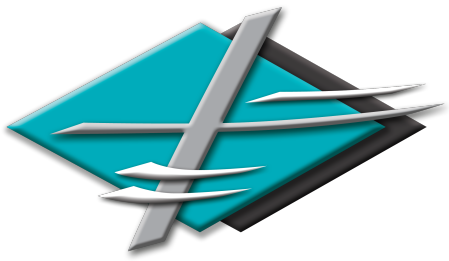
UNIFIED SCHOOL DISTRICT NUMBER 308
HUTCHINSON KANSAS

FINANCIAL STATEMENT

FISCAL YEAR ENDED JUNE 30, 2023



LOYD GROUP, LLC

Certified Public Accountants

Unified School District Number 308
Hutchinson, Kansas

For the Fiscal Year Ended June 30, 2023

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Unified School District Number 308
Hutchinson, Kansas

For the Fiscal Year Ended June 30, 2023

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Unified School District Number 308
Hutchinson, Kansas

For the Fiscal Year Ended June 30, 2023

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LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
www.loyd-group.com

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District 308
Hutchinson, KS 67501

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 Number 308, Kansas (District), a Municipal Financial Reporting Entity, as of and for the year ended June 30, 2023, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the *Kansas Municipal Audit and Accounting Guide* 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 audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

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

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

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

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 disbursements—agency funds, schedules of regulatory basis receipts, expenditures and unencumbered cash—district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself,

and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District Number 308 as of and for the year ended June 30, 2022 (not presented herein), and have issued their report thereon dated October 9, 2023, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and their accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/municipalservices. 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, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2022, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the financial statement of Unified School District Number 308, Kansas. 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 also 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, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 9, 2023, on our consideration of Unified School District Number 308'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 Unified School District Number 308'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 Unified School District Number 308's internal control over financial reporting and compliance.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
October 9, 2023

Unified School District Number 308
Hutchinson, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUNDS:							
General Fund	$ 3,036	$ 2,745	$ 34,588,093	$ 34,591,129	$ 2,745	$ 58,018	$ 60,763
Supplemental General Fund	479,370	5,181	10,525,091	10,488,707	520,935	646,122	1,167,057
SPECIAL PURPOSE FUNDS:							
At Risk (4 Yr Old) Fund	155,840	-	440,683	440,566	155,957	495	156,452
At Risk (K-12) Fund	714,631	-	8,464,644	7,883,427	1,295,848	-	1,295,848
Bilingual Education Fund	146,986	-	453,633	446,986	153,633	-	153,633
Virtual Education Fund	243,479	-	225,000	207,498	260,981	-	260,981
Capital Outlay Fund	6,994,543	14	4,472,438	1,828,322	9,638,673	626,176	10,264,849
Food Service Fund	1,691,248	-	3,104,369	2,765,897	2,029,720	-	2,029,720
Professional Development Fund	228,835	-	113,679	106,740	235,774	1,858	237,632
Parent Education Fund	102,072	932	307,694	272,232	138,466	818	139,284
Special Education Fund	2,696,824	-	11,454,186	11,025,304	3,125,706	-	3,125,706
Career and Postsecondary Education Fund	1,680,956	-	3,112,370	3,103,094	1,690,232	42,143	1,732,375
KPERS Special Retirement Contribution Fund	-	-	5,225,853	5,225,853	-	-	-
Carl Perkins Fund	-	-	92,341	92,341	-	12,019	12,019
Carl Perkins Reserve Fund	-	-	-	6,845	(6,845)	3,471	(3,374)
Contingency Reserve Fund	1,690,141	-	-	-	1,690,141	-	1,690,141
Dayschool Depreciation Reserves Fund	18,236	-	6,000	-	24,236	-	24,236
Early Childhood Passthrough Fund	(52,113)	-	1,066,376	1,172,003	(157,740)	157,740	-
Early Education Center Depreciation Reserves Fund	68,926	-	20,000	-	88,926	-	88,926
Employee Wellness Fund	336	-	-	336	-	-	-
Head Start Childcare Food Fund	6,810	-	231,188	227,269	10,729	-	10,729
Head Start Program Fund	(122,733)	-	2,782,144	2,850,377	(190,966)	120,974	(69,992)
Hutchinson High School Daycare Fund	19,608	-	366,694	278,853	107,449	-	107,449
I.B. Program Fund	718	-	15,858	10,235	6,341	-	6,341
EEC - CACFP Fund	-	-	23,268	23,268	-	-	-
Rebate - Kids First Fund	265	-	-	265	-	-	-
Revolving Gift Fund	176,740	-	224,391	209,958	191,173	45,040	236,213
TASN Co-teaching Fund	8,891	-	9,000	1,903	15,988	-	15,988
Textbook/Student Material Revolving Fund	1,311,941	901	168,915	167,952	1,313,805	220,291	1,534,096
Elementary and Secondary School Emergency Relief II Fund	(74,345)	-	975,947	901,602	-	-	-
Elementary and Secondary School Emergency Relief III Fund	-	-	1,922,500	3,830,380	(1,907,880)	1,411,195	(496,685)
Coronavirus Relief - Broadband Grant Fund	360,016	-	-	360,016	-	-	-
Title I Fund	-	-	1,311,038	1,311,038	-	-	-
Title II-A Fund	-	-	183,640	183,640	-	-	-
Title III Fund	-	-	15,127	15,127	-	-	-
Title IV Fund	-	-	65,297	65,297	-	-	-
Gate Receipts	172,409	-	432,019	423,025	181,403	-	181,403
School Projects	253,348	-	259,827	262,862	250,313	-	250,313
BOND AND INTEREST FUND:							
Bond and Interest Fund	6,122,315	-	6,818,537	6,423,384	6,517,468	-	6,517,468
Total Reporting Entity (Excluding Agency Funds)	$ 25,099,329	$ 9,773	$ 99,477,840	$ 97,203,731	$ 27,383,211	$ 3,346,360	$ 30,729,571

COMPOSITION OF CASH:	
Board Checking	$ 22,248,189
Board Petty Cash	750
Board Timed Deposit	11,000,000
Activity Fund Checking	542,077
Activity Fund Petty Cash	3,300
Total Cash	33,794,316
Agency Funds per Schedule 3	(3,064,745)
Total Reporting Entity (Excluding Agency Funds)	$ 30,729,571

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

UNIFIED SCHOOL DISTRICT NUMBER 308

HUTCHINSON, KANSAS

NOTES TO THE FINANCIAL STATEMENT

For the Year Ended June 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

Unified School District Number 308 (the "District") is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District Number 308 (the District), a municipality.

(b) Regulatory Basis Fund Types

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

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

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

Capital Project Fund—used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

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

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

(c) 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 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) 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), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1) Preparation of budget for the succeeding calendar year on or before August 1st.

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

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

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

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality did hold a revenue neutral rate hearing this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts 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 for this year.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts 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 the Capital Projects Fund, Agency Fund, or the following Special Purpose Funds: Carl Perkins, Carl Perkins Reserve, Contingency Reserve, Dayschool Depreciation Reserves, Early Childhood Passthrough, Early Education Center Depreciation Reserves, Employee Wellness, Head Start Childcare Food, Head Start Program, Hutchinson High School Daycare, I.B. Program, EEC - CACFP, Rebate - Kids First, Revolving Gift, TASN Co-teaching, Textbook/Student Materials Revolving, Elementary and Secondary School Emergency Relief II, Elementary and Secondary School Emergency Relief III, Coronavirus Relief - Broadband Grant, Title I, Title II-A, Title III, Title IV, School Projects, and Gate Receipts.

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

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Kansas municipalities are subject to the cash-basis law as stated in Kansas Statute 10-1113. The Early Childhood Passthrough Fund, Head Start Fund, Carl Perkins Fund and Elementary and Secondary School Emergency Relief III, have a negative unencumbered cash balance at June 30, 2022 and June 30, 2023, which is allowable under Kansas Statute 12-1663. These funds will be reimbursed in the following fiscal year from federal grant programs.

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, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate 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 policies that would further limit investment choices. The rating of the District's investments is noted above.

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. At June 30, 2023, the District held 100% of their investments in Commerce Bank.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2023.

At June 30, 2023, the carrying amount of the District's deposits, including certificates of deposit, was $33,794,316 and the bank balance was $37,031,259. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, $1,000,025 was covered by federal depository insurance and $36,031,234 was collaterized with securities held by the pledging financial institutions' agents in the District's name.

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

4. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) 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.

4. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

(b) 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, 2023.

(c) Compensated Absences

District personnel are eligible for vacation and/or sick leave benefits in varying amounts depending upon the classification of the employee. Upon separation from the District, unused vacation leave and sick leave are eligible to be paid to employees according to District policy as stated in District handbooks and the negotiated agreement.

Unused vacation must be used by June 30th of the following fiscal year, or the benefit lapses. If the employee should separate from the District within that timeframe, compensation for unused vacation leave is limited to the amount earned at the beginning of that particular fiscal year. Thus, all liabilities associated with vacation compensation is due within one year of the fiscal year end.

(d) Termination Benefits

The District provides an early retirement program for certain eligible employees. Certified employees are eligible if they (a) are a full time employee of the District; (b) have ten or more years of employment with the District; (c) are not more than 65 years of age; and (d) are eligible for KPERS retirement on or before July 31st of the last active year of teaching for the District. Classified employees are eligible if they (a) have ten or more years of employment with the District; (b) are working 17.5 or more hours per week; (c) are not more than 65 years of age; and (d) are eligible for KPERS retirement on or before July 31st of the last active year of employment with the District.

Payments to retired employees under this plan were $316,510 for the year ended June 30, 2023.

5. OPERATING LEASES

The District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations and, therefore, the expenditures will be recognized when the lease payments are made. The following schedule shows the composition of total rental expenditures for all operating leases except those with terms of a month or less that were not renewed:

	Year Ending June 30,	
	2022	2023
Minimum rentals:		
Canon Financial Lease	$ 68,257	$ 68,257

Operating lease obligations for subsequent years are as follows:

	Canon Financial Lease
2024	$ 68,257

6. LONG-TERM DEBT

Changes in long-term liabilities for the District 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
General Obligation Bonds:									
2012 Refunding	3.00-3.25%	2012	$ 7,935,000	2026	$ 7,470,000	$ -	$ 1,090,000	$ 6,380,000	$ 225,119
2013 Refunding	3.00%	2013	8,920,000	2025	8,785,000	-	2,405,000	6,380,000	227,212
2015 Refunding	3.00-4.00%	2015	8,620,000	2024	6,170,000	-	1,590,000	4,580,000	207,050
2016 Refunding	4.00-4.25%	2016	8,560,000	2027	7,795,000	-	-	7,795,000	311,800
2018 Refunding	5.00%	2019	7,255,000	2027	7,255,000	-	-	7,255,000	362,750
Total General Obligation Bonds					37,475,000	-	5,085,000	32,390,000	1,333,931
Financing Leases:									
Quadient Leasing	0.00%	2022	10,832	2027	-	10,832	2,166	8,666	-
Total Contractual Indebtedness					$ 37,475,000	$ 10,832	$ 5,087,166	$ 32,398,666	$ 1,333,931

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

Debt Issue	2024	2025	2026	2027	2028	Total
Principal:						
General Obligation Bonds:						
2012 Refunding	$ 130,000	$ 135,000	$ 6,115,000	$ -	$ -	$ 6,380,000
2013 Refunding	600,000	5,780,000	-	-	-	6,380,000
2015 Refunding	4,580,000	-	-	-	-	4,580,000
2016 Refunding	-	-	-	7,795,000	-	7,795,000
2019 Refunding	-	-	-	7,255,000	-	7,255,000
Total General Obligation Bonds	5,310,000	5,915,000	6,115,000	15,050,000	-	32,390,000
Financing Leases:						
Quadient Leasing	2,167	2,167	2,167	2,165	-	8,666
Total Principal	5,312,167	5,917,167	6,117,167	15,052,165	-	32,398,666
Interest:						
General Obligation Bonds:						
2012 Refunding	209,300	204,910	101,316	-	-	515,526
2013 Refunding	182,400	86,700	-	-	-	269,100
2015 Refunding	91,600	-	-	-	-	91,600
2016 Refunding	311,800	311,800	311,800	155,900	-	1,091,300
2019 Refunding	362,750	362,750	362,750	362,750	181,375	1,632,375
Total General Obligation Bonds	1,157,850	966,160	775,866	518,650	181,375	3,599,901
Total Interest	1,157,850	966,160	775,866	518,650	181,375	3,599,901
Total Principal and Interest	$ 6,470,017	$ 6,883,327	$ 6,893,033	$ 15,570,815	$ 181,375	$ 35,998,567

7. JOINT VENTURE WITH EDUCATIONAL FACILITIES AUTHORITY OF RENO COUNTY

In 2003, the District entered into an agreement with the Hutchinson Community College to form a separate legal entity named the Educational Facilities Authority of Reno County (Authority). The purpose of the Authority is to facilitate the renovation, improvement, and acquisition of educational and athletic facilities as determined by the Authority's board of directors.

The District agreed to make annual contributions to cover an allocated portion of the annual operating costs. For this fiscal year, the District paid operating costs of $47,717 to the Authority.

8. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At Risk (4 Yr Old) Fund	K.S.A. 72-5167	$ 258,835
General Fund	At Risk (K-12) Fund	K.S.A. 72-5167	6,696,203
General Fund	Bilingual Education Fund	K.S.A. 72-5167	229,624
General Fund	Professional Development Fund	K.S.A. 72-5167	104,100
General Fund	Special Education Fund	K.S.A. 72-5167	6,747,449
General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5167	1,031,910
General Fund	Virtual Education Fund	K.S.A. 72-5167	25,000
General Fund	Employee Health Benefit Fund	K.S.A. 72-5167	300,000
General Fund	Textbook/Student Material Revolving Fund	K.S.A. 72-5167	80,000
Supplemental General Fund	At Risk (4 Yr Old) Fund	K.S.A. 72-5413	181,848
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5413	1,768,441
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5413	224,009
Supplemental General Fund	Parent Education Fund	K.S.A. 72-5413	56,500
Supplemental General Fund	Special Education Fund	K.S.A. 72-5413	2,674,751
Supplemental General Fund	Virtual Education Fund	K.S.A. 72-5413	200,000
Supplemental General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5413	1,254,000
			$ 21,832,670

9. CLAIMS AND JUDGMENTS

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

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 for these potential risks. There have been no significant reductions in insurance coverage from 2022 to 2023, and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations, the District is exposed to various claims, legal actions and complaints. It is of the opinion of the District's management and legal counsel that any current matters are not anticipated to have a material impact on the District.

10. RISK MANAGEMENT

The District has established a self-insured health care program for eligible District employees and covered dependents. The activity is reported in an internal service fund on these financial statements. The District limits its exposure through specific and aggregate stop-loss coverage. All claims handling procedures are performed by a third-party claims administrator. Reported unpaid claims, as well as incurred but not reported claims, have been accrued as a liability based upon the claims administrator's estimate. These claims are expected to be fully paid within one year of the financial statement date.

Estimated unpaid claims, June 30, 2021 (as adjusted in prior year)	$ 363,615
Claims incurred (including estimated incurred but not reported)	3,631,150
Claim payments	(3,467,066)
Estimated unpaid claims, June 30, 2022	527,699
Estimated claims incurred (including estimated incurred but not reported)	4,876,741
Claim payments	(4,930,585)
Estimated unpaid claims, June 30, 2023	$ 473,855

See note 5(a) for Other Post-employment benefit disclosures related to the self-insured health care program.

11. DEFINED BENEFIT PENSION PLAN

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates.The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1.00% 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%, respectively, for the fiscal year ended June 30, 2023.

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

11. DEFINED BENEFIT PENSION PLAN (CONT.)

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 returned 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 $5,225,853 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 $51,828,306. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

12. ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF (ESSER) FUNDING

The CARES Act also included Elementary and Secondary School Emergency Relief (ESSER) Funds for K-12 schools. The ESSER grants will provide school districts with emergency relief funds to address the impact COVID-19 has had on elementary and secondary schools. It is being allocated to the Districts in three phases, ESSER I, II, and III. The ESSER I under the Cares Act began in March 2020, the ESSER II under the CRRSA Act began in December 2020, and the ESSER III under the ARP Act began in March 2021. The District was allocated $1,031,699 for ESSER I, $3,778,947 for ESSER II, and $8,486,979 for ESSER III. As of June 30, 2023 the District spent all of ESSER I, all of ESSER II, and $3,830,380 of ESSER III.

13. SUBSEQUENT EVENTS

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

UNIFIED SCHOOL DISTRICT NUMBER 308
HUTCHINSON, KANSAS

REGULATORY–REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2023

Unified School District Number 308
Hutchinson, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended June 30, 2023

	Certified Budget	Adjustments to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
GENERAL FUNDS:						
General Fund	$ 36,329,057	$ (2,116,957)	$ 379,029	$ 34,591,129	$ 34,591,129	$ -
Supplemental General Fund	11,096,686	(607,979)	-	10,488,707	10,488,707	-
SPECIAL PURPOSE FUNDS:						
At Risk (4 Yr Old) Fund	455,840	-	-	455,840	440,566	(15,274)
At Risk (K-12) Fund	10,420,342	-	-	10,420,342	7,883,427	(2,536,915)
Bilingual Education Fund	446,986	-	-	446,986	446,986	-
Virtual Education Fund	465,979	-	-	465,979	207,498	(258,481)
Capital Outlay Fund	8,297,976	-	-	8,297,976	1,828,322	(6,469,654)
Food Service Fund	4,569,081	-	-	4,569,081	2,765,897	(1,803,184)
Professional Development Fund	473,376	-	-	473,376	106,740	(366,636)
Parent Education Program Fund	357,397	-	-	357,397	272,232	(85,165)
Special Education Fund	14,089,303	-	-	14,089,303	11,025,304	(3,063,999)
Career and Postsecondary Education Fund	3,880,640	-	-	3,880,640	3,103,094	(777,546)
KPERS Special Retirement Contribution Fund	6,056,556	-	-	6,056,556	5,225,853	(830,703)
BOND AND INTEREST FUND:						
Bond and Interest Fund	6,423,838	-	-	6,423,838	6,423,384	(454)
Total	$ 103,363,057	$ (2,724,936)	$ 379,029	$ 101,017,150	$ 84,809,139	$ (16,208,011)

Unified School District Number 308
Hutchinson, Kansas

GENERAL FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Reimbursed expenses	$ 202,605	$ 223,957	$ -	$ 223,957
State aid	28,953,030	28,946,154	30,165,831	(1,219,677)
State juvenile aid	160,004	155,072	-	155,072
Special education aid	5,200,671	5,262,910	6,160,190	(897,280)
Total Receipts	34,516,310	34,588,093	$ 36,326,021	$ (1,737,928)
Expenditures:				
Instruction	7,556,145	7,554,588	$ 7,849,303	$ (294,715)
Student support services	1,482,785	1,490,222	1,535,093	(44,871)
Instructional support services	1,085,134	1,080,659	1,220,715	(140,056)
General administration	363,396	482,958	390,515	92,443
School administration	2,324,050	2,361,293	2,374,596	(13,303)
Operations and maintenance	3,911,807	4,235,894	4,136,013	99,881
Student transportation services	646,787	482,508	687,233	(204,725)
Other support services	1,861,830	1,429,886	1,975,609	(545,723)
Outgoing Transfers -				
Transfer to Bilingual Education Fund	260,000	229,624	200,000	29,624
Transfer to Virtual Education Fund	300,000	25,000	181,874	(156,874)
Transfer to Professional Development Fund	200,000	104,100	200,000	(95,900)
Transfer to Special Education Fund	5,991,465	6,747,449	6,271,512	475,937
Transfer to Career and Postsecondary Education Fund	1,300,000	1,031,910	1,000,000	31,910
Transfer to KPERS Special Retirement Fund Contribution Fund	-	300,000	-	300,000
Transfer to Textbook/Student Material Revolving Fund	534,128	80,000	400,000	(320,000)
Transfer to At Risk (K-12) Fund	6,499,927	6,696,203	7,706,594	(1,010,391)
Transfer to At Risk (4 Yr Old) Fund	200,000	258,835	200,000	58,835
Adjustment to comply with legal max	-	-	(2,116,957)	2,116,957
Legal General Fund Budget	34,517,454	34,591,129	34,212,100	379,029
Adjustment for state juvenile aid	-	-	155,072	(155,072)
Adjustment for other reimbursed expenses	-	-	223,957	(223,957)
Total Expenditures	34,517,454	34,591,129	$ 34,591,129	$ -
Receipts Over (Under) Expenditures	(1,144)	(3,036)		
Prior year cancelled encumbrances	3,036	2,745		
Unencumbered Cash, Beginning	1,144	3,036		
Unencumbered Cash, Ending	$ 3,036	$ 2,745		

Unified School District Number 308
Hutchinson, Kansas

GENERAL FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	$ 3,200,914	$ 3,320,908	$ 3,720,264	$ (399,356)
Delinquent tax	179,170	152,532	68,546	83,986
Motor vehicle tax	410,009	393,389	376,779	16,610
Recreational vehicle tax	4,530	4,477	3,984	493
Commercial vehicle tax	16,438	18,488	13,665	4,823
In lieu of tax	15,212	17,972	15,675	2,297
Supplemental state aid	6,543,920	6,617,325	7,000,899	(383,574)
Total Receipts	10,370,193	10,525,091	$ 11,199,812	$ (674,721)
Expenditures:				
Instruction	1,974,028	2,362,548	$ 2,291,691	$ 70,857
Student support services	6,961	-	67,579	(67,579)
Instructional support services	146,782	157,641	228,284	(70,643)
General administration	8,168	8,157	10,000	(1,843)
School administration	150,806	103,534	154,514	(50,980)
Operations and maintenance	1,276,187	1,623,961	1,704,000	(80,039)
Other support services	60,417	(126,683)	67,000	(193,683)
Outgoing Transfers -				
Transfer to Bilingual Education Fund	112,830	224,009	100,000	124,009
Transfer to Parent Education Fund	50,000	56,500	50,000	6,500
Transfer to Special Education Fund	3,598,230	2,674,751	3,610,467	(935,716)
Transfer to Virtual Education Fund	162,360	200,000	100,000	100,000
Transfer to Career and Postsecondary Education Fund	500,000	1,254,000	500,000	754,000
Transfer to Textbook/Student Material Revolving Fund	285,951	-	100,000	(100,000)
Transfer to At Risk (4 Yr Old) Fund	200,000	181,848	100,000	81,848
Transfer to At Risk (K-12) Fund	1,867,661	1,768,441	2,013,151	(244,710)
Adjustment to comply with legal max	-	-	(607,979)	607,979
Total Expenditures	10,400,381	10,488,707	$ 10,488,707	$ -
Receipts Over (Under) Expenditures	(30,188)	36,384		
Prior year cancelled encumbrance	-	5,181		
Unencumbered Cash, Beginning	509,558	479,370		
Unencumbered Cash, Ending	$ 479,370	$ 520,935		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

AT RISK (4 YR OLD) 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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General Fund	$ 200,000	$ 258,835	$ 200,000	$ 58,835
Transfer from Supplemental General Fund	200,000	181,848	100,000	81,848
Total Receipts	400,000	440,683	$ 300,000	$ 140,683
Expenditures:				
Instruction	249,167	261,189	$ 290,840	$ (29,651)
Student transportation services	138,978	179,377	165,000	14,377
Total Expenditures	388,145	440,566	$ 455,840	$ (15,274)
Receipts Over (Under) Expenditures	11,855	117		
Unencumbered Cash, Beginning	143,985	155,840		
Unencumbered Cash, Ending	$ 155,840	$ 155,957		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General Fund	$ 6,499,927	$ 6,696,203	$ 7,706,594	$ (1,010,391)
Transfer from Supplemental General Fund	1,867,661	1,768,441	2,013,151	(244,710)
Total Receipts	8,367,588	8,464,644	$ 9,719,745	$ (1,255,101)
Expenditures:				
Instruction	7,992,031	7,620,290	$ 10,033,287	$ (2,412,997)
Student support services	190,456	172,289	232,938	(60,649)
School administration	133,602	90,848	154,117	(63,269)
Total Expenditures	8,316,089	7,883,427	$ 10,420,342	$ (2,536,915)
Receipts Over (Under) Expenditures	51,499	581,217		
Unencumbered Cash, Beginning	663,132	714,631		
Unencumbered Cash, Ending	$ 714,631	$ 1,295,848		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

BILINGUAL 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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General Fund	$ 260,000	$ 229,624	$ 200,000	$ 29,624
Transfer from Supplemental General Fund	112,830	224,009	100,000	124,009
Total Receipts	372,830	453,633	$ 300,000	$ 153,633
Expenditures:				
Instruction	373,584	446,986	$ 446,986	$ -
Receipts Over (Under) Expenditures	(754)	6,647		
Unencumbered Cash, Beginning	147,740	146,986		
Unencumbered Cash, Ending	$ 146,986	$ 153,633		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

VIRTUAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General Fund	$ 300,000	$ 25,000	$ 181,874	$ (156,874)
Transfer from Supplemental General Fund	162,360	200,000	100,000	100,000
Total Receipts	462,360	225,000	$ 281,874	$ (56,874)
Expenditures:				
Instruction	209,623	192,663	$ 277,451	$ (84,788)
School Administration	9,258	14,835	188,528	(173,693)
Total Expenditures	218,881	207,498	$ 465,979	$ (258,481)
Receipts Over (Under) Expenditures	243,479	17,502		
Unencumbered Cash, Beginning	-	243,479		
Unencumbered Cash, Ending	$ 243,479	$ 260,981		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	$ 1,232,155	$ 1,742,952	$ 1,712,491	$ 30,461
Delinquent tax	63,773	57,645	26,365	31,280
Motor vehicle tax	149,141	151,776	146,119	5,657
Recreational vehicle tax	1,655	1,727	1,545	182
Commercial vehicle tax	6,273	7,090	5,299	1,791
In lieu tax	3,546	5,487	6,079	(592)
Miscellaneous reimbursement	949,972	626,245	200,000	426,245
Interest on idle funds	24,089	712,658	20,000	692,658
Capital outlay state aid	765,838	1,166,858	1,181,853	(14,995)
Total Receipts	3,196,442	4,472,438	$ 3,299,751	$ 1,172,687
Expenditures:				
Instruction	80,033	83,540	$ 615,485	$ (531,945)
Student support services	-	-	250,000	(250,000)
Instructional support services	6,500	6,043	153,000	(146,957)
Operations and maintenance	211,610	220,531	1,420,000	(1,199,469)
Student transportation services	-	-	500,000	(500,000)
Other support services	32,060	182,175	713,000	(530,825)
Land	-	-	550,000	(550,000)
Site improvement	82,221	118,505	220,000	(101,495)
Architect fees	943	1,235	300,000	(298,765)
Building	874,723	238,705	2,000,000	(1,761,295)
Repair/Remodel	270,422	265,064	1,000,000	(734,936)
Construction	229,785	712,524	576,491	136,033
Total Expenditures	1,788,297	1,828,322	$ 8,297,976	$ (6,469,654)
Receipts Over (Under) Expenditures	1,408,145	2,644,116		
Prior year cancelled encumbrance	1,534	14		
Unencumbered Cash, Beginning	5,584,864	6,994,543		
Unencumbered Cash, Ending	$ 6,994,543	$ 9,638,673		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Interest on idle funds	$ 1,017	$ 60,365	$ -	$ 60,365
Student sales	33,400	381,428	383,515	(2,087)
Adult sales	14,588	21,272	162,750	(141,478)
Ala carte meals	7,641	7,386	-	7,386
Miscellaneous revenue	36,395	285,324	-	285,324
Reimbursed expenses	850	900	-	900
Food service state aid	22,231	21,624	19,080	2,544
Federal aid	3,334,084	2,326,070	2,312,888	13,182
Total Receipts	3,450,206	3,104,369	$ 2,878,233	$ 226,136
Expenditures:				
Operations and maintenance	96,030	71,255	$ 211,980	$ (140,725)
Food service operation	2,675,883	2,694,642	4,357,101	(1,662,459)
Total Expenditures	2,771,913	2,765,897	$ 4,569,081	$ (1,803,184)
Receipts Over (Under) Expenditures	678,293	338,472		
Prior year cancelled encumbrance	400	-		
Unencumbered Cash, Beginning	1,012,555	1,691,248		
Unencumbered Cash, Ending	$ 1,691,248	$ 2,029,720		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State sources	$ -	$ 9,579	$ 45,000	$ (35,421)
Transfer from General Fund	200,000	104,100	200,000	(95,900)
Total Receipts	200,000	113,679	$ 245,000	$ (131,321)
Expenditures:				
Instruction	35,433	17,099	$ -	$ 17,099
Instructional support staff	125,100	89,641	473,376	(383,735)
Total Expenditures	160,533	106,740	$ 473,376	$ (366,636)
Receipts Over (Under) Expenditures	39,467	6,939		
Prior year cancelled encumbrance	458	-		
Unencumbered Cash, Beginning	188,910	228,835		
Unencumbered Cash, Ending	$ 228,835	$ 235,774		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

PARENT 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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Miscellaneous revenue	$ 36,494	$ 34,451	$ 25,000	$ 9,451
Reimbursed expenses	36,574	35,422	-	35,422
State aid	181,930	181,321	181,930	(609)
Transfer from Supplemental General Fund	50,000	56,500	50,000	6,500
Total Receipts	304,998	307,694	$ 256,930	$ 50,764
Expenditures:				
Student support services	275,920	259,905	$ 348,897	$ (88,992)
Instructional support services	-	6,772	8,500	(1,728)
Other Support Services	-	5,555	-	5,555
Total Expenditures	275,920	272,232	$ 357,397	$ (85,165)
Receipts Over (Under) Expenditures	29,078	35,462		
Prior year cancelled encumbrance	1,605	932		
Unencumbered Cash, Beginning	71,389	102,072		
Unencumbered Cash, Ending	$ 102,072	$ 138,466		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Federal aid	$ 1,299,045	$ 1,534,840	$ 1,360,500	$ 174,340
Medicaid aid	474,635	336,397	150,000	186,397
Other federal aid	-	160,749	-	160,749
Transfer from General Fund	5,991,465	6,747,449	6,271,512	475,937
Transfer from Supplemental General Fund	3,598,230	2,674,751	3,610,467	(935,716)
Total Receipts	11,363,375	11,454,186	$ 11,392,479	$ 61,707
Expenditures:				
Instruction	7,642,633	7,423,320	$ 9,572,212	$ (2,148,892)
Student support services	2,093,618	2,086,748	2,596,731	(509,983)
Instructional support services	108,180	98,627	160,630	(62,003)
General administration	409,005	451,993	464,230	(12,237)
Central services	-	-	15,000	(15,000)
Student transportation services	965,918	964,476	1,275,500	(311,024)
Operations and maintenance	-	-	5,000	(5,000)
Other support services	5,100	140	-	140
Total Expenditures	11,224,454	11,025,304	$ 14,089,303	$ (3,063,999)
Receipts Over (Under) Expenditures	138,921	428,882		
Prior year cancelled encumbrance	89	-		
Unencumbered Cash, Beginning	2,557,814	2,696,824		
Unencumbered Cash, Ending	$ 2,696,824	$ 3,125,706		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Tuition	$ 859,246	$ 826,460	$ 700,000	$ 126,460
Reimbursed expenses	358,576	-	-	-
Transfer from General Fund	1,300,000	1,031,910	1,000,000	31,910
Transfer from Supplemental General Fund	500,000	1,254,000	500,000	754,000
Total Receipts	3,017,822	3,112,370	$ 2,200,000	$ 912,370
Expenditures:				
Instruction	2,731,836	2,698,841	$ 3,167,035	$ (468,194)
Instructional support services	41,947	85,117	140,000	(54,883)
School administration	205,820	212,186	227,897	(15,711)
Operations and maintenance	109,452	106,950	270,000	(163,050)
Student transportation services	-	-	75,708	(75,708)
Total Expenditures	3,089,055	3,103,094	$ 3,880,640	$ (777,546)
Receipts Over (Under) Expenditures	(71,233)	9,276		
Prior year cancelled encumbrance	296	-		
Unencumbered Cash, Beginning	1,751,893	1,680,956		
Unencumbered Cash, Ending	$ 1,680,956	$ 1,690,232		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State aid	$ 5,266,570	$ 5,225,853	$ 6,056,556	$ (830,703)
Expenditures:				
Employee Benefits -				
Instruction	3,739,265	3,710,356	$ 4,300,155	$ (589,799)
Student support services	421,326	418,068	484,524	(66,456)
Instruction support staff	105,331	104,517	121,131	(16,614)
General administration	52,666	52,259	60,566	(8,307)
School administration	368,660	365,810	423,959	(58,149)
Operations and maintenance	368,660	365,810	423,959	(58,149)
Other support services	210,662	209,033	242,262	(33,229)
Total Expenditures	5,266,570	5,225,853	$ 6,056,556	$ (830,703)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

CARL PERKINS 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 95,346	$ 92,341
Expenditures:		
Instruction	90,579	87,724
Instructional support services	-	4,617
Other support services	4,767	-
Total Expenditures	95,346	92,341
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

CARL PERKINS 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ -	$ -
Expenditures:		
Instruction	-	6,845
Receipts Over (Under) Expenditures	-	(6,845)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ (6,845)

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

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)

	2022 Actual	2023 Actual
Receipts:		
Transfer from General	$ -	$ -
Expenditures:		
Operations and maintenance	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	1,614,106	1,690,141
Prior year cancelled encumbrances	76,035	-
Unencumbered Cash, Ending	$ 1,690,141	$ 1,690,141

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

DAYSCHOOL DEPRECIATION RESERVES 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)

	2022 Actual	2023 Actual
Receipts:		
Miscellaneous revenue	$ 6,000	$ 6,000
Expenditures:		
Operations and maintenance	-	-
Receipts Over (Under) Expenditures	6,000	6,000
Unencumbered Cash, Beginning	12,236	18,236
Unencumbered Cash, Ending	$ 18,236	$ 24,236

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

EARLY CHILDHOOD PASSTHROUGH 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 1,193,645	$ 1,066,376
Expenditures:		
Instruction	223,384	170,593
Student support services	559,799	536,088
Instructional support services	322,598	419,296
Operations and maintenance	45,281	43,143
Other support services	1,805	2,883
Total Expenditures	1,152,867	1,172,003
Receipts Over (Under) Expenditures	40,778	(105,627)
Unencumbered Cash (Deficit), Beginning	(92,891)	(52,113)
Unencumbered Cash (Deficit), Ending	$ (52,113)	$ (157,740)

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

EARLY EDUCATION CENTER DEPRECIATION RESERVES 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)

	2022 Actual	2023 Actual
Receipts:		
Miscellaneous revenue	$ 20,000	$ 20,000
Expenditures:		
Instructional support services	-	-
Receipts Over (Under) Expenditures	20,000	20,000
Unencumbered Cash (Deficit), Beginning	48,926	68,926
Unencumbered Cash (Deficit), Ending	$ 68,926	$ 88,926

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

EMPLOYEE WELLNESS 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)

	2022 Actual	2023 Actual
Receipts:		
Miscellaneous revenue	$ -	$ -
Expenditures:		
Community service	-	336
Receipts Over (Under) Expenditures	-	(336)
Unencumbered Cash, Beginning	336	336
Unencumbered Cash, Ending	$ 336	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

HEAD START CHILDCARE FOOD 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 2,068	$ 231,188
Expenditures:		
Other support services	20,106	227,269
Receipts Over (Under) Expenditures	(18,038)	3,919
Unencumbered Cash, Beginning	24,848	6,810
Unencumbered Cash, Ending	$ 6,810	$ 10,729

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

HEAD START PROGRAM 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 2,550,239	$ 2,782,144
Expenditures:		
Instruction	1,881,763	1,981,243
Student support services	135,464	145,858
Instructional support services	274,246	272,540
Operations and maintenance	60,227	68,673
Student transportation services	61,066	255,152
Other support services	8,246	3,677
Food service operation	62,856	123,234
Total Expenditures	2,483,868	2,850,377
Receipts Over (Under) Expenditures	66,371	(68,233)
Unencumbered Cash (Deficit), Beginning	(189,104)	(122,733)
Unencumbered Cash (Deficit), Ending	$ (122,733)	$ (190,966)

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

HUTCHINSON HIGH SCHOOL DAY CARE 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)

	2022 Actual	2023 Actual
Receipts:		
Fees	$ 192,095	$ 197,482
Gifts and grants	69,000	141,967
Federal aid	-	27,245
Total Receipts	261,095	366,694
Expenditures:		
Food service operations	-	29,362
Community service	251,511	249,491
Total Expenditures	251,511	278,853
Receipts Over (Under) Expenditures	9,584	87,841
Unencumbered Cash, Beginning	10,024	19,608
Unencumbered Cash, Ending	$ 19,608	$ 107,449

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

I.B. PROGRAM 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)

	2022 Actual	2023 Actual
Receipts:		
Gifts and grants	$ 1,489	$ 11,858
Donations	4,231	4,000
Total Receipts	5,720	15,858
Expenditures:		
Instruction	9,828	10,235
Receipts Over (Under) Expenditures	(4,108)	5,623
Unencumbered Cash, Beginning	4,826	718
Unencumbered Cash, Ending	$ 718	$ 6,341

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

PAT-KPP 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)

	2022 Actual	2023 Actual
Receipts:		
Federal grants	$ 60,000	$ -
Expenditures:		
Student support services	60,000	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

EEC - CACFP 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 20,932	$ 23,268
Expenditures:		
Other support services	20,932	23,268
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

REBATE - KIDS FIRST 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)

	2022 Actual	2023 Actual
Receipts:		
Interest on idle funds	$ -	$ -
Expenditures:		
Architect fees	2,600	265
Receipts Over (Under) Expenditures	(2,600)	(265)
Unencumbered Cash, Beginning	2,865	265
Unencumbered Cash, Ending	$ 265	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

REVOLVING GIFT 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)

	2022 Actual	2023 Actual
Receipts:		
Gifts and grants	$ 391,584	$ 123,550
Federal aid	21,447	-
Donations	36,171	28,335
Pre-K aid	60,000	72,506
Total Receipts	509,202	224,391
Expenditures:		
Instruction	438,208	132,337
Student support services	60,000	-
Instructional support services	4,045	9
Security services	738	73,541
Other support services	6,179	4,071
Community service	2,757	-
Total Expenditures	511,927	209,958
Receipts Over (Under) Expenditures	(2,725)	14,433
Unencumbered Cash, Beginning	179,465	176,740
Unencumbered Cash, Ending	$ 176,740	$ 191,173

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

TASN CO-TEACHING 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)

	2022 Actual	2023 Actual
Receipts:		
Reimbursed expenses	$ 4,500	$ 9,000
Expenditures:		
Instructional support services	3,181	1,903
Receipts Over (Under) Expenditures	1,319	7,097
Unencumbered Cash, Beginning	7,572	8,891
Unencumbered Cash, Ending	$ 8,891	$ 15,988

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

TEXTBOOK/STUDENT MATERIAL REVOLVING 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)

	2022 Actual	2023 Actual
Receipts:		
Fees	$ 87,793	$ 88,915
Transfer from General Fund	534,128	80,000
Transfer from Supplemental General	285,951	-
Total Receipts	907,872	168,915
Expenditures:		
Instruction	1,017,155	165,077
Instructional support services	2,467	2,875
Total Expenditures	1,019,622	167,952
Receipts Over (Under) Expenditures	(111,750)	963
Prior year cancelled encumbrances	668	901
Unencumbered Cash, Beginning	1,423,023	1,311,941
Unencumbered Cash, Ending	$ 1,311,941	$ 1,313,805

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF II 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 2,803,000	$ 975,947
Expenditures:		
Instruction	2,498,360	875,687
Instruction support staff	163	-
Student support services	81,246	25,915
School administration	36,778	-
Total Expenditures	2,616,547	901,602
Receipts Over (Under) Expenditures	186,453	74,345
Unencumbered Cash, Beginning	(260,798)	(74,345)
Unencumbered Cash (Deficit), Ending	$ (74,345)	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF II 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ -	$ 1,922,500
Expenditures:		
Instruction	-	2,039,262
Instruction support staff	-	156,032
Student support services	-	36,100
Operations and maintenance	-	1,041,893
Architectural & engineering services	-	557,093
Total Expenditures	-	3,830,380
Receipts Over (Under) Expenditures	-	(1,907,880)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash (Deficit), Ending	$ -	$ (1,907,880)

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

CORONAVIRUS RELIEF - BROADBAND 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ -	$ -
Expenditures:		
Instruction	19,537	360,016
Receipts Over (Under) Expenditures	(19,537)	(360,016)
Unencumbered Cash, Beginning	379,553	360,016
Unencumbered Cash, Ending	$ 360,016	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

TITLE I 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)

	2022 Actual	2023 Actual
Receipts:		
Federal grant	$ 1,236,601	$ 1,311,038
Expenditures:		
Instruction	1,189,751	1,210,588
Student support services	7,166	59,923
Instructional support services	22,342	6,780
General administration	10,705	-
Other support services	6,637	22,553
Operations and maintenance	-	11,194
Total Expenditures	1,236,601	1,311,038
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

TITLE II-A 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)

	2022 Actual	2023 Actual
Receipts:		
Federal aid	$ 184,674	$ 183,640
Expenditures:		
Instruction	161,444	181,965
Instructional support services	23,230	1,675
Total Expenditures	184,674	183,640
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

TITLE III 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)

	2022 Actual	2023 Actual
Receipts:		
Federal grant	$ 15,157	$ 15,127
Expenditures:		
Instruction	15,157	15,127
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

SPECIAL PURPOSE FUND

TITLE IV 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)

	2022 Actual	2023 Actual
Receipts:		
Federal grant	$ 63,456	$ 65,297
Expenditures:		
Instruction	59,649	64,297
Instructional support services	3,807	1,000
Total Expenditures	63,456	65,297
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

Unified School District Number 308
Hutchinson, Kansas

BOND AND INTEREST FUND

BOND AND INTEREST FUND

SCHEDULE OF CASH 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)

		2023		
	2022 Actual	Actual	2023 Budget	Variance 2023 (Under)
Receipts:				
Taxes and Shared Revenue -				
Ad valorem property	$ 2,488,527	$ 2,302,788	$ 2,249,260	$ 53,528
Delinquent tax	152,809	122,647	53,213	69,434
Motor vehicle tax	349,742	315,787	302,343	13,444
Recreational vehicle tax	3,853	3,593	3,196	397
Commercial vehicle tax	13,555	14,482	10,966	3,516
In lieu tax	11,809	12,348	12,578	(230)
State aid	6,292,446	4,046,892	4,046,892	-
Total Receipts	9,312,741	6,818,537	$ 6,678,448	$ 140,089
Expenditures:				
Interest	1,565,595	-	$ 1,338,838	$ (1,338,838)
Principal	9,160,000	6,423,384	5,085,000	1,338,384
Total Expenditures	10,725,595	6,423,384	$ 6,423,838	$ (454)
Receipts Over (Under) Expenditures	(1,412,854)	395,153		
Unencumbered Cash, Beginning	7,535,169	6,122,315		
Unencumbered Cash, Ending	$ 6,122,315	$ 6,517,468		

Unified School District Number 308
Hutchinson, Kansas

AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organizations:				
Graber Elementary -				
Super Sixth	$ 379	$ 261	$ 608	$ 32
McCandless Elementary -				
Student Council	1,515	-	-	1,515
HMS 7 -				
Agenda Planning	328	-	100	228
Drill Team	82	869	871	80
Music Festival	-	629	625	4
Project Reach Books	1,584	-	-	1,584
Physical Education	21	-	-	21
Student Council	1,483	2,083	1,468	2,098
Textbook Fees	-	705	705	-
Vocal	1,096	42	836	302
Volleyball	2	-	-	2
Wrestling	17	-	-	17
HMS 8 -				
Stuco	2,849	8,506	5,825	5,530
School Community	160	-	-	160
High School -				
3D Cement Sculpture	183	-	-	183
Christians on Campus	328	618	832	114
Senior Class	1,235	7,271	6,290	2,216
Junior Class	492	2,506	2,501	497
Sophomore Class	210	555	497	268
Freshman Class	-	268	268	-
GSA	305	716	91	930
Hispanics In Progress	39	-	-	39
Key Club	1,165	-	-	1,165
Music Department Sale	-	6,788	5,923	865
Orchestra	2,640	3,800	3,581	2,859
Bowling	-	2,000	-	2,000
Computer	-	750	750	-
Pads for Pupils	1,493	155	645	1,003
Poetry	140	-	-	140
Sign Language	972	484	658	798
Spanish Club	99	-	-	99
Student Council	4,778	6,774	4,088	7,464
Tri-M Music Honor Society	159	-	-	159
Vocal	4,561	2,284	1,682	5,163

Unified School District Number 308
Hutchinson, Kansas

AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organizations (cont.):				
CTEA -				
Agriculture	$ -	$ 18,765	$ 10,802	$ 7,963
Auto Body Club	8,066	12,035	10,428	9,673
Auto Mechanics Club	1,256	24,075	22,995	2,336
BPA Football Concessions	9,895	1,246	11,141	-
Broadcasting Club	2,067	-	-	2,067
Business Professionals Club	2,406	40,165	37,571	5,000
Building Trade VICA Club	2,835	295	1,219	1,911
Commercial	-	2,850	2,850	-
FCCLA Club	9,647	3,904	3,213	10,338
Health Occupations Students	10	-	-	10
Machine Shop Club	1,848	42	217	1,673
Other Skills Club	51	250	249	52
Skills Medical Science	361	-	15	346
DECA Enterprises	31,591	103,629	121,184	14,036
Salt Hawk Engineering	2,232	-	-	2,232
Salt Hawk Store	9,070	65,890	61,715	13,245
Wood Working	-	4,098	4,098	-
Teens as Parents	170	-	-	170
Welding Club	298	4,181	2,787	1,692
Total Student Organization Funds	110,118	329,489	329,328	110,279
Sales Tax Funds:				
Allen Elementary	18	14	18	14
Graber Elementary	10	34	18	26
Lincoln Elementary	8	1	9	-
Morgan Elementary	-	16	16	-
Wiley Elementary	365	357	601	121
HMS 7	-	2,858	2,858	-
HMS 8	-	1,042	985	57
High School	30	19,516	19,535	11
CTEA	149	3,112	3,210	51
Total Sales Tax Funds	580	26,950	27,250	280
Other Agency Funds:				
Health Care Reserve Fund	3,660,646	6,002,050	6,708,510	2,954,186
Total Other Agency Funds	3,660,646	6,002,050	6,708,510	2,954,186
Total Agency Funds	$ 3,771,344	$ 6,358,489	$ 7,065,088	$ 3,064,745

Unified School District Number 308
Hutchinson, Kansas

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:						
Athletics - High School -						
Athletic Administration	$ 73,243	$ 174,347	$ 192,344	$ 55,246	$ -	$ 55,246
Football	10,779	46,098	40,338	16,539	-	16,539
Cross County	2,521	3,175	3,319	2,377	-	2,377
Girls Tennis	32	1,641	592	1,081	-	1,081
Volleyball	4,868	10,061	6,018	8,911	-	8,911
Girls Golf	4,755	1,500	104	6,151	-	6,151
Boys Soccer	300	11,019	4,449	6,870	-	6,870
Boys Basketball	8,292	22,351	26,887	3,756	-	3,756
Girls Basketball	8,783	18,789	16,196	11,376	-	11,376
Wrestling	9,602	33,874	23,146	20,330	-	20,330
Boys Swimming	711	3,767	2,737	1,741	-	1,741
Girls Swimming	1,146	5,112	3,949	2,309	-	2,309
Track	5,647	14,523	13,959	6,211	-	6,211
Boys Tennis	166	1,619	833	952	-	952
Boys Golf	5,973	2,723	1,127	7,569	-	7,569
Baseball	10,576	11,243	17,681	4,138	-	4,138
Softball	683	7,103	4,454	3,332	-	3,332
Girls Soccer	2,449	9,699	6,478	5,670	-	5,670
Bowling	1,260	1,034	595	1,699	-	1,699
Drill Team	9,783	12,544	14,501	7,826	-	7,826
Cheerleaders	10,840	39,797	43,318	7,319	-	7,319
Total Gate Receipts	172,409	432,019	423,025	181,403	-	181,403
School Projects:						
Allen Elementary -						
Student Enrichment	3,562	1,000	956	3,606	-	3,606
Pictures	8,878	1,188	903	9,163	-	9,163
Library	1,695	2,706	2,452	1,949	-	1,949
Faris Elementary -						
Student Enrichment	6,511	1,489	2,848	5,152	-	5,152
Library	87	78	78	87	-	87
Graber Elementary -						
Graber Community	31	-	-	31	-	31
Library	1,425	1,145	927	1,643	-	1,643
Outdoor Classroom	25	-	-	25	-	25
Student Enrichment	38	-	38	-	-	-
Lincoln Elementary -						
Textbook Fees	-	160	160	-	-	-
Student Enrichment	5,842	5,177	11,015	4	-	4
Library Book Fair	1	1,865	1,865	1	-	1
Robert Glover	393	-	393	-	-	-
McCandless Elementary -						
Library Club	-	2,538	2,538	-	-	-
Picture Money	4,365	533	-	4,898	-	4,898
Paper/Pencil	74	-	-	74	-	74
Student Enrichment	2,215	6,540	1,133	7,622	-	7,622
School uniforms	6,668	5,494	12,162	-	-	-

Unified School District Number 308
Hutchinson, Kansas

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (cont.):						
Morgan Elementary -						
Student Enrichment	$ 23,605	$ 2,189	$ 2,030	$ 23,764	$ -	$ 23,764
Library	-	191	191	-	-	-
Textbook Fees	-	2,070	2,070	-	-	-
Outdoor Classroom	22,376	53	1,432	20,997	-	20,997
Pencil/Paper	2,623	-	-	2,623	-	2,623
Wiley Elementary -						
Library	-	83	83	-	-	-
Computer	-	58	58	-	-	-
Paper/Pencils	197	-	-	197	-	197
Student Enrichment	9,788	7,774	8,076	9,486	-	9,486
Sweet Treats	2,114	3,278	3,595	1,797	-	1,797
HMS 7 -						
Athletic Fund Raisers	15,083	36,508	27,750	23,841	-	23,841
Student Enrichment	17,001	9,758	18,298	8,461	-	8,461
Student Interact	38	90	128	-	-	-
Yearbook	1,263	4,123	4,644	742	-	742
HMS 8 -						
Advisor Base	15	20	20	15	-	15
Aerobics	72	-	-	72	-	72
OCR Club	578	-	-	578	-	578
Band	17	-	-	17	-	17
Pencil Paper Store	218	-	-	218	-	218
Cheerleaders	448	9,728	6,364	3,812	-	3,812
Vocal	60	-	-	60	-	60
Drama Theater	1	-	-	1	-	1
Drill Team	77	1,224	391	910	-	910
Student Enrichment	12,660	12,983	18,248	7,395	-	7,395
Crime Stoppers	100	-	-	100	-	100
Library Fund	264	7	7	264	-	264
Weights	2,157	-	-	2,157	-	2,157
Orchestra	449	50	-	499	-	499
Computer	-	525	525	-	-	-
Textbook Fees	-	550	550	-	-	-
Concessions	579	250	80	749	-	749
Sport Events	-	1,597	1,380	217	-	217
Sro	106	-	-	106	-	106
Therapy Dog	-	224	224	-	-	-
Success Class	44	-	-	44	-	44
Yearbook	-	2,626	2,626	-	-	-
High School -						
Yearbook	19,689	9,666	6,709	22,646	-	22,646
Art	-	-	-	-	-	-
Bird Feeder	7,331	8,661	9,005	6,987	-	6,987
Pep Club	2,527	1,700	1,282	2,945	-	2,945
Crime Stoppers	332	-	-	332	-	332
Debate Nationals	4,486	11,289	9,067	6,708	-	6,708
Drama	2,632	11,363	9,717	4,278	-	4,278
Earth Science Club	15	-	-	15	-	15
H-Club	6	-	-	6	-	6
Student Enrichment	10,373	577	2,483	8,467	-	8,467
IB Community Service Fundraiser	749	2,432	2,450	731	-	731
I.D. Replacement	1,080	114	204	990	-	990
Gifted Club	39	-	-	39	-	39

Unified School District Number 308
Hutchinson, Kansas

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (cont.):						
High School (cont.)-						
Memorials	$ 75	$ -	$ -	$ 75	$ -	$ 75
Band	18,534	4,191	7,135	15,590	-	15,590
Musical	1,571	8,789	9,618	742	-	742
National Art Honor Society	274	-	210	64	-	64
National Honor Society	2,271	833	1,463	1,641	-	1,641
News Hawk Paper	4,437	493	990	3,940	-	3,940
Nurses	21	-	-	21	-	21
Other Health Impaired	23	-	-	23	-	23
Past class dues	2,774	2,689	2,265	3,198	-	3,198
Prior Year Fees	-	80	80	-	-	-
Concessions	7	58,078	49,837	8,248	-	8,248
Salt Shakers	-			-	-	-
Scholars Bowl	380	900	255	1,025	-	1,025
Senior Leaders	2,721	2,028	2,336	2,413	-	2,413
Textbook Fees	-	3,717	3,717	-	-	-
Sports Events	500	-	-	500	-	500
Student Interact	413	-	-	413	-	413
Lin Student Enrichment	1,470	2,538	2,626	1,382	-	1,382
Test Fees	965	720	702	983	-	983
CTEA -						
Student Enrichment	13,910	3,097	4,473	12,534	-	12,534
Total School Projects	253,348	259,827	262,862	250,313	-	250,313
Total District Activity Funds	$ 425,757	$ 691,846	$ 685,887	$ 431,716	$ -	$ 431,716

SINGLE AUDIT SECTION

LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
www.loyd-group.com

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

Board of Education
Unified School District 308
Hutchinson, KS 67501

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, and the Kansas Municipal Audit and Accounting Guide, the financial statement of Unified School District Number 308, Kansas, (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 October 9, 2023.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
October 9, 2023

LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
www.loyd-group.com

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

Board of Education
Unified School District 308
Hutchinson, Kansas 67501

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Unified School District Number 308'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 the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the *Kansas Municipal Audit and Accounting Guide;* 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.

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

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
October 9, 2023

Unified School District Number 308
Hutchinson, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program Title	Federal Assistance Listing	Grant Number	Disbursements/ Expenditures
U.S. Department of Education			
Passed Through State Department of Education			
Special Education Cluster (IDEA)			
Special Education - IDEA Part B - Discretionary	84.027	DO308	$ 42,846
Special Education - VIB - Part B	84.027	DO308	1,142,127
Special Education - IDEA Preschool	84.173	DO308	67,197
Total Special Education Cluster (IDEA)			1,252,170
COVID-19 Elementary and Secondary School Emergency Relief II Fund	84.425D	DO308	1,062,349
COVID-19 Elementary and Secondary School Emergency Relief III Fund	84.425U	DO308	3,830,380
Education of Homeless Children & Youth	84.425W	DO308	12,525
Title I Part A Basic Grants to LEAs	84.010	DO308	1,184,464
Title I - Delinquent	84.010	DO308	126,574
English Language Acquisition, State Formula Grant Program	84.365	DO308	15,127
Supporting Effective Instruction	84.367	DO308	183,640
Student Support And Academic Enrichment	84.424	DO308	65,297
Career and Technical Education - Carl Perkins Vocational Education	84.048	FY22D0308	99,186
TOTAL U.S. DEPARTMENT OF EDUCATION			7,831,712
U.S. Department of Health and Human Services			
Head Start	93.600	07CH010971-03-01	4,022,379
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			4,022,379
U.S. Department of Agriculture			
Passed Through State Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	DO308	430,221
National School Lunch Program	10.555	DO308	1,756,056
Summer Food Service Program for Children	10.559	DO308	133,644
Total Child Nutrition Cluster			2,319,921
Child and Adult Care Food Program	10.558	DO308	508,970
Fresh Fruit and Vegetable	10.582	DO308	103,708
TOTAL U.S. DEPARTMENT OF AGRICULTURE			2,932,599
U.S. Department of the Treasury			
Passed Through State Department of Commerce			
Coronavirus Relief - Broadband	21.019	DO308	360,016
TOTAL U.S. DEPARTMENT OF THE TREASURY			360,016
TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS			$ 15,146,706

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Unified School District Number 308, Hutchinson Kansas (the District), under programs of the federal government for the year ended June 30, 2023. The information in the Schedule is presented in accordance with the 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District. The Schedule is presented using a regulatory basis of accounting prescribed by the Kansas Municipal Audit and Accounting Guide (as described in Note 1 to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

Note 2 - Summary of Significant Accounting Policies

(1) Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(2) The District has not elected to use the 10 percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

Note 3 - Funds Expended

Funds where Federal expenditures were receipted and expended:

Food Service Fund	$	2,326,070
Head Start Childcare Food Fund		231,188
Carl Perkins Fund		92,341
Carl Perkins Reserve Fund		6,845
Head Start Program Fund		2,850,376
Early Childhood Passthrough Fund		1,172,003
Hutchinson High School Day Care Fund		27,245
Title I Fund		1,311,038
Title IIA Fund		183,640
Title III Fund		15,127
Title IV Fund		65,297
Elementary and Secondary School Emergency Relief II Fund		901,602
Elementary and Secondary School Emergency Relief III Fund		3,830,380
Coronavirus Relief - Broadband Fund		360,016
Early Education Center - CACFP Fund		23,268
Revolving Gift Fund		103,708
Special Education Fund		1,646,562
Total	$	15,146,706

Unified School District Number 308
Hutchinson, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

Section 1 – Summary of Auditor's Results

Financial Statements

1. Type of auditor's opinion issued on whether the financial statements audited were prepared in accordance with GAAP:	Adverse
2. Internal control over financial reporting:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified?	None Reported
3. Noncompliance material to the financial statements noted?	No

Federal Awards

1. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified?	None Reported
2. Type of auditor's report issued on compliance for major programs:	Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	No

4. Identification of major programs:

Name of Federal Program or Cluster	CFDA Number
Title I – Grants to Local Education Agencies	84.010
Special Education Cluster (IDEA):	
Special Education – Grants to States	84.027
Special Education – Preschool Grants	84.173
Elementary and Secondary School Emergency Relief	84.425D

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

Section 2 – Findings – Financial Statement Audit

There were no reportable findings.

Section 3 – Findings and Questioned Costs – Major Federal Award Programs

U.S. DEPARTMENT OF AGRICULTURE

Title I – Grants for Local Education Agencies CFDA Number 84.010

There were no reportable findings.

U.S. DEPARTMENT OF EDUCATION

Special Education Cluster – CFDA 84.027 and 84.173

There were no reportable findings.

U.S. DEPARTMENT OF EDUCATION

Elementary and Secondary School Emergency Relief – CFDA 84.425D

There were no reportable findings.