

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

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

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

Note 2: Stewardship, Compliance and Accountability (Continued)

Budgetary Information (Continued)

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

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

Textbook Rental Fund	Gift and Grant Fund	Federal Funds
Contingency Reserve Fund	District Activity Funds	

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

Deficit Cash/Unencumbered Cash for Individual Funds

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

The following fund had a deficit balance of unencumbered cash as of June 30, 2023: Federal Funds. This fund is financed by State and Federal funding and the District is expecting reimbursement of qualifying grant expenditures.

Compliance with Financial-Related Legal and Contractual Provisions

Management is not aware of any material finance-related legal and contractual violations for the period covered by the audit.

Note 3: 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 limits 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.

Note 3: Deposits and Investments (Continued)

Custodial credit risk-deposits - Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not utilize peak periods. All deposits were legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $1,853,155 and the bank balance was $2,732,626. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $255,789 was covered by the federal depository insurance, and the remaining $2,476,837 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

At June 30, 2023, the Wathena Joint Recreation Commission's carrying amount of deposits was $94,992 and the bank balance was $94,992. The entire balance was covered by the federal depository insurance.

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 position of an outside party. State statues require investments to be adequately secured.

Note 4: Long-Term Debt

Capital Leases

In July 2017, the District financed $250,944, through a lease purchase agreement, the acquisition of track improvements. The lease was financed through Farmers State Bank. Terms of the lease require 5 annual payments at an interest rate of 4.25%.

Note 4: Long-Term Debt (Continued)

Changes in long-term liabilities for the District for the year were as follows:

	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Capital Leases									
Track Improvements	4.25%	7/13/17	$ 250,944	7/3/22	$ 51,546	$ -	$ 51,546	$ -	$ 2,268

Note 5: Interfund Transfers

From	To	Statutory Authority	Amount
General Fund	Capital Outlay Fund	K.S.A. 72-6428	$ 286,823
General Fund	Virtual Education Fund	K.S.A. 72-6428	15,636
General Fund	Food Service Fund	K.S.A. 72-6428	713
General Fund	Special Education Fund	K.S.A. 72-6428	607,490
General Fund	Career/Post Sec Educ Fund	K.S.A. 72-6428	47,308
General Fund	Contingency Fund	K.S.A. 72-6428	80,780
General Fund	Preschool-Aged At-Risk	K.S.A. 72-6428	2,221
General Fund	At Risk (K-12) Fund	K.S.A. 72-6428	741,438
Supplemental General Fund	Virtual Education Fund	K.S.A. 72-6433	46,657
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	524,575
Supplemental General Fund	Career/Post Sec Educ Fund	K.S.A. 72-6433	122,242
Supplemental General Fund	Preschool-Aged At-Risk	K.S.A. 72-6433	5,061
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-6433	207,601
Title IV A	Title I	Board Approved	17,181
Cont. Reserve	Supplemental General Fund	Board Approved	25,000
			$ 2,730,726

Note 6: Defined Benefit Pension Plan

Plan Description

The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in the Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603-3803) or by calling 1-888-275-5737.

Contributions

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

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

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

Note 6: Defined Benefit Pension Plan (Continued)

Contributions (Continued)

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $611,418 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 $5,658,879. 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 this financial statement.

The complete actuarial valuation report, including all actuarial assumptions and methods, is publically available on the website at www.kpers.org or can be obtained as described in the first paragraph.

Note 7: Other Post Employment Benefits

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

Note 8: Compensated Absences

Employees accrue sick leave at the rate of nine days per year, with a maximum accumulation of seventy five days. All accumulated sick leave of an employee lapses upon retirement or departure of the employee from the District. However, if an employee has worked in the school district for at least ten consecutive years immediately prior to retirement, that employee will be paid for accumulated sick leave, up to a maximum of thirty days, at the rate of $40 per day.

Five days of non-accumulative personal leave shall be granted to each employee at his or her contractual pay rate per year. All personal leave days not taken by the employee shall be converted to sick days and added to the employee's accumulated sick day total at the end of the contract year.

REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds:						
General Fund	$ 6,076,008	$ (438,167)	$ 1,845	$ 5,639,686	$ 5,639,686	$ -
Supplemental General Fund	1,883,170	(111,830)	-	1,771,340	1,771,340	-
Special Purpose Funds						
Federal Funds	667,808	-	-	667,808	1,235,727	567,919
Preschool-Aged At-Risk	7,789	-	-	7,789	7,282	(507)
At-Risk (K-12) Fund	941,710	-	-	941,710	941,710	-
Virtual Fund	62,293	-	-	62,293	62,293	-
Capital Outlay Fund	977,805	-	-	977,805	745,910	(231,895)
Driver Training Fund	27,062	-	-	27,062	10,595	(16,467)
Food Service Fund	529,213	-	-	529,213	506,220	(22,993)
Professional Development	20,000	-	-	20,000	34,234	14,234
Special Education Fund	1,459,161	-	-	1,459,161	929,038	(530,123)
Career and Postsecondary Education Fund	250,944	-	-	250,944	184,918	(66,026)
Bond and Interest Fund	3,438	-	-	3,438	-	(3,438)
KPERS Special Retirement Contribution Fund	653,863	-	-	653,863	611,418	(42,445)
Elwood Recreation Commission	30,000	-	-	30,000	30,000	-
Wathena Recreation Commission	87,500	-	-	87,500	87,500	-
Totals	$ 13,677,764	$ (549,997)	$ 1,845	$ 13,129,612	$ 12,797,871	$ (331,741)

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)
CASH RECEIPTS AND TRANSFERS				
State Sources				
Equalization aid	$ 5,181,165	$ 5,637,841	$ 6,076,008	$ (438,167)
Local Sources				
Reimbursed expenses	995	1,845	-	1,845
Other	965	-	-	-
Total Receipts	$ 5,183,125	$ 5,639,686	$ 6,076,008	$ (436,322)
EXPENDITURES				
Instruction	$ 1,860,007	$ 1,789,237	$ 2,089,473	$ (300,236)
Student support services	170,483	181,958	280,843	(98,885)
Instructional support staff	147,325	158,577	157,533	1,044
General administration	241,618	243,967	264,154	(20,187)
School administration	399,096	387,512	444,456	(56,944)
Central services	84,094	75,375	91,175	(15,800)
Operations and maintenance	596,226	726,382	692,939	33,443
Student transportation services	177,699	294,269	230,092	64,177
Other student support services	-	-	204,802	(204,802)
Transfer out	1,506,577	1,782,409	1,620,541	161,868
Adjustment to comply with legal max	-	-	(438,167)	438,167
Legal general fund budget	$ 5,183,125	$ 5,639,686	$ 5,637,841	$ 1,845
Adjustment for qualifying budget credits	-	-	1,845	(1,845)
Total Expenditures	$ 5,183,125	$ 5,639,686	$ 5,639,686	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -	$ -		
UNENCUMBERED CASH - BEGINNING	-	-		
UNENCUMBERED CASH - ENDING	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)
RECEIPTS				
Local Sources				
Ad Valorem property tax	$ 645,075	$ 774,239	$ 885,723	$ (111,484)
Delinquent tax	12,639	17,851	3,484	14,367
County Sources				
Motor vehicle tax	60,748	64,086	55,966	8,120
Recreational vehicle tax	1,032	1,085	963	122
Commercial vehicle tax	-	-	4,069	(4,069)
State Sources				
Supplemental state aid	815,179	893,287	949,683	(56,396)
Transfers in	75,000	25,000	120,000	(95,000)
Total Receipts	$ 1,609,673	$ 1,775,548	$ 2,019,888	$ (244,340)
EXPENDITURES AND TRANSFERS				
Instruction	$ 629,465	$ 864,689	$ 1,008,026	$ (143,337)
Student support services	-	515	-	515
Transfers out	991,698	906,136	875,144	30,992
Adjustment to comply with legal max	-	-	(111,830)	111,830
Total Expenditures	$ 1,621,163	$ 1,771,340	$ 1,771,340	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (11,490)	$ 4,208		
UNENCUMBERED CASH - BEGINNING	11,490	-		
UNENCUMBERED CASH - ENDING	$ -	$ 4,208		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
FEDERAL FUNDS
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)
RECEIPTS				
Federal Sources				
Title I	$ 154,171	818,068	$ 130,071	$ 687,997
Title II	27,819	18,946	18,946	-
Title IV	33,608	17,181	17,181	-
ESSER I	118,995	-	-	-
ESSER II	497,990	-	-	-
ESSER III	-	-	1,119,203	(1,119,203)
KDHE K-12 Covid Testing Grant	87,078	-	-	-
Other	-	-	151,755	(151,755)
Transfers in	17,044	17,181	-	17,181
Total Receipts	$ 936,705	$ 871,376	$ 1,437,156	$ (565,780)
EXPENDITURES				
Instruction	$ 331,220	$ 492,450	$ 353,175	$ 139,275
Student support services	140,359	373,626	268,386	105,240
School administration	40,847	32,127	-	32,127
Operations and maintenance	69,940	62,714	46,247	16,467
Student transportation	-	124,783	-	124,783
Facility acquisition and construction	133,194	132,846	-	132,846
Transfers out	17,044	17,181	-	17,181
Total Expenditures	$ 732,604	$ 1,235,727	$ 667,808	$ 567,919
RECEIPTS OVER (UNDER) EXPENDITURES	$ 204,101	$ (364,351)		
UNENCUMBERED CASH - BEGINNING	(149,004)	55,097		
UNENCUMBERED CASH - ENDING	$ 55,097	$ (309,254)		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
PRESCHOOL-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)
RECEIPTS				
Transfer in				
Supplemental general fund	$ 7,239	$ 7,282	$ 7,789	$ (507)
EXPENDITURES AND TRANSFERS				
Instruction	$ 1,566	$ 944	$ 1,708	$ (764)
Student transportation services	5,711	6,338	6,081	257
Total Expenditures	$ 7,277	$ 7,282	$ 7,789	$ (507)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (38)	$ -		
UNENCUMBERED CASH - BEGINNING	38	-		
UNENCUMBERED CASH - ENDING	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Other Sources				
Transfers in	$ 787,379	$ 949,039	$ 941,710	$ 7,329
EXPENDITURES AND TRANSFERS				
Instruction	$ 787,426	$ 941,710	$ 941,710	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (47)	$ 7,329		
UNENCUMBERED CASH - BEGINNING	47	-		
UNENCUMBERED CASH - ENDING	$ -	$ 7,329		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
VIRTUAL EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Other Sources				
Transfers in	$ 58,773	$ 62,293	$ 62,293	$ -
EXPENDITURES AND TRANSFERS				
Instruction	$ 58,773	$ 62,293	$ 62,293	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -	$ -		
UNENCUMBERED CASH - BEGINNING	-	-		
UNENCUMBERED CASH - ENDING	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Local Sources				
Ad Valorem property tax	$ 164,461	$ 170,084	$ 154,679	$ 15,405
Delinquent Tax	-	-	798	(798)
Interest on idle funds	7,578	5,043	-	5,043
Other revenue from local sources	52,903	92,252	3,438	88,814
County Sources				
Motor Vehicle Tax	-	-	13,479	(13,479)
Recreational Vehicle Tax	-	-	232	(232)
Commercial Vehicle Tax	-	-	980	(980)
State Sources				
State aid	63,109	65,681	68,461	(2,780)
Transfers in	352,068	286,823	-	286,823
Total Receipts	$ 640,119	$ 619,883	$ 242,067	$ 377,816
EXPENDITURES AND TRANSFERS				
Instruction	$ 65,862	$ 48,983	$ 80,000	$ (31,017)
Student support services	-	-	55,000	(55,000)
School administration	35,750	32,707	-	32,707
Operations and maintenance	17,177	4,873	50,000	(45,127)
Student transportation services	7,500	-	240,000	(240,000)
Facilities acquisition and construction	468,405	603,568	552,805	50,763
Principal	52,420	53,511	-	53,511
Interest	4,490	2,268	-	2,268
Total Reimbursements	$ 651,604	$ 745,910	$ 977,805	$ (231,895)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (11,485)	$ (126,027)		
UNENCUMBERED CASH - BEGINNING	875,696	864,211		
UNENCUMBERED CASH - ENDING	$ 864,211	$ 738,184		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Local Sources				
Other revenue from local sources	$ 9,218	$ 3,585	$ -	$ 3,585
State Sources				
State safety aid	7,442	7,420	7,290	130
Federal Sources				
Federal aid	-	9,540	-	9,540
Other				
Transfer from Supplemental General	-	-	10,000	(10,000)
Total Receipts	$ 16,660	$ 20,545	$ 17,290	$ 3,255
EXPENDITURES AND TRANSFERS				
Instruction	$ 30,797	$ 8,401	$ 23,204	$ (14,803)
Operations and maintenance	1,541	2,194	3,858	(1,664)
Total Expenditures	$ 32,338	$ 10,595	$ 27,062	$ (16,467)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (15,678)	$ 9,950		
UNENCUMBERED CASH- BEGINNING	25,450	9,772		
UNENCUMBERED CASH - ENDING	$ 9,772	$ 19,722		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Local Sources				
Food Service	$ -	$ 77,754	$ 70,890	6,864
Non-reimbursable prog	1,963	-	4,496	(4,496)
Miscellaneous	1,289	-	-	-
State sources				
School food assistance	3,431	3,334	2,490	844
Federal sources				
Child Nutrition Programs	483,799	340,931	240,555	100,376
Transfers in	5,059	713	-	713
Total Receipts	$ 495,541	$ 422,732	$ 318,431	$ 104,301
EXPENDITURES AND TRANSFERS				
Operations and maintenance	$ 857	$ 730	$ 84,212	$ (83,482)
Food service operations	407,487	505,490	445,001	60,489
Total Expenditures	$ 408,344	$ 506,220	$ 529,213	$ (22,993)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 87,197	$ (83,488)		
UNENCUMBERED CASH- BEGINNING	125,593	212,790		
UNENCUMBERED CASH - ENDING	$ 212,790	$ 129,302		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
State Sources				
Professional development aid	$ -	$ 4,276	$ 1,500	$ 2,776
EXPENDITURES AND TRANSFERS				
Instructional support staff	$ 1,033	$ 34,034	$ 20,000	$ 14,034
Other support services	-	200	-	200
Total Expenditures	$ 1,033	$ 34,234	$ 20,000	$ 14,034
RECEIPTS OVER (UNDER) EXPENDITURES	$ (1,033)	$ (29,958)		
UNENCUMBERED CASH - BEGINNING	49,414	48,381		
UNENCUMBERED CASH - ENDING	$ 48,381	$ 18,423		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)
RECEIPTS				
Federal sources				
Federal aid	$ 17,100	$ 17,100	$ -	$ 17,100
Transfers in	1,086,570	1,132,065	1,247,561	(115,496)
Total Receipts	$ 1,103,670	$ 1,149,165	$ 1,247,561	$ (98,396)
EXPENDITURES AND TRANSFERS				
Instruction	$ 1,050,499	$ 906,491	$ 1,184,486	$ (277,995)
Operations and maintenance	1,379	3,493	2,750	743
Student transportation	14,554	19,054	271,925	(252,871)
Total Expenditures	$ 1,066,432	$ 929,038	$ 1,459,161	$ (530,123)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 37,238	$ 220,127		
UNENCUMBERED CASH - BEGINNING	250,007	287,245		
UNENCUMBERED CASH - ENDING	$ 287,245	$ 507,372		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
State Sources				
CTE Transportation State Aid	$ -	$ 15,368	$ 24,612	$ (9,244)
Federal Sources				
Transfers in	201,187	169,550	226,332	(56,782)
Total Receipts	$ 201,187	$ 184,918	$ 250,944	$ (66,026)
EXPENDITURES AND TRANSFERS				
Instruction	$ 188,102	$ 170,619	$ 224,257	$ (53,638)
Student Transportation Services	13,101	14,299	26,687	(12,388)
Total Expenditures and Transfers	$ 201,203	$ 184,918	$ 250,944	$ (66,026)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (16)	$ -		
UNENCUMBERED CASH - BEGINNING	16	-		
UNENCUMBERED CASH - ENDING	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)
RECEIPTS				
State Sources				
KPERS retirement contributions	$ 583,806	$ 611,418	$ 653,863	$ (42,445)
EXPENDITURES AND TRANSFERS				
Instruction	$ 285,200	$ 298,700	$ 319,085	$ (20,385)
Student support services	54,506	57,118	58,848	(1,730)
Instructional support staff	34,500	36,100	52,309	(16,209)
General administration	42,900	44,900	32,693	12,207
School administration	71,400	74,800	79,968	(5,168)
Central services	21,000	22,000	23,520	(1,520)
Operations and maintenance	37,700	39,500	42,224	(2,724)
Student transportation services	8,900	9,300	9,968	(668)
Other Support Services	-	-	31,024	(31,024)
Food service	27,700	29,000	4,224	24,776
Total Expenditures	$ 583,806	$ 611,418	$ 653,863	$ (42,445)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -	$ -		
UNENCUMBERED CASH - BEGINNING	-	-		
UNENCUMBERED CASH - ENDING	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
RECEIPTS		
Transfers in	$ -	$ 80,780
EXPENDITURES AND TRANSFERS		
Transfers out	$ 75,000	$ 25,000
RECEIPTS OVER (UNDER) EXPENDITURES	$ (75,000)	$ 55,780
UNENCUMBERED CASH - BEGINNING	528,918	465,743
CANCELLATION OF ENCUMBRANCE	11,825	-
UNENCUMBERED CASH - ENDING	$ 465,743	$ 521,523

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
TEXTBOOK RENTAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
RECEIPTS		
Local Sources		
Charge for services	$ 26,289	$ 25,075
EXPENDITURES AND TRANSFERS		
Instruction	$ 2,843	$ 46,727
RECEIPTS OVER (UNDER) EXPENDITURES	$ 23,446	$ (21,652)
UNENCUMBERED CASH - BEGINNING	36,351	59,797
CANCELLATION OF ENCUMBRANCE	-	2,801
UNENCUMBERED CASH - ENDING	$ 59,797	$ 40,946

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
GIFT AND GRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
RECEIPTS		
Local Sources		
Revenue from other local sources	$ 6,239	$ 8,426
State Sources		
State aid	-	118
Total Receipts	$ 6,239	$ 8,544
EXPENDITURES AND TRANSFERS		
Instruction	$ 1,083	$ 10,321
Operations and maintenance	394	-
Total Expenditures	$ 1,477	$ 10,321
RECEIPTS OVER (UNDER) EXPENDITURES	$ 4,762	$ (1,777)
UNENCUMBERED CASH - BEGINNING	22,208	26,970
UNENCUMBERED CASH - ENDING	$ 26,970	$ 25,193

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
ELWOOD 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)
RECEIPTS				
Local Sources				
Ad valorem taxes	$ 25,540	$ 27,363	$ 28,486	$ (1,123)
Delinquent tax	427	865	136	729
County Sources				
Motor vehicle tax	2,006	2,035	2,256	(221)
Recreation vehicle tax	35	38	39	(1)
Commercial vehicle tax	-	-	164	(164)
Total Receipts	$ 28,008	$ 30,301	$ 31,081	$ (780)
EXPENDITURES AND TRANSFERS				
Community Service Operations	$ 30,000	$ 30,000	$ 30,000	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (1,992)	$ 301		
UNENCUMBERED CASH - BEGINNING	2,946	954		
UNENCUMBERED CASH - ENDING	$ 954	$ 1,255		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
WATHENA 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)
RECEIPTS				
Local Sources				
Ad valorem tax	$ 76,030	$ 81,102	$ 77,487	$ 3,615
Delinquent tax	1,370	1,625	390	1,235
County Sources				
Motor vehicle tax	7,919	8,200	6,539	1,661
Recreation vehicle tax	134	134	113	21
Commercial vehicle tax	-	-	476	(476)
Total Receipts	$ 85,453	$ 91,061	$ 85,005	$ 6,056
EXPENDITURES AND TRANSFERS				
Community Service Operations	$ 87,750	$ 87,500	$ 87,500	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (2,297)	$ 3,561		
UNENCUMBERED CASH - BEGINNING	8,201	5,904		
UNENCUMBERED CASH - ENDING	$ 5,904	$ 9,465		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
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)
RECEIPTS				
Local Sources				
Delinquent tax	$ 198	$ 1,116	$ -	$ 1,116
EXPENDITURES AND TRANSFERS				
Transfers out	$ -	$ -	$ 3,438	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 198	$ 1,116		
UNENCUMBERED CASH - BEGINNING	3,420	3,618		
UNENCUMBERED CASH - ENDING	$ 3,618	$ 4,734		

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Riverside High School:				
Baseball	$ 1,100	$ 3,777	$ 2,600	$ 2,277
Band	1,170	-	-	1,170
Boys Basketball	2,588	3,001	3,910	1,679
Cheerleaders	1,466	3,145	2,456	2,155
Vocal	1,186	624	720	1,090
Concessions	139	29,740	29,788	91
Alternative Arts	502	23	86	439
Drama	13,225	3,673	7,843	9,055
Dance team	1,223	4,144	3,403	1,964
Football	3,403	17,011	18,382	2,032
FFA (Doniphan County Fund)	1,388	-	-	1,388
WICA	438	-	-	438
Girls Basketball	10	634	173	471
National honor society	949	140	550	539
SADD	1,683	-	765	918
Spanish club	26	-	-	26
STUCO	981	2,637	2,723	895
Girls volleyball	1,492	-	299	1,193
Track	21	2,384	1,865	540
FCCLA	96	100	-	196
Softball	922	1,367	525	1,764
Business club	11,019	13,233	17,399	6,853
Photography	200	-	-	200
KSTL - Kansas Student Technology	334	-	-	334
FFA	3,167	5,982	3,708	5,441
HOSA	584	-	23	561
Class funds	13,772	16,274	14,558	15,488
Total Riverside High School Student Activity Funds	$ 63,084	$ 107,889	$ 111,776	$ 59,197
Riverside Jr. High/Intermediate School:				
Art Club	$ 43	$ -	$ -	$ 43
Band	901	5	-	906
J. High Cheerleading	243	1,208	1,136	315
Boys track	512	1,260	940	832
Football	351	1,360	1,048	663
Boys basketball	1,526	-	84	1,442
Student council	729	727	858	598
Wrestling	81	572	574	79
Class funds	549	4,547	2,538	2,558
JH scholars bowl	-	450	434	16
Total Riverside Jr. High/Intermediate School Student Activity Funds	$ 4,935	$ 10,129	$ 7,612	$ 7,452
Total Student Activity Funds	$ 68,019	$ 118,018	$ 119,388	$ 66,649

(continued)

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS (CONTINUED)
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Fees and user charges:				
Lunch fund	$ 52	$ 35,988	$ 35,761	$ 279
Book rental	220	8,023	3,135	5,108
Laptop insurance	-	3,513	50	3,463
Athletic participation	1,174	1,106	35	2,245
Total Fees and User Charges	$ 1,446	$ 48,630	$ 38,981	$ 11,095
Other agency funds:				
Sales tax	$ 464	$ 8,808	$ 9,134	$ 138
Flexible spending	5,462	11,533	11,206	5,789
Subtotal Other Agency Funds	$ 5,926	$ 20,341	$ 20,340	$ 5,927
Total Agency Funds	$ 75,391	$ 186,989	$ 178,709	$ 83,671

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Unencumbered and Accounts Payable	Ending Cash Balance
Gate Receipts						
High school athletics	$ 15,199	$ 39,559	$ 43,966	$ 10,792	$ -	$ 10,792
School Projects Funds						
Riverside High School:						
Weight room	$ 211	$ -	$ -	$ 211	$ -	$ 211
Yearbook	22,874	3,730	5,755	20,849	-	20,849
Vending	1,042	-	27	1,015	-	1,015
Athletic improvement and equipment	414	58	-	472	-	472
Instructional supplies	881	5,000	2,928	2,953	-	2,953
Cultural	71	-	-	71	-	71
Student activities	4,312	5,279	5,196	4,395	-	4,395
Scholarship fund	300	-	-	300	-	300
Rachel's Challenge	619	-	-	619	-	619
Subtotal Riverside High School	$ 30,724	$ 14,067	$ 13,906	$ 30,885	$ -	$ 30,885

(continued)

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH (CONTINUED)
Regulatory Basis
For the Year Ended June 30, 2022

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Unencumbered and Accounts Payable	Ending Cash Balance
Riverside Jr. High/Intermediate School:						
Library	$ 256	$ 10	$ -	$ 266	$ -	$ 266
Instructional supplies	1,422	334	-	1,756	-	1,756
Benevolent	118	-	-	118	-	118
General fund resale	1	-	-	1	-	1
School Projects	832	31	70	793	-	793
Subtotal Riverside Jr. High/ Intermediate School	$ 2,629	$ 375	$ 70	$ 2,934	$ -	$ 2,934
Riverside Primary School:						
Kindergarten	$ 928	$ 580	$ 121	$ 1,387	$ -	$ 1,387
2nd Grade	181	758	841	98	-	98
Teachers	2,787	3,802	2,567	4,022	-	4,022
Library	631	1,948	1,748	831	-	831
Student activities	190	2,355	2,112	433	-	433
Student need	706	-	6	700	-	700
Subtotal Riverside Primary School	$ 5,423	$ 9,443	$ 7,395	$ 7,471	$ -	$ 7,471
Total School Projects	$ 38,776	$ 23,885	$ 21,371	$ 41,290	$ -	$ 41,290
Total District Activities	$ 53,975	$ 63,444	$ 65,337	$ 52,082	$ -	$ 52,082

UNIFIED SCHOOL DISTRICT NO. 114, RIVERSIDE
Elwood, Kansas
RELATED MUNICIPAL ENTITY - WATHENA JOINT RECREATION COMMISSION
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Current year actual			
	Operating	Baseball	Swimming Pool	Total
Cash Receipts				
Taxes	$ 87,500	$ -	$ -	$ 87,500
Concessions	-	16,718	10,932	27,650
Program fees	-	2,854	-	2,854
Gate receipts	-	-	30,535	30,535
Donations	-	12,365	-	12,365
Interest	1,500	-	-	1,500
Reimbursed expenses	-	16,239	831	17,070
Miscellaneous	-	-	68	68
Transfers in	-	48,326	30,045	78,371
Total Cash Receipts	$ 89,000	$ 96,502	$ 72,411	$ 257,913
Expenditures				
Advertising	$ -	$ 86	$ 86	$ 172
Concessions	-	12,020	12,147	24,167
Equipment and supplies	-	27,977	10,568	38,545
Insurance	-	2,217	1,007	3,224
Miscellaneous	(831)	-	-	(831)
Payroll and payroll taxes	-	8,845	6,738	15,583
Program expense	-	200	-	200
Repairs and maintenance	-	19,547	5,517	25,064
Utilities	-	7,293	2,535	9,828
Salaries	-	18,681	28,604	47,285
Transfers out	78,371	-	-	78,371
Total Expenditures	$ 77,540	$ 96,866	$ 67,202	$ 241,608
RECEIPTS OVER (UNDER) EXPENDITURES	$ 11,460	$ (364)	$ 5,209	$ 16,305
UNENCUMBERED CASH - BEGINNING	59,925	6,222	12,540	78,687
UNENCUMBERED CASH - ENDING	$ 71,385	$ 5,858	$ 17,749	$ 94,992

VARNEY
& ASSOCIATES, CPAs, LLC

December 11, 2023

Board of Education
Unified School District No. 114
Elwood, Kansas

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the Unified School District No. 114 (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated December 11, 2023.

Internal Control over Financial Reporting

In planning and performing our audit, 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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of control deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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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

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

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

December 11, 2023

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
Unified School District No. 114
Elwood, Kansas

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance In Accordance With The Uniform Guidance

Unmodified Opinions

We have audited Unified School District No. 114's (the District), compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Unmodified Opinions

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 114
Elwood, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

	Assistance Number	Pass-Thru Entity Identifying Number	Federal Award Expenditures	Subrecipient Expenditures
U.S. Department of Agriculture				
Passed through Kansas Department of Education				
Child Nutrition Cluster				
School Breakfast	10.553	DO114	$ 70,272	$ -
National School Lunch Program	10.555	DO114	153,454	-
Cash for Commodities	10.559	DO114	19,282	-
Subtotal Child Nutrition Cluster			$ 243,008	$ -
Fresh Fruits and Vegetables	10.582	DO114	$ 21,156	$ -
Total U.S. Department of Agriculture			$ 264,164	$ -
U.S. Department of Education				
Passed through Kansas Department of Education				
Title I Low Income	84.010	DO114	$ 103,053	$ -
Early Childhood Aid	84.367	DO114	18,946	-
Supporting Effective Instruction	84.424A	DO114	17,181	-
COVID-19 - Emergency and Secondary School Emergency Relief II	84.425D	DO114	74,097	-
COVID-19 - Emergency and Secondary School Emergency Relief III	84.425U	DO114	648,744	-
Total U.S. Department of Education			$ 862,021	$ -
U.S. Department of Health and Human Services				
Passed through Kansas Department of Education				
COVID-19 - KDHE K-12 COVID Testing Grant	93.323	DO114	$ 373,625	$ -
Total U.S. Department of Health and Human Services			$ 373,625	$ -
TOTAL FEDERAL ASSISTANCE			$ 1,499,810	$ -

UNIFIED SCHOOL DISTRICT NO. 114
Elwood, Kansas
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

Note 1: Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 114 (the District) and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statement.

Note 2: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is 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. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statement. The District elected not to use the 10% de minimis indirect cost rate.

Note 3: Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

Note 4: Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2023.

Note 5: Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2023.

Note 6: Sub-recipient Grants

No federal awards were passed through to subrecipients.

UNIFIED SCHOOL DISTRICT NO. 114
Elwood, Kansas
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
Material weaknesses identified?	___ Yes	_X_ None
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	_X_ None reported
Noncompliance material to financial statements noted?	___ Yes	_X_ None

Federal Awards

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

Identification of major programs:

Name of Federal Program	CFDA Number
COVID-19 - Elementary and Secondary School Emergency Relief	84.425D and 84.425U

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

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

Section II - Financial Statement Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.