UNIFIED SCHOOL DISTRICT NO. 298

Lincoln, Kansas

FINANCIAL STATEMENT

June 30, 2026

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
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November 2, 2026

Board of Education
Unified School District No. 298
Lincoln, 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. 298 (the District), as of and for the year ended June 30, 2026, 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, 2026, 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, 2026, 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* (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) and KMAAG. 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 that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement under 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 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not required part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2026

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds							
General Fund	$ -	$ -	$ 3,778,068	$ 3,778,068	$ -	$ 8,721	$ 8,721
Supplemental General Fund	14,919	-	1,262,911	1,188,538	89,292	17,050	106,342
Special Purpose Funds							
Preschool-Aged At-Risk Fund	45,000	-	177,919	122,919	100,000	-	100,000
At-Risk (K-12) Fund	92,738	-	506,812	429,525	170,025	6,842	176,867
Bilingual Education Fund	483	-	1,070	1,070	483	-	483
Capital Outlay Fund	1,598,265	-	793,019	706,903	1,684,381	21,541	1,705,922
Driver Training Fund	20,229	-	6,337	537	26,029	339	26,368
Food Service Fund	40,246	-	239,096	249,085	30,257	6,043	36,300
Professional Development Fund	26,223	-	10,035	9,995	26,263	-	26,263
Parent Education Fund	15,000	-	15,000	13,662	16,338	-	16,338
Special Education Fund	430,786	-	724,743	701,965	453,564	-	453,564
Career and Postsecondary Education Fund	120,000	-	124,574	120,330	124,244	331	124,575
KPERS Special Retirement Contributions Fund	-	-	316,707	316,707	-	-	-
Contingency Reserve Fund	436,464	-	-	-	436,464	-	436,464
Title I Fund	-	-	70,215	70,215	-	-	-
Title II-A Fund	-	-	12,825	12,825	-	-	-
Title IV Fund	-	-	13,814	13,814	-	-	-
Daycare Fund	-		52,438	52,438	-	65	65
Textbook/Student Materials Fund	77,178	-	25,155	24,180	78,153	-	78,153
REAP Grant Fund	-	-	26,700	26,700	-	-	-
Elementary and Secondary School							
District Activity Funds	55,145	-	142,761	129,756	68,150	-	68,150
Trust Funds							
Scholarship Fund	38,195	-	21,011	1,418	57,788	-	57,788
Gifts and Grants Fund	390,356	-	364,374	325,060	429,670	3,500	433,170
Total Reporting Entity (Excluding Agency Funds)	$ 3,401,227	$ -	$ 8,685,584	$ 8,295,710	$ 3,791,101	$ 64,432	$ 3,855,533

Composition of Cash	
Checking Accounts	$ 486,237
Savings Accounts	1,166,469
Certificates of Deposit	2,257,788
Total Cash	$ 3,910,494
Agency Funds per Schedule 3	(54,961)
Total Reporting Entity (Excluding Agency Funds)	$ 3,855,533

STATEMENT 1

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

Note 1: Summary of Significant Accounting Policies

Financial Reporting Entity

Unified School District No. 298, Lincoln, Kansas (the District), is a municipal corporation governed by an elected seven-member board. This financial statement presents the District. There are no related municipal entities presented.

Fund Descriptions

The accounts of the District are organized and operated on the basis of funds, which are used to record the District's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the District:

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.

Trust Funds are used to report assets held in trust for the benefit of the District.

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

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 District to use the regulatory basis of accounting.

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information

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

1. Preparation of the budget for the succeeding twelve month period on or before August 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 District is holding a revenue neutral hearing, the budget timeline for the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least ten days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The District did hold a revenue neutral hearing.

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 budget amendments.

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

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

Contingency Reserve Fund
Title I Fund
Title II-A Fund
Title IV Fund
Textbook/Student Materials Fund
Daycare Fund
REAP Grant Fund
District Activity Funds
Gifts & Grants Fund

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

Note 2: Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. Effective January 1, 2026, K.S.A. 9-1402 authorizes financial institutions to secure deposits of public moneys of governmental units through the Kansas Collateral Pool (public moneys pooled method as defined by 2025 Senate Substitute for House Bill 2152). 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.

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 held at Citizens State Bank, Bank of Tescott, and Wilson State Bank were legally secured at June 30, 2026.

At June 30, 2026, the District's carrying amount of deposits, including certificates of deposits, was $3,910,494 and the bank balance was $4,314,769. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by the FDIC and the remaining balance was secured by the Kansas Collateral Pool.

Note 3: Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	Capital Outlay	K.S.A. 72-5167	$ 314,445
General	Special Education	K.S.A. 72-5167	366,098
General	Preschool-Aged At-Risk	K.S.A. 72-5167	56,592
General	At-Risk (K-12)	K.S.A. 72-5167	387,997
Supplemental General	Bilingual	K.S.A. 72-5143	1,070
Supplemental General	Professional Development	K.S.A. 72-5143	10,000
Supplemental General	Parent Education	K.S.A. 72-5143	15,000
Supplemental General	Special Education	K.S.A. 72-5143	336,825
Supplemental General	Career and Postsecondary Ed	K.S.A. 72-5143	120,000
Supplemental General	Preschool-Aged At-Risk	K.S.A. 72-5143	121,327
Supplemental General	At-Risk (K-12)	K.S.A. 72-5143	116,596
			$ 1,845,950

Note 4: Defined Benefit Pension Plan

Plan Description

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

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 11.60% and 11.54%, respectively, for the fiscal year ended June 30, 2025. The actuarially determined employer contribution rate and the statutory contribution rate was 11.78% and 11.68% for the fiscal year ended June 30, 2026.

The 2015 Legislature passed and the Governor approved Senate Bill 228 authorizing the issuance of $1.0 billion in pension obligation bonds to fund a portion of the School-Group’s unfunded actuarial liability. The bonds were successfully issued in August 2015 and the proceeds transferred to the System.

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the School-Group’s unfunded actuarial liability. 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 paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271.1 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

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 $316,707 for the year ended June 30, 2026.

Note 4: Defined Benefit Pension Plan (Continued)

Net Pension Liability

At June 30, 2026, the District's proportionate share of the collective net pension liability reported by KPERS was $2,603,511. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. 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, 2025. 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 KSPERS.gov or can be obtained as described above.

Note 5: Other Long-Term Obligations from Operations

Other Post-Employment Benefits

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

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.

Death and Disability Other Post-Employment Benefits

As Provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2026.

Termination Benefits

The District provides an early retirement program for certain eligible employees. Certified professional employees must have at least ten school years of service in a full time position at the District and meet the requirements of full KPERS retirement. The eligible certified professional employees who notify the Board of Education of their intention to retire by February 15th of the year in which they retire will be compensated $300; those who notify by March 15th and April 15th will be compensated $200 and $100, respectively.

Additionally, eligible retirees will be entitled to 10% of their final contracted salary up to $3,000 per year until the age of 65. Payments must be paid out within five years.

Compensated Absences

The District provides compensation for absences. Certified employees receive 12 days temporary leave per year. A maximum of 58 days may be accumulated, and any days in excess of this maximum accumulation will be paid to the employee at a rate of $35 per day. Classified employees earn sick leave at the following rates: a 12-month employee earns 12 days of sick leave per year and a 10-month employee earns 11 days. The maximum accumulation is 70 days, with an option of pay out for any days in excess at a rate of $35 per day. Annual leave is available for classified employees whom are either a 12-month or 10-month employee. A 12-month employee earns 10 days of vacation per year and a 10-month employee earns 5 days per year. The 12-month employees who have worked 12 years or more will receive 15 days vacation.

Note 6: Risks and Uncertainties

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has purchased commercial insurance to protect themselves from these risks.

Note 7: Compliance with Statutes

We noted no material violations of Kansas statutes during the period under examination.

Note 8: Subsequent Events

The District's management has evaluated events and transactions occurring after year-end through the date the financial statement was available to be issued, which is the date of the auditor's report.

Note 9: Long-Term Debt

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
Finance/Capital Leases									
Window/Door Project	5.80%	3/7/2024	$ 220,000	3/7/2026	$ 110,000	$ -	$ 110,000	$ -	$ 10,000

REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

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 Funds						
General Fund	$ 3,978,228	$ (352,622)	$ 152,462	$ 3,778,068	$ 3,778,068	$ -
Supplemental General Fund	1,300,685	(112,147)	-	1,188,538	1,188,538	-
Special Purpose Funds						
Preschool-Aged At-Risk Fund	151,220	-	-	151,220	122,919	(28,301)
At-Risk (K-12) Fund	830,329	-	-	830,329	429,525	(400,804)
Bilingual Education Fund	1,784	-	-	1,784	1,070	(714)
Capital Outlay Fund	2,014,326	-	-	2,014,326	706,903	(1,307,423)
Driver Training Fund	25,529	-	-	25,529	537	(24,992)
Food Service Fund	302,435	-	-	302,435	249,085	(53,350)
Professional Development Fund	26,223	-	-	26,223	9,995	(16,228)
Parent Education Fund	15,000	-	-	15,000	13,662	(1,338)
Special Education Fund	990,039	-	-	990,039	701,965	(288,074)
Career and Postsecondary Education Fund	120,000	-	-	120,000	120,330	330
KPERS Retirement Contributions Fund	366,911	-	-	366,911	316,707	(50,204)
	$ 10,122,709	$ (464,769)	$ 152,462	$ 9,810,402	$ 7,639,304	$ (2,171,098)

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
State Aid			
General	$ 3,259,695	$ 3,558,929	$ (299,234)
Special Education	365,911	419,299	(53,388)
Reimbursements	152,462	-	152,462
Total Receipts	$ 3,778,068	$ 3,978,228	$ (200,160)
EXPENDITURES			
Instruction	$ 1,420,777	$ 1,323,050	$ 97,727
Student support services	92,328	94,050	(1,722)
Instructional support staff	1,851	6,500	(4,649)
General administration	299,408	321,500	(22,092)
School administration	202,794	182,100	20,694
Central services	81,167	122,550	(41,383)
Operations and maintenance	216,557	525,272	(308,715)
Transportation services	338,054	324,000	14,054
Transfers out	1,125,132	1,079,206	45,926
Subtotal	$ 3,778,068	$ 3,978,228	$ (200,160)
Adjustment to comply with legal maximum	-	(352,622)	352,622
Legal Maximum General Fund Budget	$ 3,778,068	$ 3,625,606	$ 152,462
Adjustment for qualifying budget credits	-	152,462	(152,462)
Total Expenditures	$ 3,778,068	$ 3,778,068	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Taxes and Shared Revenue			
Ad valorem tax	$ 1,034,111	$ 1,109,995	$ (75,884)
Delinquent tax	5,352	3,992	1,360
Motor vehicle and 16/20M	52,274	54,285	(2,011)
Recreational vehicle tax	1,201	1,332	(131)
Commercial vehicle tax	2,999	2,720	279
In lieu of taxes	816	1,353	(537)
Supplemental state aid	166,158	181,836	(15,678)
Transfers in	-	81,000	(81,000)
Total Receipts	$ 1,262,911	$ 1,436,513	$ (173,602)
EXPENDITURES			
Instruction	$ 194,145	$ 136,000	$ 58,145
Instructional support staff	3,500	4,000	(500)
General administration	11,799	37,000	(25,201)
School administration	21,548	28,000	(6,452)
Operations and maintenance	217,392	415,526	(198,134)
Transportation services	19,336	274,000	(254,664)
Transfers out	720,818	406,159	314,659
Subtotal	$ 1,188,538	$ 1,300,685	$ (112,147)
Adjustment to comply with legal maximum	-	(112,147)	112,147
Legal Maximum LOB Fund Budget	$1,188,538	$ 1,188,538	$ -
Adjustment for qualifying budget credits	-	-	-
Total Expenditures	$ 1,188,538	$ 1,188,538	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 74,373		
UNENCUMBERED CASH - BEGINNING	14,919		
UNENCUMBERED CASH - ENDING	$ 89,292		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
PRESCHOOL-AGED AT-RISK FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Transfers in	$ 177,919	$ 106,220	$ 71,699
EXPENDITURES			
Instruction	$ 122,919	$ 151,220	$ (28,301)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 55,000		
UNENCUMBERED CASH - BEGINNING	45,000		
UNENCUMBERED CASH - ENDING	$ 100,000		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
AT-RISK (K-12) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Other	$ 2,219	$ -	$ 2,219
Transfers in	504,593	737,591	(232,998)
Total Receipts	$ 506,812	$ 737,591	$ (230,779)
EXPENDITURES			
Instruction	$ 429,525	$ 830,329	$ (400,804)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 77,287		
UNENCUMBERED CASH - BEGINNING	92,738		
UNENCUMBERED CASH - ENDING	$ 170,025		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Transfers in	$ 1,070	$ 1,301	$ (231)
EXPENDITURES			
Instruction	$ 1,070	$ 1,784	$ (714)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	483		
UNENCUMBERED CASH - ENDING	$ 483		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Taxes and Shared Revenue			
Ad valorem tax	$ 335,717	$ 314,072	$ 21,645
Delinquent tax	1,354	1,431	(77)
Motor vehicle and 16/20M	18,172	18,696	(524)
Recreational vehicle tax	412	459	(47)
Commercial vehicle tax	1,189	937	252
In lieu of taxes	276	467	(191)
Interest on idle funds	105,516	80,000	25,516
Other revenue	15,938	-	15,938
Transfers in	314,445	-	314,445
Total Receipts	$ 793,019	$ 416,062	$ 376,957
EXPENDITURES			
Instruction	$ 21,215	$ 20,000	$ 1,215
Student support services	64,594	20,000	44,594
Instructional support services	-	411,826	(411,826)
General administration	-	5,000	(5,000)
School administration	27,635	30,000	(2,365)
Operations and maintenance	593,459	1,374,000	(780,541)
Transportation services	-	78,500	(78,500)
Facility acquisition and construction	-	75,000	(75,000)
Total Expenditures	$ 706,903	$ 2,014,326	$ (1,307,423)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 86,116		
UNENCUMBERED CASH - BEGINNING	1,598,265		
UNENCUMBERED CASH - ENDING	$ 1,684,381		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Other	$ 4,257	$ 2,600	$ 1,657
State sources	2,080	2,700	(620)
Total Receipts	$ 6,337	$ 5,300	$ 1,037
EXPENDITURES			
Instruction	$ 42	$ 3,495	$ (3,453)
Transportation services	495	22,034	(21,539)
Total Expenditures	$ 537	$ 25,529	$ (24,992)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 5,800		
UNENCUMBERED CASH - BEGINNING	20,229		
UNENCUMBERED CASH - ENDING	$ 26,029		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Federal aid	$ 148,423	$ 174,752	$ (26,329)
State aid	21,834	1,820	20,014
Local receipts	59,302	85,617	(26,315)
Other	9,537	-	9,537
Total Receipts	$ 239,096	$ 262,189	$ (23,093)
EXPENDITURES			
Food service	$ 247,718	$ 301,110	$ (53,392)
Operations and maintenance	1,367	1,325	42
Total Expenditures	$ 249,085	$ 302,435	$ (53,350)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (9,989)		
UNENCUMBERED CASH - BEGINNING	40,246		
UNENCUMBERED CASH - ENDING	$ 30,257		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Other	$ 35	$ -	$ 35
Transfers in	10,000	-	10,000
Total Receipts	$ 10,035	$ -	$ 10,035
EXPENDITURES			
Instructional support staff	$ 9,960	$ 19,560	$ (9,600)
Central services	35	6,663	(6,628)
Total Expenditures	$ 9,995	$ 26,223	$ (16,228)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 40		
UNENCUMBERED CASH - BEGINNING	26,223		
UNENCUMBERED CASH - ENDING	$ 26,263		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
PARENT EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Transfers in	$ 15,000	$ -	$ 15,000
EXPENDITURES			
Instructional support staff	$ 13,662	$ 15,000	$ (1,338)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 1,338		
UNENCUMBERED CASH - BEGINNING	15,000.00		
UNENCUMBERED CASH - ENDING	$ 16,338		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Other	$ 21,820	$ -	$ 21,820
Transfers in	702,923	559,253	143,670
Total Receipts	$ 724,743	$ 559,253	$ 165,490
EXPENDITURES			
Instruction	$ 701,965	$ 990,039	$ (288,074)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 22,778		
UNENCUMBERED CASH - BEGINNING	430,786		
UNENCUMBERED CASH - ENDING	$ 453,564		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
Reimbursed expenditures	$ 1,176	$ -	$ 1,176
Federal aid	3,398	-	3,398
Transfers in	120,000	-	120,000
Total Receipts	$ 124,574	$ -	$ 124,574
EXPENDITURES			
Instruction	$ 120,330	$ 120,000	$ 330
RECEIPTS OVER (UNDER) EXPENDITURES	$ 4,244		
UNENCUMBERED CASH - BEGINNING	120,000		
UNENCUMBERED CASH - ENDING	$ 124,244		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTIONS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2026

	Actual	Budget	Variance - Over (Under)
RECEIPTS			
State aid	$ 316,707	$ 366,911	$ (50,204)
EXPENDITURES			
Instruction	$ 212,384	$ 246,051	$ (33,667)
Student support services	13,713	15,887	(2,174)
Instructional support staff	285	330	(45)
General administration	21,378	24,767	(3,389)
School administration	22,898	26,528	(3,630)
Central services	15,329	17,758	(2,429)
Operations and maintenance	16,627	19,263	(2,636)
Student transportation	1,900	2,201	(301)
Food service	12,193	14,126	(1,933)
Total Expenditures	$ 316,707	$ 366,911	$ (50,204)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS	
Transfers in	$ -
EXPENDITURES	
Transfer out	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -
UNENCUMBERED CASH - BEGINNING	436,464
UNENCUMBERED CASH - ENDING	$ 436,464

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
TITLE I FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS	
Federal aid	$ 70,215
EXPENDITURES	
Instruction	$ 70,215
RECEIPTS OVER (UNDER) EXPENDITURES	$ -
UNENCUMBERED CASH - BEGINNING	-
UNENCUMBERED CASH - ENDING	$ -

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
TITLE II-A FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS		
State aid	$	12,825
EXPENDITURES		
Instruction	$	12,825
RECEIPTS OVER (UNDER) EXPENDITURES	$	-
UNENCUMBERED CASH - BEGINNING		-
UNENCUMBERED CASH - ENDING	$	-

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
TITLE IV FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS	
State aid	$ 13,814
EXPENDITURES	
Instruction	$ 13,814
RECEIPTS OVER (UNDER) EXPENDITURES	$ -
UNENCUMBERED CASH - BEGINNING	-
UNENCUMBERED CASH - ENDING	$ -

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
DAYCARE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS	
State aid	$ 52,438
EXPENDITURES	
Instruction	$ 52,438
RECEIPTS OVER (UNDER) EXPENDITURES	$ -
UNENCUMBERED CASH - BEGINNING	-
UNENCUMBERED CASH - ENDING	$ -

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
TEXTBOOK/STUDENT MATERIALS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS		
Local sources - Other	$	25,155
EXPENDITURES		
Instruction	$	24,180
RECEIPTS OVER (UNDER) EXPENDITURES	$	975
UNENCUMBERED CASH - BEGINNING		77,178
UNENCUMBERED CASH - ENDING	$	78,153

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
REAP GRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS	
Federal aid	$ 26,700
EXPENDITURES	
Instruction	$ 26,700
RECEIPTS OVER (UNDER) EXPENDITURES	$ -
UNENCUMBERED CASH - BEGINNING	-
UNENCUMBERED CASH - ENDING	$ -

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
SCHOLARSHIP FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS		
Interest on idle funds	$	21,011
EXPENDITURES		
Student support services	$	1,418
RECEIPTS OVER (UNDER) EXPENDITURES	$	19,593
UNENCUMBERED CASH - BEGINNING		38,195
UNENCUMBERED CASH - ENDING	$	57,788

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2026

RECEIPTS		
Donations and grants	$	236,979
State aid		127,395
Total Receipts	$	364,374
EXPENDITURES		
Instruction	$	299,068
Student support services		21,992
School administration		4,000
Total Expenditures	$	325,060
RECEIPTS OVER (UNDER) EXPENDITURES	$	39,314
UNENCUMBERED CASH - BEGINNING		390,356
UNENCUMBERED CASH - ENDING	$	429,670

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2026

	Balance July 1, 2025	Cash Receipts	Cash Disbursements	Balance June 30, 2026
Student Organization Funds				
Art Club	$ 312	$ 450	$ 435	$ 327
Paw Print Club	3,829	17,360	16,311	4,878
Cheerleaders	1,533	4,115	4,659	989
Concessions	14,436	48,745	47,480	15,701
Forensics	337	550	422	465
Drama	1,884	1,053	1,427	1,510
Kay Club	1,015	3,880	3,132	1,763
National Honor Society	4,243	9,097	11,093	2,247
Scholars Bowl	2,138	3,919	2,037	4,020
Library Club	847	-	-	847
STEM	212	462	456	218
Student Council	7,183	1,473	3,893	4,763
Vocal	474	-	164	310
SAFE	1,270	300	48	1,522
Career & Life Planning	19	6	-	25
Donations	3,811	2,779	1,241	5,349
Junior High Cheerleading	495	750	252	993
FFA	2,433	8,133	6,419	4,147
Class of 2024	336	-	336	-
Class of 2026	734	336	733	337
Class of 2027	1,377	3,229	3,304	1,302
Class of 2028	499	1,609	1,229	879
Class of 2029	-	900	-	900
Concession Stand - Elementary	1,502	4,552	4,585	1,469
Total Student Organization Funds	$ 50,919	$ 113,698	$ 109,656	$ 54,961

UNIFIED SCHOOL DISTRICT NO. 298
Lincoln, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2026

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Lincoln Jr/Sr High School	$ 33,390	$ 120,896	$ 113,436	$ 40,850	$ -	$ 40,850
School Projects						
Lincoln Jr/Sr High School	$ 10,979	$ 9,573	$ 9,867	$ 10,685	$ -	$ 10,685
Lincoln Elementary School	10,776	9,323	3,484	16,615	-	16,615
Subtotal School Projects	$ 21,755	$ 18,896	$ 13,351	$ 27,300	$ -	$ 27,300
Revolving Funds						
Lincoln Jr/Sr High School	$ -	$ 2,469	$ 2,469	$ -	$ -	$ -
Lincoln Elementary School	-	500	500	-	-	-
Subtotal Revolving Funds	$ -	$ 2,969	$ 2,969	$ -	$ -	$ -
Total District Activity Funds	$ 55,145	$ 142,761	$ 129,756	$ 68,150	$ -	$ 68,150