Educational Services and Staff Development Association of Central Kansas Interlocal Unified School District No. 62

Independent Auditor's Report and Financial Statement, and Regulatory Required Supplementary Information

June 30, 2023

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
June 30, 2023

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Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
June 30, 2023

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Independent Auditor's Report

Board of Directors
Educational Services and Staff Development
Association of Central Kansas
Interlocal Unified School District No. 622
Hutchinson, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, 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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas 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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas 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) 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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas, 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.

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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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in *Note 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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas' 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 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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas' 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 Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622, Hutchinson, Kansas' 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, and summary of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in *Note 1*.

FORVIS, LLP

Wichita, Kansas
February 1, 2024

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Summary of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances	Ending Cash Balance
General	$ 475,831	$ 937,596	$ 899,867	$ 513,560	$ -	$ 513,560
Special Purpose						
Marketing and New Media	-	310,846	307,914	2,932	-	2,932
Student Services	1,394,304	1,695,741	1,765,551	1,324,494	-	1,324,494
Governance	-	145,000	142,479	2,521	-	2,521
Technology Services	1,155	217,832	216,342	2,645	-	2,645
Print Center Services	-	137,409	133,580	3,829	-	3,829
Professional Learning	-	1,312,436	1,227,989	84,447	-	84,447
Back-End Office Support	-	457,032	453,546	3,486	-	3,486
Non Lead Agency	297,137	90,421	61,393	326,165	-	326,165
Private or Non-Public	20,074	-	5,421	14,653	-	14,653
Federal Funds						
Title III ESL	-	317,816	312,116	5,700	-	5,700
Carl Perkins	-	157,476	149,526	7,950	-	7,950
COVID-19	24,590	10,802	35,392	-	-	-
RUS	75,020	225,089	227,097	73,012	-	73,012
DOJ-VIBE	4,349	187,982	182,124	10,207	-	10,207
Total primary government	2,292,460	6,203,478	6,120,337	2,375,601	-	2,375,601
Related Municipal Entity						
Health Insurance Group	9,267,894	34,340,881	31,392,912	12,215,863	-	12,215,863
Total reporting entity (excluding Agency Fund)	$ 11,560,354	$ 40,544,359	$ 37,513,249	$ 14,591,464	$ -	$ 14,591,464

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Summary of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis (Continued)
For the Year Ended June 30, 2023

Composition of Cash	
Checking accounts - Simmons Bank	$ 23,853
Checking accounts - RCB Bank	2,366,611
PayPal account	16,724
Total primary government	2,407,188
Related municipal entity	
Certificates of deposit - RCB Bank	6,595,000
Repurchase agreements - RCB Bank	5,615,142
Total related municipal entity	12,210,142
Agency Fund	(25,866)
Total reporting entity (excluding Agency Fund)	$ 14,591,464

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Notes to Financial Statement
For the Year Ended June 30, 2023

Note 1: Summary of Significant Accounting Policies

This summary of significant accounting policies of Educational Services and Staff Development Association of Central Kansas, Interlocal Unified School District No. 622 (the Interlocal) is presented to assist in understanding the Interlocal's financial statement. The financial statement and notes are representations of the Interlocal's management, who is responsible for their integrity and objectivity. These accounting policies conform to a comprehensive basis of accounting other than generally accepted accounting principles and have been consistently applied in the preparation of the financial statement.

Reporting Entity

The Interlocal is a unified school district established as a cooperative to provide staff development services to participating unified school districts. In addition, the Interlocal formed a health benefit insurance group available to itself and participating districts. The Interlocal cannot levy taxes, but receives its revenue from federal and state aid and contracting participating unified school districts for staff development services. The Interlocal annually prepares a formal budget, which is filed with the Kansas State Department of Education.

The related municipal entity's section of the financial statement includes the financial data of the Health Insurance Group. This related municipal entity is reported separately to emphasize that it is legally separate from the Interlocal. The governing body of this related municipal entity is appointed by the Interlocal.

Health Insurance Group

On October 1, 1993, the Interlocal formed a health insurance group for itself and participating districts. Blue Cross and Blue Shield serves as the third-party administrator, handling claims and collecting premiums. The Interlocal serves as a flow through entity for these funds only.

Basis of Presentation

The financial activities of the Interlocal are recorded and presented on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Notes to Financial Statement
For the Year Ended June 30, 2023

The following types of funds comprise the financial activities of the Interlocal for the fiscal year ending June 30, 2023:

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

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

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

Basis of Accounting

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

The Interlocal 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.

Budget

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the 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.

The budget law K.S.A. 79-2925 applies to taxing subdivisions or municipalities. The Interlocal does not directly levy a tax, therefore, it is not subject to the budget law. The budget adopted by the Interlocal is a management tool, which is used to establish the Interlocal's internal spending limits.

Note 2: Defined Benefit Pension Plan

General Information about the Pension Plan

Plan description. The Interlocal participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, Kansas 66603) or by calling 1.888.275.5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.83% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal 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 Interlocal employees. The Interlocal is responsible for the employer's portion of the cost for retired Interlocal employees. On behalf of the Interlocal, the state received and remitted amounts equal to the statutory contribution rate, which totaled $330,027 for the year ended June 30, 2023.

Net Pension Liability

At June 30, 2023, the Interlocal proportionate share of the collective net pension liability reported by KPERS was $54,876. 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 Interlocal's proportion of the net pension liability was based on the ratio of the Interlocal's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 3: Compensated Absences

Vacation

Full-time employees are granted paid vacation according to the following provisions:

1 - 5 years service = 10 days per year vacation
6 - 10 years service = 15 days per year vacation
+11 years service = 20 days per year vacation

Vacation time may accumulate to 40 days. Days in excess of this limit must be used within the next fiscal year. Terminated or retiring employees shall have the option of being paid a percentage of his/her daily rate for that year, less appropriate payroll deductions, for any unused vacation days as indicated below. The maximum number of days that can be reimbursed shall not exceed 40.

Years of Service	Earned Vacation Days	Separation Reimbursement Rate
1-5	10	50%
6-10	15	70%
+11	20	90%

Sick Leave

Full-time employees are granted 10 days of leave per year with the ability to accumulate up to 70 days of sick leave if the days are not used in the current year. Terminated or retiring employees are compensated for their unused sick leave at the rate of $15.00 per day.

Note 4: Deposits and Investments

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

K.S.A. 12-1675 limits the Interlocal'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 Interlocal has no investment policy that would further limit its investment choices.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Interlocal's deposits may not be returned to it. State statutes require the Interlocal'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 Interlocal has no designated "peak periods."

At June 30, 2023, the carrying amounts of the Interlocal's deposits were $14,583,569. The bank balances were $14,712,093. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Of the bank balance, $6,868,853 was covered by federal depository insurance and the remaining amount was collateralized with securities and lines of credit held by the pledging financial institutions' agents in the District's name.

Note 5: Other Post-Employment Benefits

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

Under the *Consolidated Omnibus Budget Reconciliation Act* (COBRA), the Interlocal 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.

Note 6: Risk Management

The Interlocal continues to carry commercial insurance for all other risks of loss, including property, liability, crime, inland marine, automobile and workers' compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Notes to Financial Statement
For the Year Ended June 30, 2023

Note 7: Interfund Transactions

Operating transfers per K.S.A 72-6428 were as follows:

From	To	Amount
General Fund	Governance	$145,000
General Fund	Technology	115,000
General Fund	Grants - Carl Perkins	104,397
General Fund	Back-end Office Support	100,000
General Fund	Print Center Services	50,000
General Fund	Grants - Title III	43,443
General Fund	Grants - COVID19	10,802
Grants - Private	General Fund	5,221

Note 8: Lease Commitments

As of June 30, 2023, the Interlocal leased office space under various noncancellable operating leases. Future minimum lease payments required under the operating leases are as follows:

Year Ended June 30,	
2024	$ 148,025
2025	79,717
2026	31,800
2027	33,390
2028	34,980
Thereafter	17,490
Total minimum lease payments	$ 345,402

The Interlocal also has several month-to-month leases for various locations that are considered operating leases with either party able to cancel with appropriate notice.

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Notes to Financial Statement
For the Year Ended June 30, 2023

Note 9: Long-term Debt

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

Issue	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									
Copiers	2.45%	11/6/2020	80,070	11/6/2025	$ 54,461	$ -	$ 15,874	$ 38,587	$ 1,157
Total					$ 54,461	$ -	$ 15,874	$ 38,587	$ 1,157

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

	2024	2025	2026	Total
Principal Capital leases	$ 16,268	$ 16,671	$ 5,648	$ 38,587
Interest Capital leases	764	360	29	1,153
Total principal and interest	$ 17,032	$ 17,031	$ 5,677	$ 39,740

Regulatory Required Supplemental Information

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General and other Special Purpose Funds*	$ 5,214,082	$ 5,214,082	$ -

* The Interlocal does a budget for the entire entity excluding federal funds, see *Note 1*

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Membership fees	$ 467,725	$ 937,596	$ (469,871)
Interest income	72,557	-	72,557
Administrative service fees	273,378	-	273,378
Other	118,715	-	118,715
Transfer from:			
Grants - Private	5,221	-	5,221
Total receipts	937,596	937,596	-
Expenditures			
General administration	154,882	899,867	(744,985)
Rent	68,756	-	68,756
Contractual services	85,052	-	85,052
Repairs and maintenance	22,535	-	22,535
Transfer to:			
Grants - Title III	43,443	-	43,443
Grants - COVID-19	10,802	-	10,802
Governance	145,000	-	145,000
Back-end Office Support Fund	100,000	-	100,000
Technology	115,000	-	115,000
Print Center Services	50,000	-	50,000
Carl Perkins	104,397	-	104,397
Total expenditures	899,867	$ 899,867	$ -
Receipts Over (Under) Expenditures	37,729		
Unencumbered Cash, Beginning	475,831		
Unencumbered Cash, Ending	$ 513,560		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Marketing and New Media Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Retail sales	$ 310,846	$ 310,846	$ -
Total receipts	310,846	310,846	-
Expenditures			
Administration	162,897	307,914	(145,017)
Resale products	134,590	-	134,590
Contractual services	9,042	-	9,042
Travel	1,385	-	1,385
Total expenditures	307,914	$ 307,914	$ -
Receipts Over (Under) Expenditures	2,932		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 2,932		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Student Services Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
District assessments	$ 1,636,476	$ 1,695,741	$ (59,265)
Other	59,265	-	59,265
Total receipts	1,695,741	1,695,741	-
Expenditures			
Administration	1,321,968	1,765,551	(443,583)
Materials	76	-	76
Administrative fees	267,790	-	267,790
Contractual services	62,746	-	62,746
Repair and maintenance	2,364	-	2,364
Rent	97,020	-	97,020
Travel	13,587	-	13,587
Total expenditures	1,765,551	$ 1,765,551	$ -
Receipts Over (Under) Expenditures	(69,810)		
Unencumbered Cash, Beginning	1,394,304		
Unencumbered Cash, Ending	$ 1,324,494		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Governance Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer from:			
General Fund	$ 145,000	$ 145,000	$ -
Total receipts	145,000	145,000	-
Expenditures			
Administration	131,183	142,479	(11,296)
Contractual services	480	-	480
Travel	10,816	-	10,816
Total expenditures	142,479	$ 142,479	$ -
Receipts Over (Under) Expenditures	2,521		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 2,521		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Technology Services Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Consulting	$ 99,832	$ 217,832	$ (118,000)
Retail	3,000	-	3,000
Transfer from:			
General Fund	115,000	-	115,000
Total receipts	217,832	217,832	-
Expenditures			
Administration	137,570	216,342	(78,772)
Contractual services	71,970	-	71,970
Repairs & Maintenance	6,160	-	6,160
Travel	642	-	642
Total expenditures	216,342	$ 216,342	$ -
Receipts Over (Under) Expenditures	1,490		
Unencumbered Cash, Beginning	1,155		
Unencumbered Cash, Ending	$ 2,645		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Print Center Services Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Printing	$ 87,409	$ 137,409	$ (50,000)
Transfer from:			
General Fund	50,000	-	50,000
Total receipts	137,409	137,409	-
Expenditures			
Administration	108,399	133,580	(25,181)
Contractual	1,185	-	1,185
Repair and maintenance	23,894	-	23,894
Travel	102	-	102
Total expenditures	133,580	$ 133,580	$ -
Receipts Over (Under) Expenditures	3,829		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 3,829		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Professional Learning Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Consulting	$ 815,948	$ 1,312,436	$ (496,488)
Workshop fees	233,993	-	233,993
Administrative Service Fees	44,024	-	44,024
Retail	33,733	-	33,733
Interest	5	-	5
Other	184,733	-	184,733
Total receipts	1,312,436	1,312,436	-
Expenditures			
Administration	904,829	1,227,989	(323,160)
Materials	147,687	-	147,687
Contractual services	55,512	-	55,512
Repairs and maintenance	28,702	-	28,702
Travel	91,259	-	91,259
Total expenditures	1,227,989	$ 1,227,989	$ -
Receipts Over (Under) Expenditures	84,447		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 84,447		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Back-End Office Support Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Administrative services fees	$ 202,649	$ 457,032	$ (254,383)
Membership fees	25,600	-	25,600
Copier program	128,783	-	128,783
Transfer from:			
General Fund	100,000	-	100,000
Total receipts	457,032	457,032	-
Expenditures			
Administration	431,238	453,546	(22,308)
Contractual services	6,559	-	6,559
Repairs and maintenance	13,008	-	13,008
Travel	2,741	-	2,741
Total expenditures	453,546	$ 453,546	$ -
Receipts Over (Under) Expenditures	3,486		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 3,486		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Non-Lead Agency
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Non-Govt Grants	$ 90,421	$ 90,421	$ -
Transfer from:			
Total receipts	90,421	90,421	-
Expenditures			
Administration	61,380	61,393	(13)
Other	13	-	13
Total expenditures	61,393	$ 61,393	$ -
Receipts Over (Under) Expenditures	29,028		
Unencumbered Cash, Beginning	297,137		
Unencumbered Cash, Ending	$ 326,165		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622

Grants Private or Non-Public

Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over (Under)
Expenditures			
Administration	$ 200	$ 5,421	$ (5,221)
Transfer to:			
General Fund	5,221	-	5,221
Total expenditures	5,421	$ 5,421	$ -
Receipts Over (Under) Expenditures	(5,421)		
Unencumbered Cash, Beginning	20,074		
Unencumbered Cash, Ending	$ 14,653		

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Federal Funds
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Title III ESL	Carl Perkins	COVID-19	RUS	DOJ - Vibe
Receipts					
Federal Funds	$ 274,373	$ 53,079	$ -	$ 225,089	$ 187,982
Transfer from General Fund	43,443	104,397	10,802	-	-
Total receipts	317,816	157,476	10,802	225,089	187,982
Expenditures					
Direct services	312,116	149,526	35,392	227,097	182,124
Total expenditures	312,116	149,526	35,392	227,097	182,124
Receipts Over (Under) Expenditures	5,700	7,950	(24,590)	(2,008)	5,858
Unencumbered Cash, Beginning	-	-	24,590	75,020	4,349
Unencumbered Cash, Ending	$ 5,700	$ 7,950	$ -	$ 73,012	$ 10,207

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Related Municipal Entity
Health Insurance Group
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Actual
Receipts	
Premiums and fees collected	$ 31,492,523
Interest	322,456
Other	2,525,902
Total receipts	34,340,881
Claims incurred and fees paid	31,152,914
Other	239,998
Total expenditures	31,392,912
Receipts Over (Under) Expenditures	2,947,969
Unencumbered Cash, Beginning	9,267,894
Unencumbered Cash, Ending	$ 12,215,863

Educational Services and Staff Development Association of Central Kansas
Interlocal Unified School District No. 622
Agency Fund
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Cash Balance	Cash Receipts	Disbursements	Ending Cash Balance
Foundation for Leadership and Learning	$ 26,615	$ 1,666	$ 2,415	$ 25,866