UNIFIED SCHOOL DISTRICT NO. 464

Tonganoxie, Kansas

Financial Statements

For the Year Ended June 30, 2024

This page intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 464
Financial Statements
For the Year Ended June 30, 2024

Table of Contents

	Page Number
INTRODUCTORY SECTION	
Table of Contents	i - ii
FINANCIAL SECTION	
Independent Auditor's Report	1 - 3
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statements	5 - 11
REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE 1 Summary of Expenditures - Actual and Budget	12
SCHEDULE 2 Schedule of Receipts and Expenditures - Actual and Budget or Actual Only	
General Fund	13
Supplemental General Fund	14
At Risk (4 Year Old) Fund	15
At Risk (K-12) Fund	16
Bilingual Education Fund	17
Virtual Education Fund	18
Capital Outlay Fund	19
Driver Training Fund	20
Food Service Fund	21
Parent Education Fund	22
Professional Development Fund	23
Special Education Fund	24
Career and Postsecondary Education Fund	25
KPERS Special Retirement Contribution Fund	26
Gifts and Grants Fund	27
Recreation Commission Fund	28
Recreation Commission Benefits/Liability Fund	29
Textbook Rental Fund	30
Contingency Reserve Fund	31
Federal Grants Fund	32 - 33
Bond and Interest Fund	34
Capital Projects Funds	35

UNIFIED SCHOOL DISTRICT NO. 464
Financial Statements
For the Year Ended June 30, 2024

Table of Contents
(Continued)

	Page Number
SCHEDULE 3	
Summary of Receipts and Disbursements Agency Funds	36 - 37
SCHEDULE 4	
Schedule of Receipts, Expenditures and Unencumbered Cash District Activity Funds	38
GOVERNMENTAL AUDIT SECTION	
Schedule of Expenditures of Federal Awards	39
Notes to the Schedule of Expenditures of Federal Awards	40
Schedule of Findings and Questioned Costs	41 - 43
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*	44 - 45
Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; And Report on the Schedule of Expenditures Of Federal Awards Required by the Uniform Guidance	46 - 47

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 464
Tonganoxie, Kansas

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 464, Tonganoxie, Kansas (the District), as of and for the year ended June 30, 2024 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, 2024, 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, 2024, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statement
Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 expenditures-agency funds and the schedule of regulatory basis receipts and expenditures-district activity funds (Schedules 1, 2, 3 and 4) as listed in the table of contents are presented for 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*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) *Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated March 28, 2025, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Other Matters

Other Matter

The 2023 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2024 (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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2023 (not presented herein), and have issued our report thereon dated December 30, 2024, which contained an unmodified opinion on the basic financial statement. The 2023 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/. The 2023 actual column (2023 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2024 (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 2023 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 2023 basic financial statement. The 2023 comparative information was subjected to the auditing procedures applies in the audit of the 2023 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 2023 basic financial statement or to the 2023 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 2023 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2023, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

March 28, 2025

UNIFIED SCHOOL DISTRICT NO. 464
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ -	$ -	$ 14,409,285	$ 14,409,285	$ -	$ -	$ -
Supplemental General	180,703	-	4,541,649	4,514,030	208,322	-	208,322
Special Purpose Funds:							
At Risk (4 Year Old)	120,195	-	75,925	75,926	120,194	-	120,194
At Risk (K-12)	370,226	-	1,444,603	1,760,675	54,154	-	54,154
Bilingual Education	44,225	-	19,471	63,696	-	-	-
Virtual Education	9,929	-	42,604	52,533	-	-	-
Capital Outlay	3,135,352	-	2,780,523	1,133,618	4,782,257	145,821	4,928,078
Driver Training	61,089	-	18,560	12,382	67,267	-	67,267
Food Service	1,164,607	-	1,201,214	1,272,869	1,092,952	-	1,092,952
Parent Education	650	-	33,000	33,000	650	-	650
Professional Development	43,016	-	84,629	84,629	43,016	-	43,016
Special Education	556,954	-	4,040,700	3,804,612	793,042	-	793,042
Career and Postsecondary Education	48,308	-	175,155	205,684	17,779	-	17,779
KPERS Special Retirement Contribution	-	-	1,745,072	1,745,072	-	-	-
Gifts and Grants	204,951	-	156,366	166,740	194,577	-	194,577
Recreation Commission	9,054	-	921,299	896,000	34,353	-	34,353
Recreation Commission Benefits/Liability	2,533	-	106,270	103,500	5,303	-	5,303
Textbook Rental	445,544	-	248,068	505,079	188,533	277,418	465,951
Contingency Reserve	436,834	-	-	-	436,834	-	436,834
Federal Grants	[1,055,585]	-	1,878,428	932,167	[109,324]	-	[109,324]
District Activity	143,205	-	456,562	428,747	171,020	-	171,020
Bond and Interest Fund:							
Bond and Interest	5,988,111	-	5,645,676	5,486,516	6,147,271	-	6,147,271
Capital Project Fund:							
Capital Projects	10,090,666	-	373,657	2,954,987	7,509,336	-	7,509,336
Totals	$ 22,000,567	$ -	$ 40,398,716	$ 40,641,747	$ 21,757,536	$ 423,239	$ 22,180,775

Composition of Cash

Checking Accounts	$ 7,028,704
Savings Accounts	7,509,336
Certificates of Deposit	366,673
Investments	7,458,050
Subtotal	22,362,763
Less: Agency Funds per Schedule 3	[181,988]
Total Reporting Entity	$ 22,180,775

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

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 464 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements present the District (the primary government). The District's only related municipal entity, the Tonganoxie Recreation Commission, has not been presented.

The Tonganoxie Recreation Commission oversees recreational activities. The Recreation Commission operates as a separate governing body but the District levies taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute K.S.A. 12-1928. Two of the five members of the Recreation Commission's governing body are appointed by the District, two other members are appointed by the City and the final member is appointed by the other four previously appointed members. The separately audited financial statements of the Recreation Commission are available upon request at the Recreation Commission office.

Reimbursed Expenses

Expenditures in the amount of $205,911 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

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

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

Basis of 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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2024:

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other 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.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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

Agency Fund - funds used to report assets held by the District in a purely custodial capacity (payroll clearing fund, student organization fund, etc.)

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund(s), 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 the 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 District is holding a revenue neutral rating hearing, the budget timeline for the adoption of the final budget has been adjusted to on or before September 20th. The District did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory basis 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. The budget was not amended for the year ended June 30, 2024.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, 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 capital project funds and the following special purpose funds: Textbook Rental, Contingency Reserve and District Activity.

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

NOTE 2 - Deposits and Investments

Deposits. As of June 30, 2024, the District had the following investments and maturities:

		Investment Maturities (in Years)		
Investment Type	Cost	Less than 1	Greater than 1	Rating U.S.
U.S. Treasury Notes	$ 2,691,250	$ 2,691,250	$ -	S&P AA+
U.S. Treasury Bills	2,314,125	2,314,125	-	S&P AA+
Other Obligations	2,452,676	2,452,676	-	n/a
Total cost	$ 7,458,050	$ 7,458,050	$ -	

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 policy that would further limit its 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. The District's allocation of investments as of June 30, 2024, is as follows:

Investments	Percentage of Investment
U.S. Treasury Notes	36%
U.S. Treasury Bills	10%
Other Obligations	33%

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods."

As of June 30, 2024, the District's carrying amount of deposits was $14,904,713 and the bank balance was $16,872,789. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, $613,558 was covered by federal depository insurance, and the remaining $16,259,231 was collateralized 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 the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 - 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 establishes 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 contribution rates are withheld by their employer and paid to KPERS according to provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.88% and 13.11%, respectively, for the fiscal year ended June 30, 2023. The actuarially determined employer contribution rate and the statutory contribution rate was 13.38% and 12.57% for the fiscal year ended June 30, 2024.

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the School-Group's unfunded actuarial liability. The bond proceeds were received by KPERS on August 26, 2021.

The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $1,745,072 for the year ended June 30, 2024.

Net Pension Liability. As of June 30, 2024, the District's proportionate share of the collective net pension liability reported by KPERS was $16,009,817. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. 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, 2023. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

NOTE 3 - Defined Benefit Pension Plan (Continued)

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

NOTE 4 - Other Long-Term Obligations from Operations

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

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

Death and Disability Other-Post Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2024.

NOTE 5 - Compensated Absences

The District's policy regarding sick pay is to grant certified and full-time classified personnel sick leave at the rate of one day per month up to a maximum accumulation of 10 days per contract year. The maximum number of sick days accumulated overall cannot exceed 120 days. Certified staff who use five or fewer days of their annual 10 sick days accumulation have the option of carrying one half of their unused days over to the next year and being paid for the other half. The reimbursement is computed at .3% at the base salary per day, and is paid prior to June 30th.

After 10 years of service to the District, classified employees who are age 55 or older and teachers who are eligible for full KPERS retirement, are eligible to receive the current substitute rate per day for any unused accumulated sick leave at retirement.

Vacation leave is earned only by the District's full-time employees. Any unused vacation time as of June 30th may be accumulated only with the superintendent's permission.

NOTE 6 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 7 - Commitments and Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District as of June 30, 2024.

NOTE 8 - Interfund Transfers

Transfers for the year ended June 30, 2024, are approved by the Board of Education and are as follows:

From	To	Amount	Regulatory Authority
General	Bilingual Education	$ 10,443	K.S.A. 72-5167
General	Professional Development	76,200	K.S.A. 72-5167
General	Parent Education	33,000	K.S.A. 72-5167
General	Special Education	4,040,700	K.S.A. 72-5167
General	Career and Postsecondary Education	164,918	K.S.A. 72-5167
General	Virtual Education	42,604	K.S.A. 72-5167
General	At Risk (4 Year Old)	75,925	K.S.A. 72-5167
General	At Risk (K-12)	1,093,411	K.S.A. 72-5167
Supplemental General	At Risk (K-12)	351,192	K.S.A. 72-5143
Supplemental General	Bilingual Education	9,028	K.S.A. 72-5143
Total		$ 5,897,421	

NOTE 9 - Long-Term Debt

The following table summarizes changes in long-term debt for the year ended June 30, 2024:

Type of Issue	Beginning Principal Outstanding	Additions to Principal	Reductions of Principal	Ending Principal Outstanding	Interest Paid
General Obligation Bonds					
2017-A	$ 8,300,000	$ -	$ 1,280,000	$ 7,020,000	$ 229,800
2019-A	51,260,000	-	145,000	51,115,000	2,045,325
2021	25,360,000	-	1,405,000	23,955,000	381,391
	84,920,000	-	2,830,000	82,090,000	2,656,516
Finance Leases					
Turf	300,000	-	150,000	150,000	-
	300,000	-	150,000	150,000	-
Total	$ 85,220,000	$ -	$ 2,980,000	$ 82,240,000	$ 2,656,516

General Obligation Bonds. The following table details the District's outstanding general obligation bonds as of June 30, 2024:

Debt Issue	Date Issued	Maturity Date	Interest Rates	Original Amount	Balance June 30, 2024
General Obligation Bonds					
2017-A	6/6/17	9/1/28	3.00%	$ 9,240,000	$ 7,020,000
2019-A	11/1/19	9/1/45	4.00%	51,910,000	51,115,000
2021	3/25/21	9/1/38	.17 - 2.37%	25,955,000	23,955,000
				$ 87,105,000	$ 82,090,000

NOTE 9 - Long-Term Debt (Continued)

The annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ended June 30,	Principal	Interest
2025	$ 2,865,000	$ 2,607,802
2026	2,920,000	2,553,784
2027	2,975,000	2,494,371
2028	3,045,000	2,430,564
2029	3,105,000	2,364,606
2030 - 2034	15,945,000	10,813,611
2035 - 2039	18,160,000	8,132,687
2040 - 2044	22,680,000	4,418,400
2045 - 2046	10,395,000	419,900
	$82,090,000	$36,235,725

Legal Debt Margin. The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding August 25. The District obtained permission from the Kansas State Board of Education to issue bonds in excess of its statutory limit.

Finance Leases. The following table details the District's outstanding finance leases as of June 30, 2024:

Debt Issue	Date Issued	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2024
Finance Leases:					
Turf	5/1/2019	12/1/24	0.00%	$ 750,000	$ 150,000
				$ 750,000	$ 150,000

The annual debt service requirements to maturity for the finance leases are as follows:

Year Ended June 30,	Principal	Interest
2025	$150,000	$ -
	$150,000	$ -

This page intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 464
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

Fund	Certified Budget	Adjustment to Comply with Legal Max Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
General Funds:						
General	$ 14,567,254	$ [363,880]	$ 205,911	$ 14,409,285	$ 14,409,285	$ -
Supplemental General	4,622,557	[108,527]	-	4,514,030	4,514,030	-
Special Purpose Funds:						
At Risk (4 Year Old)	169,321	-	-	169,321	75,926	[93,395]
At Risk (K-12)	2,257,111	-	-	2,257,111	1,760,675	[496,436]
Bilingual Education	109,369	-	-	109,369	63,696	[45,673]
Virtual Education	89,929	-	-	89,929	52,533	[37,396]
Capital Outlay	2,356,801	-	-	2,356,801	1,133,618	[1,223,183]
Driver Training	14,703	-	-	14,703	12,382	[2,321]
Food Service	1,353,027	-	-	1,353,027	1,272,869	[80,158]
Parent Education	33,000	-	-	33,000	33,000	-
Professional Development	98,937	-	-	98,937	84,629	[14,308]
Special Education	3,987,321	-	-	3,987,321	3,804,612	[182,709]
Career and Postsecondary Education	281,887	-	-	281,887	205,684	[76,203]
KPERS Special Retirement Contribution	1,977,575	-	-	1,977,575	1,745,072	[232,503]
Gifts and Grants	354,951	-	-	354,951	166,740	[188,211]
Recreation Commission	896,000	-	-	896,000	896,000	-
Recreation Commission Benefits/Liability	103,500	-	-	103,500	103,500	-
Federal Grants	829,409	-	-	829,409	932,167	102,758
Bond and Interest Funds:						
Bond and Interest	5,486,516	-	-	5,486,516	5,486,516	-

UNIFIED SCHOOL DISTRICT NO. 464
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Student activities	$ 62,920	$ 61,244	$ 1,676
Reimbursed expenditures	142,991	70,327	72,664
State Sources:			
Equalization aid	12,021,717	11,246,152	775,565
Special education aid	2,181,657	1,923,059	258,598
Total Receipts	14,409,285	$ 13,300,782	$ 1,108,503
Expenditures			
Instruction	6,856,415	$ 6,907,139	$ [50,724]
Student support services	474,384	480,159	[5,775]
General administration	172,105	168,600	3,505
School administration	-	159,973	[159,973]
Operations and maintenance	646,632	902,270	[255,638]
Student transportation services	618,609	604,496	14,113
Other support services	88,233	75,747	12,486
Community service operations	15,706	17,000	[1,294]
Operating transfers	5,537,201	5,251,870	285,331
Adjustment for qualifying budget credits	-	205,911	[205,911]
Adjustment to comply with KSDE legal max	-	[363,880]	363,880
Total Expenditures	14,409,285	$ 14,409,285	$ -
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ -		

UNIFIED SCHOOL DISTRICT NO. 464
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property taxes	$ 2,258,247	$ 2,344,627	$ [86,380]
Delinquent taxes	35,299	29,708	5,591
County Sources:			
Motor vehicle taxes	211,911	179,456	32,455
Recreational vehicle taxes	3,976	3,595	381
Commercial vehicle taxes	-	6,566	[6,566]
State Sources:			
Supplemental state aid	2,032,216	2,081,075	[48,859]
Total Receipts	4,541,649	$ 4,645,027	$ [103,378]
Expenditures			
Instruction	296,684	$ 324,970	$ [28,286]
Student support services	13,994	14,970	[976]
Instructional support staff	363,583	381,543	[17,960]
General administration	533,344	500,334	33,010
School administration	1,125,069	1,006,400	118,669
Central services	304,405	322,401	[17,996]
Operations and maintenance	1,400,874	1,293,374	107,500
Other support services	115,857	50,000	65,857
Operating transfers	360,220	728,565	[368,345]
Adjustment to comply with legal max	-	[108,527]	108,527
Total Expenditures	4,514,030	$ 4,514,030	$ -
Receipts Over [Under] Expenditures	27,619		
Unencumbered Cash, Beginning	180,703		
Unencumbered Cash, Ending	$ 208,322		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 464
At Risk (4 Year Old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Operating transfers	$ 75,925	$ 49,126	$ 26,799
Total Receipts	75,925	$ 49,126	$ 26,799
Expenditures			
Instruction	75,926	$ 169,321	$ [93,395]
Total Expenditures	75,926	$ 169,321	$ [93,395]
Receipts Over [Under] Expenditures	[1]		
Unencumbered Cash, Beginning	120,195		
Unencumbered Cash, Ending	$ 120,194		

UNIFIED SCHOOL DISTRICT NO. 464
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Operating transfers	$ 1,444,603	$ 1,886,885	$ [442,282]
Total Receipts	1,444,603	$ 1,886,885	$ [442,282]
Expenditures			
Instruction	1,574,942	$ 2,171,611	$ [596,669]
Instructional support staff	185,733	85,500	100,233
Total Expenditures	1,760,675	$ 2,257,111	$ [496,436]
Receipts Over [Under] Expenditures	[316,072]		
Unencumbered Cash, Beginning	370,226		
Unencumbered Cash, Ending	$ 54,154		

UNIFIED SCHOOL DISTRICT NO. 464
Bilingual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Operating transfers	$ 19,471	$ 65,143	$ [45,672]
Total Receipts	19,471	$ 65,143	$ [45,672]
Expenditures			
Instruction	63,696	$ 109,369	$ [45,673]
Total Expenditures	63,696	$ 109,369	$ [45,673]
Receipts Over [Under] Expenditures	[44,225]		
Unencumbered Cash, Beginning	44,225		
Unencumbered Cash, Ending	$ -		

UNIFIED SCHOOL DISTRICT NO. 464
Virtual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Operating transfers	$ 42,604	$ 80,000	$ [37,396]
Total Receipts	42,604	$ 80,000	$ [37,396]
Expenditures			
Instruction	52,533	$ 89,929	$ [37,396]
Total Expenditures	52,533	$ 89,929	$ [37,396]
Receipts Over [Under] Expenditures	[9,929]		
Unencumbered Cash, Beginning	9,929		
Unencumbered Cash, Ending	$ -		

UNIFIED SCHOOL DISTRICT NO. 464
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property taxes	$ 1,532,831	$ 1,494,435	$ 38,396
Delinquent taxes	23,964	19,165	4,799
Interest on idle funds	438,247	-	438,247
Other	68,063	-	68,063
County Sources:			
Motor vehicle taxes	134,801	124,117	10,684
Recreational vehicle taxes	15,377	2,486	12,891
Commercial vehicle taxes	-	4,541	[4,541]
State Sources:			
Capital outlay state aid	567,240	567,298	[58]
Total Receipts	2,780,523	$ 2,212,042	$ 568,481
Expenditures			
Instruction	11,809	$ 200,000	$ [188,191]
Student support services	349,146	250,000	99,146
Instructional support staff	-	250,000	[250,000]
Central services	261,955	225,000	36,955
Operations and maintenance	369,462	331,801	37,661
Student transportation services	169,661	100,000	69,661
Other support services	29,478	100,000	[70,522]
Facility acquisition and construction services	[143,893]	900,000	[1,043,893]
Debt service	86,000	-	86,000
Total Expenditures	1,133,618	$ 2,356,801	$ [1,223,183]
Receipts Over [Under] Expenditures	1,646,905		
Unencumbered Cash, Beginning	3,135,352		
Unencumbered Cash, Ending	$ 4,782,257		

UNIFIED SCHOOL DISTRICT NO. 464
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Charges for services	$ 10,450	$ -	$ 10,450
State Sources:			
State aid	8,110	6,480	1,630
Total Receipts	18,560	$ 6,480	$ 12,080
Expenditures			
Instruction	10,804	$ 12,203	$ [1,399]
Operations and maintenance	1,578	2,500	[922]
Total Expenditures	12,382	$ 14,703	$ [2,321]
Receipts Over [Under] Expenditures	6,178		
Unencumbered Cash, Beginning	61,089		
Unencumbered Cash, Ending	$ 67,267		

UNIFIED SCHOOL DISTRICT NO. 464
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Food service sales	$ 628,001	$ 474,877	$ 153,124
Other	18,471	-	18,471
State Sources:			
School food assistance	9,780	7,283	2,497
Federal Sources:			
Child nutrition programs	544,962	502,868	42,094
Total Receipts	1,201,214	$ 985,028	$ 216,186
Expenditures			
Operations and maintenance	99,594	$ 75,000	$ 24,594
Food service operation	1,173,275	1,278,027	[104,752]
Total Expenditures	1,272,869	$ 1,353,027	$ [80,158]
Receipts Over [Under] Expenditures	[71,655]		
Unencumbered Cash, Beginning	1,164,607		
Unencumbered Cash, Ending	$ 1,092,952		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 464
Parent Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Operating transfers	$ 33,000	$ 33,000	$ -
Total Receipts	33,000	$ 33,000	$ -
Expenditures			
Student support services	33,000	$ 33,000	$ -
Total Expenditures	33,000	$ 33,000	$ -
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	650		
Unencumbered Cash, Ending	$ 650		

UNIFIED SCHOOL DISTRICT NO. 464
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
State Sources:			
State aid	$ 8,429	$ 12,905	$ [4,476]
Local Sources:			
Operating transfers	76,200	43,016	33,184
Total Receipts	84,629	$ 55,921	$ 28,708
Expenditures			
Instructional support staff	84,629	$ 98,937	$ [14,308]
Total Expenditures	84,629	$ 98,937	$ [14,308]
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	43,016		
Unencumbered Cash, Ending	$ 43,016		

UNIFIED SCHOOL DISTRICT NO. 464
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Other Sources:			
Operating transfers	$ 4,040,700	$ 3,611,493	$ 429,207
Total Receipts	4,040,700	$ 3,611,493	$ 429,207
Expenditures			
Instruction	3,417,320	$ 3,630,080	$ [212,760]
Student transportation services	387,292	357,241	30,051
Total Expenditures	3,804,612	$ 3,987,321	$ [182,709]
Receipts Over [Under] Expenditures	236,088		
Unencumbered Cash, Beginning	556,954		
Unencumbered Cash, Ending	$ 793,042		

UNIFIED SCHOOL DISTRICT NO. 464
Career and Postsecondary Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
State Sources:			
State aid	$ 10,237	$ 21,402	$ [11,165]
Other Sources:			
Operating transfers	164,918	211,772	[46,854]
Total Receipts	175,155	$ 233,174	$ [58,019]
Expenditures			
Instruction	204,036	$ 280,487	$ [76,451]
Instructional support staff	1,648	1,400	248
Total Expenditures	205,684	$ 281,887	$ [76,203]
Receipts Over [Under] Expenditures	[30,529]		
Unencumbered Cash, Beginning	48,308		
Unencumbered Cash, Ending	$ 17,779		

UNIFIED SCHOOL DISTRICT NO. 464
KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
State Sources:			
State aid	$ 1,745,072	$ 1,977,575	$ [232,503]
Total Receipts	1,745,072	$ 1,977,575	$ [232,503]
Expenditures			
Instruction	1,218,604	$ 1,388,679	$ [170,075]
Student support services	33,439	36,985	[3,546]
Instructional support staff	35,237	41,091	[5,854]
General administration	60,878	58,734	2,144
School administration	132,595	158,971	[26,376]
Central services	40,166	44,128	[3,962]
Operations and maintenance	100,191	112,740	[12,549]
Student transportation services	72,390	77,384	[4,994]
Food service operations	51,572	58,863	[7,291]
Total Expenditures	1,745,072	$ 1,977,575	$ [232,503]
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ -		

UNIFIED SCHOOL DISTRICT NO. 464
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Contributions and donations	$ 156,366	$ 150,000	$ 6,366
Total Receipts	156,366	$ 150,000	$ 6,366
Expenditures			
Instruction	136,792	$ 271,274	$ [134,482]
Student support services	4,154	58,677	[54,523]
Other support services	25,794	25,000	794
Total Expenditures	166,740	$ 354,951	$ [188,211]
Receipts Over [Under] Expenditures	[10,374]		
Unencumbered Cash, Beginning	204,951		
Unencumbered Cash, Ending	$ 194,577		

UNIFIED SCHOOL DISTRICT NO. 464
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property	$ 821,583	$ 801,617	$ 19,966
Delinquent taxes	13,610	11,494	2,116
County Sources:			
Motor vehicle taxes	84,520	71,432	13,088
Recreational vehicle taxes	1,586	1,431	155
Commercial vehicle taxes	-	2,614	[2,614]
Total Receipts	921,299	$ 888,588	$ 32,711
Expenditures			
Instruction	896,000	$ 896,000	$ -
Total Expenditures	896,000	$ 896,000	$ -
Receipts Over [Under] Expenditures	25,299		
Unencumbered Cash, Beginning	9,054		
Unencumbered Cash, Ending	$ 34,353		

UNIFIED SCHOOL DISTRICT NO. 464
Recreation Commission Benefits/Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property	$ 95,183	$ 93,298	$ 1,885
Delinquent taxes	1,524	1,277	247
County Sources:			
Motor vehicle taxes	9,387	7,971	1,416
Recreational vehicle taxes	176	160	16
Commercial vehicle taxes	-	291	[291]
Total Receipts	106,270	$ 102,997	$ 3,273
Expenditures			
Instruction	103,500	$ 103,500	$ -
Total Expenditures	103,500	$ 103,500	$ -
Receipts Over [Under] Expenditures	2,770		
Unencumbered Cash, Beginning	2,533		
Unencumbered Cash, Ending	$ 5,303		

UNIFIED SCHOOL DISTRICT NO. 464
Textbook Rental Fund
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended June 30, 2024

Receipts	
Local Sources:	
Charges for services	$ 248,068
Total Receipts	248,068
Expenditures	
Instruction	505,079
Total Expenditures	505,079
Receipts Over [Under] Expenditures	[257,011]
Unencumbered Cash, Beginning	445,544
Unencumbered Cash, Ending	$ 188,533

* - This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 464
Contingency Reserve Fund
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended June 30, 2024

Receipts	
Local Sources:	
Operating transfers	$ -
Total Receipts	-
Expenditures	
Instruction	-
Total Expenditures	-
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	436,834
Unencumbered Cash, Ending	$ 436,834

* - This fund is not required to be budgeted.

This page intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 464
Federal Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Title I	Title IIA	Carl Perkins	ESSER I
Receipts				
Federal Sources:				
Grants	$ 168,571	$ 35,398	$ 11,154	$ 24,444
Total Receipts	168,571	35,398	11,154	24,444
Expenditures				
Instruction	168,571	27,543	6,000	24,726
Student support services	-	-	-	-
Instructional support staff	-	7,855	-	-
Operations and maintenance	-	-	-	115
Student transportation services	-	-	-	-
Total Expenditures	168,571	35,398	6,000	24,841
Receipts Over [Under] Expenditures	-	-	5,154	[397]
Unencumbered Cash, Beginning	-	-	2,761	5,428
Unencumbered Cash, Ending	$ -	$ -	$ 7,915	$ 5,031

ESSER II	ESSER III	SPARKS	Actual Totals	Budget	Variance Over [Under]
$ 245,902	$ 1,392,959	$ -	$ 1,878,428	$ 1,881,163	$ [2,735]
245,902	1,392,959	-	1,878,428	$ 1,881,163	$ [2,735]
284,990	394,941	-	906,771	$ 772,909	$ 133,862
-	-	-	-	50,000	[50,000]
-	17,150	-	25,005	6,500	18,505
-	-	-	115	-	115
276	-	-	276	-	276
285,266	412,091	-	932,167	$ 829,409	$ 102,758
[39,364]	980,868	-	946,261		
[21,226]	[1,042,560]	12	[1,055,585]		
$ [60,590]	$ [61,692]	$ 12	$ [109,324]		

UNIFIED SCHOOL DISTRICT NO. 464
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property taxes	$ 3,946,071	$ 3,844,957	$ 101,114
Delinquent taxes	67,964	59,390	8,574
Other	6	-	6
County Sources:			
Motor vehicle taxes	436,809	369,016	67,793
Recreational vehicle taxes	8,197	7,392	805
Commercial vehicle taxes	-	13,501	[13,501]
State Sources:			
State aid	1,186,629	1,186,629	-
Total Receipts	5,645,676	$ 5,480,885	$ 164,791
Expenditures			
Debt service	5,486,516	$ 5,486,516	$ -
Total Expenditures	5,486,516	$ 5,486,516	$ -
Receipts Over [Under] Expenditures	159,160		
Unencumbered Cash, Beginning	5,988,111		
Unencumbered Cash, Ending	$ 6,147,271		

UNIFIED SCHOOL DISTRICT NO. 464
Capital Projects Fund
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended June 30, 2024

Receipts	
Local Sources:	
Interest on idle funds	$ 83,886
Other Sources:	
Miscellaneous	289,771
Total Receipts	373,657
Expenditures	
Facility acquisition and construction	2,937,810
Other	17,177
Total Expenditures	2,954,987
Receipts Over [Under] Expenditures	[2,581,330]
Unencumbered Cash, Beginning	10,090,666
Unencumbered Cash, Ending	$ 7,509,336

* - This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 464
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2024

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organization Funds				
High School				
Art club	$ 634	$ -	$ 112	$ 522
2D art	-	1,435	766	669
3D art	-	2,355	2,103	252
Band	488	1,477	1,717	248
Benfit for golf	2,269	23,760	22,818	3,211
Big red	682	3,769	4,176	275
Builders club	198	1	199	-
Cheerleading	2,083	28,580	23,237	7,426
Chieftain singers	7,718	4,434	5,325	6,827
Cool school	8	-	-	8
HOSA	1,486	210	210	1,486
Chieftain friends	-	4,013	2,184	1,829
Class of 2013	1,226	-	-	1,226
Class of 2015	2,306	-	-	2,306
Class of 2016	1,159	-	-	1,159
Class of 2017	634	-	-	634
Class of 2018	2,605	-	-	2,605
Class of 2019	41	-	-	41
Class of 2020	1,368	-	-	1,368
Class of 2021	2,281	-	-	2,281
Class of 2022	677	-	-	677
Class of 2023	116	-	-	116
Class of 2024	2,246	100	181	2,165
Class of 2025	100	5,316	3,679	1,737
Class of 2026	-	300	-	300
Class of 2027	-	330	-	330
Concessions	2,119	37,822	39,220	721
Dance	4,133	8,898	9,668	3,363
Entrepreneurship	997	5,321	4,618	1,700
FBLA	9,333	18,523	19,795	8,061
FCA	111	-	-	111
FCCLA	3,083	12,223	12,778	2,528
FFA	7,549	26,965	26,938	7,576
Foreign language	174	-	52	122
Girls letter club	6,392	1,750	808	7,334
Improv club	856	-	-	856
NHS	414	7,611	7,674	351
Performing arts	6,138	9,174	9,097	6,215
Petty cash	-	14,315	14,315	-
Scholars bowl	235	800	603	432
Science club	2,158	-	-	2,158
Science olympiad	685	660	242	1,103
Life skills	35	-	-	35
Spanish	1	-	-	1
Student activities	1,422	23,166	17,000	7,588
Student council	3,194	2,553	2,076	3,671
Student reserve	9,181	11,221	-	20,402
T-club	3	-	-	3
THS admin	1,113	1,947	2,434	626

UNIFIED SCHOOL DISTRICT NO. 464
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2024

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organization Funds (Continued)				
High School (Continued)				
Weight room	$ 7,640	$ 8,280	$ 7,622	$ 8,298
Yearbook	6,473	11,925	10,913	7,485
Student needs	271	-	13	258
SADD	300	500	-	800
GSA club	652	505	-	1,157
Battlebots	183	-	-	183
History club	1,347	-	-	1,347
Activities/diversity club	45	-	-	45
Video production	3,010	-	-	3,010
Tabletop gaming	125	-	-	125
Chess club	211	-	-	211
CBR	48	-	48	-
Chieftain floral	4,854	-	2,653	2,201
Journalism club	134	45	138	41
Middle School				
Activity fee	5,868	7,895	12,800	963
Band	1,373	77	593	857
Concessions	1,046	5,165	5,136	1,075
Gifted class	235	-	-	235
Elective	329	936	517	748
Warrior time	1,339	-	236	1,103
FACS	612	2,642	2,445	809
FCCLA	902	1,995	1,670	1,227
History club	2,257	19,942	18,818	3,381
IA technology	849	255	241	863
IA student resale	-	5,526	5,526	-
Music	1,116	360	385	1,091
Science olympiad	383	-	-	383
SPED	1,042	3,004	3,165	881
STAR 6th grade	2,848	1,586	3,720	714
STAR 7th grade	3,571	1,873	3,906	1,538
STAR 8th grade	3,049	3,041	4,624	1,466
TMS stucco	4,091	13,882	12,251	5,722
Yearbook	1,348	7,989	7,288	2,049
Counseling	1,550	-	-	1,550
TMS clubs	1,004	-	-	1,004
Art club	1,131	140	1,126	145
Reading assist	138	-	-	138
PTO fundraiser	2,942	6,644	7,902	1,684
Night of the stars	473	655	992	136
Elementary School				
General account	9,011	18,730	20,954	6,787
Choristers	1,317	1,811	1,912	1,216
Art club	959	2,368	1,257	2,070
Guidance fundraiser	2,038	814	515	2,337
Volunteer center	-	3,990	3,990	-
Total Agency Funds	$ 167,765	$ 391,604	$ 377,381	$ 181,988

See independent auditor's report on the financial statements.

Schedule 4

UNIFIED SCHOOL DISTRICT NO. 464
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2024

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
High School	$ 65,504	$ 235,245	$ 205,873	$ 94,876	$ -	$ 94,876
Middle School	17,785	35,380	34,965	18,200	-	18,200
School Projects						
High School						
STEM	1,894	-	-	1,894	-	1,894
AG mechanics	2,842	1,200	-	4,042	-	4,042
Industrial arts	476	-	-	476	-	476
Library	282	400	440	242	-	242
Athletic training	3,225	1,050	659	3,616	-	3,616
Sales tax	4,429	11,657	11,786	4,300	-	4,300
Special education	244	913	472	685	-	685
Faculty scholarship	168	-	-	168	-	168
Textbook	-	32,443	32,443	-	-	-
Skills USA automotive	5,743	30,174	26,796	9,121	-	9,121
Middle School						
Technology fee	77	4,504	4,581	-	-	-
Admin discretion	5,109	4,731	6,995	2,845	-	2,845
Library	1,121	4,203	3,498	1,826	-	1,826
MS musical	6,944	4,476	4,844	6,576	-	6,576
PE	1,198	403	-	1,601	-	1,601
Pencil money	316	-	-	316	-	316
Pep club	8,172	13,784	21,478	478	-	478
Snack machine	207	139	174	172	-	172
Petty cash	-	6,161	5,106	1,055	-	1,055
Sales tax	18	6,126	6,144	-	-	-
School store	1,831	-	-	1,831	-	1,831
Student emergency	3,856	-	70	3,786	-	3,786
Textbooks	-	6,968	6,968	-	-	-
Elementary School						
Enrollment fees	-	25,816	25,816	-	-	-
Library	2,853	1,204	397	3,660	-	3,660
Petty cash	-	5,088	5,088	-	-	-
Sales tax	[100]	993	893	-	-	-
Activity fee	3,674	8,260	9,124	2,810	-	2,810
IDEA	900	-	-	900	-	900
Physical education	2,365	500	451	2,414	-	2,414
Yearbook	2,072	10,944	9,886	3,130	-	3,130
Technology fee	-	3,800	3,800	-	-	-
Total District Activity Funds	$ 143,205	$ 456,562	$ 428,747	$ 171,020	$ -	$ 171,020

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
U.S. Department of Education					
Passed Through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	$ -	$ 168,571	$ 168,571	$ -
Career and Technical Education	84.048	2,761	11,154	6,000	7,915
Improving Teacher Quality State Grants	84.367	-	35,398	35,398	-
Education Stabilization Fund	84.425	[1,058,357]	1,663,305	722,198	[117,250]
Total U.S. Department of Education			1,878,428	932,167	
U.S. Department of Agriculture					
Passed Through State Department of Education:					
Child Nutrition Cluster					
School Breakfast Program	10.553	-	86,887	86,887	-
National School Lunch Program	10.555	-	377,958	377,958	-
Summer Food Service Program for Children	10.559	-	69,095	69,095	-
Total Child Nutrition Cluster			533,940	533,940	
Local Food for Schools	10.185		11,023	11,023	
Total U.S. Department of Agriculture			544,963	544,963	
Total Expenditures of Federal Awards			$ 2,423,391	$ 1,477,130	

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 464

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2024

1. Organization

Unified School District No. 464, Tonganoxie, Kansas (the District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District and is presented on the Kansas regulatory basis of accounting, which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The District elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

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

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position as of June 30, 2024.

5. Outstanding Loans

The District did not have any outstanding loans under any federal grants as of June 30, 2024.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified (Regulatory Basis) Adverse (GAAP)			
Internal control over financial reporting:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None reported
Noncompliance material to financial statements noted?		Yes	X	No

Federal Awards

Internal control over major programs:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance?		Yes	X	No

Identification of major programs:

ALN Number(s)	Name of Federal Program or Cluster
84.425	Education Stabilization Fund

Dollar threshold used to distinguish between type A and type B programs:	$750,000

Auditee qualified as low-risk auditee?	Yes	X	No

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2024

Section II - Financial Statement Findings

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Current Year Findings

None Noted.

Section II - Financial Statement Findings

Prior Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.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 No. 464
Tonganoxie, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the financial statements of Unified School District No. 464 (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 28, 2025.

Internal Control Over Financial Reporting

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting 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 or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

March 28, 2025

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Board of Education
Unified School District No. 464
Tonganoxie, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of Unified School District No. 464, Tonganoxie, Kansas (the District), 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, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

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 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 requirement 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 grants 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 of 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 judgement 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 judgement 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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Report on Internal Control Over Compliance

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

Our consideration of the 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 the internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the District as of and for the year ended June 30, 2024, and have issued our report thereon dated March 28, 2025, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, 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 financial statements as a whole.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

March 28, 2025