UNIFIED SCHOOL DISTRICT NUMBER 367
Osawatomie, Kansas

FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT

For Year Ended June 30, 2023

Unified School District 367
Osawatomie, Kansas

TABLE OF CONTENTS
Year ended June 30, 2023

	Statements	Page
Independent Auditor's Report		1
Financial Statement		
Summary Statement of Receipts, Expenditures and Unencumbered Cash	1	4
Notes to Financial Statements		6
Regulatory-Required Supplementary Information	Schedule	
Summary of Expenditures – Actual and Budget	1	16
Schedule of Receipts and Expenditures – General	2a	18
Schedule of Receipts and Expenditures – Supplemental General	2b	20
Schedule of Receipts and Expenditures – Adult Education	2c	22
Schedule of Receipts and Expenditures – Adult Supplementary Education	2d	23
Schedule of Receipts and Expenditures – At Risk – 4 Year Old	2e	24
Schedule of Receipts and Expenditures – At Risk – K-12	2f	25
Schedule of Receipts and Expenditures – Virtual Education	2g	26
Schedule of Receipts and Expenditures – Capital Outlay	2h	27
Schedule of Receipts and Expenditures – Driver Training	2i	28
Schedule of Receipts and Expenditures – Food Services	2j	29
Schedule of Receipts and Expenditures – Professional Development	2k	30
Schedule of Receipts and Expenditures – Special Education	2l	31
Schedule of Receipts and Expenditures – Career & Post Secondary Education	2m	32
Schedule of Receipts and Expenditures – Gifts and Grants	2n	33
Schedule of Receipts and Expenditures – KPERS Special Retirement Cont.	2o	34
Schedule of Receipts and Expenditures – Contingency Reserve	2p	35
Schedule of Receipts and Expenditures – Textbook & Student Materials	2q	36
Schedule of Receipts and Expenditures – Recreation Commission	2r	37
Schedule of Receipts and Expenditures – 21st CCLC	2s	38
Schedule of Receipts and Expenditures – 21st CCLC 2nd Grant	2t	39
Schedule of Receipts and Expenditures – Carl Perkins Grant	2u	40
Schedule of Receipts and Expenditures – Title II A – Teacher Quality	2v	41
Schedule of Receipts and Expenditures – ESSER III	2w	42
Schedule of Receipts and Expenditures – ESSER II	2x	43
Schedule of Receipts and Expenditures – Title I	2y	44
Schedule of Receipts and Expenditures – Bond and Interest	2z	45
Schedule of Receipts and Expenditures – Health Insurance	2aa	46
Schedule of Receipts and Expenditures – Trust Funds - Scholarship	2bb	47
Cash Receipts, Cash disbursements, and Cash Balances - Agency Funds	3	49
Cash Receipts, Cash Disbursements and Cash Balance - District Activity Funds	4	51
Schedule of Expenditures of Federal Awards		52
Notes to Schedule of Expenditures of Federal Awards		53
Special Reports		
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance With *Government Auditing Standards*		55
Independent Auditor's Report on Compliance for Each Major Program and On Internal Control over Compliance Required by the Uniform Guidance		57
Summary Schedule of Schedule of Findings and Questioned Costs		59

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District Number 367
Osawatomie, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District Number 367, Osawatomie, Kansas, as of and for the year ended June 30, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted accounting Principles
In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the 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 Unified School District Number 367, Osawatomie, Kansas as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the Unified School District Number 367, Osawatomie, Kansas as of June 30, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note C.

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 *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide.* Our responsibility 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 Unified School District Number 367 of Osawatomie, Kansas, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matters giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As described in Note C of the financial statement, the financial statement is prepared by the Unified School District Number 367, Osawatomie, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide,* which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note C and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Management's Responsibility for the Financial Statements
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 C; 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.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt Unified School District Number 367 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 Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about where 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 generally accepted auditing standards 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 one resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

1. Exercise professional judgment and maintain professional skepticism throughout the audit.
2. 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.
3. 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 Unified School District Number 367's internal control. Accordingly, no such opinion is expressed.
4. Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimate made by management, as well as evaluate the overall presentation of the financial statement.
5. Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Unified School District Number 367 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 control-related matters that we identified during the audit.

Other Matters - *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 expenditure-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 schedule of regulatory basis receipts and expenditures-district activity funds (Schedule 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 also 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 also not a required part of the 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 C.

Other reporting required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 on integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Prior Year Comparative

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Unified School District Number 367, Osawatomie, Kansas as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated November 8, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statements and accompanying report are not presented herein, but available in electronic form from the web site of the Kansas Department of Administration at the following link http//admin.ks.gov/offices/oar/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 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 statements 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 C.

Harold K. Mayes Jr

Harold K Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
November 8, 2023

Unified School District Number 367
Osawatomie, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For Year Ended June 30, 2023

	Beginning Unencumbered Cash Balances	Prior Year Cancelled Encumbrances	Receipts
Governmental type funds			
General Funds			
General	$ 0	$ 0	$ 10,142,250
Supplemental General	191,547	0	3,236,322
Special Purpose Funds			
Adult Education	802	0	38,894
Adult Supplementary Education	27,743	0	719,689
At Risk - 4 year old	8,202	0	72,690
At Risk - K-12	36,188	0	2,198,817
Virtual Education	14,959	0	100,559
Capital Outlay	2,346,412	0	1,573,977
Driver Training	15,597	0	21,873
Food Service	198,463	0	883,396
Professional Development	17,048	0	30,166
Special Education	529,700	0	2,837,079
Career & Postsecondary Education	21,954	0	201,072
Gifts & Grants	121,867	0	347,013
KPERS Special Retirement Contribution	0	0	1,047,669
Contingency Reserve	350,001	0	0
Textbook & Student Materials	106,500	0	97,445
Recreation Commission	4,413	0	73,751
21st CCLC	0	0	78,210
21st CCLC 2nd Grant	0	0	99,524
Carl Perkins Grant	73	0	4,025
Title II A - Teacher Quality	0	0	43,868
ESSER III	(612,594)	0	1,114,304
ESSER II	(207,773)	0	207,774
Title I	0	0	298,751
Fees and User Charges	50	0	20,953
Gate Receipts	0	0	38,013
Bond & Interest Fund			
Bond and Interest	1,464,470	0	1,748,336
Business Fund			
Health Insurance	613,308	0	995,801
Trust Funds			
Scholarship & Other Trusts	1,461,220	0	(14,226)
Total reporting entity (excluding agency funds)	$ 6,710,150	$ 0	$ 28,257,995

Composition of ending cash

Demand Deposits, Money Markets & certificates of deposit		**Time Deposits**	
First Option Bank	$ 6,764,645	Landmark	$ 18,854

The accompanying notes are an integral part of this statement.

Expenditures	Ending Unencumbered Cash Balance	Encumbrances and Accounts Payable	Ending Cash Balance
$ 10,142,250	$ 0	$ 517,286	$ 517,286
3,328,259	99,610	3,153	102,763
39,696	0	3,262	3,262
618,943	128,489	269	128,758
46,854	34,038	16,885	50,923
1,965,329	269,676	148,312	417,988
98,638	16,880	14,838	31,718
2,115,718	1,804,671	0	1,804,671
28,854	8,616	0	8,616
883,600	198,259	22,947	221,206
28,746	18,468	0	18,468
2,955,093	411,686	1,089	412,775
136,168	86,858	16,738	103,596
295,286	173,594	0	173,594
1,047,669	0	0	0
0	350,001	0	350,001
110,399	93,546	105	93,651
78,164	0	0	0
78,210	0	20	20
99,524	0	3,498	3,498
4,025	73	0	73
43,868	0	0	0
501,710	0	0	0
0	1	0	1
298,751	0	31,854	31,854
20,727	276	0	276
38,013	0	0	0
1,345,976	1,866,830	0	1,866,830
1,118,755	490,354	29,489	519,843
57,469	1,389,525	0	1,389,525
$ 27,526,695	$ 7,441,451	$ 809,745	$ 8,251,196

Composition of ending cash - continued

Governmental investments		Total cash	
Edward Jones	$ 545,573	and investments	$ 8,373,813
First Option	1,044,741	Less Agency funds	
		Per Schedule 3	122,617
			$ 8,251,196

The accompanying notes are an integral part of this statement.

NOTES TO FINANCIAL STATEMENT
June 30, 2023

NOTE A. MUNICIPAL REPORTING ENTITY

The District is a municipal corporation governed by an elected seven-member commission. This regulatory financial statement presents Unified School District Number 367 (the municipality), and does not includes the financial statement of any of the related municipal entities.

Recreation Commission is a joint recreation system established by the District and the City of Osawatomie, Kansas, in accordance with K.S.A. 12-1925. The Commission oversees recreational activities. The tax funds for the operation of the Commission are levied by the District and are remitted to the Commission by the District. The District must approve Bond issues for the Commission. The Commission can sue and be sued. The District must approve the acquisition of real property by the Commission. The Commission as a related municipal entity is not included in these financial statements. The Recreation Commission has a separate audit performed. Audited financial statements of the Recreation Commission can be obtained at the Recreation Commission office.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the District are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The District potentially could have the following types of funds.

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 specific 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 acquisition or construction of major capital facilities or equipment.

Business Fund – funds financed in whole or in part by fees charged to users of goods or services (i.e. enterprise and internal service funds, etc.).

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 purely a custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

NOTE C. BASIS OF ACCOUNTING

Regulatory Basis of Accounting and departure from Accounting Principles Generally Accepted in the United States of America - The 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 on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations 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 mentioned above.

NOTE C. BASIS OF ACCOUNTING - continued

Unified School District Number 367, Osawatomie, Kansas has approved a resolution that it is in compliance with K.S.A. 75-1120a (c) waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

NOTE 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 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.

The timeline for adoption of the final budget when a revenue neutral hearing is held is on or before September 20th.

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 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.

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

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

Contingency Reserve	Textbook & Student Materials	21st CCLC
21St CCLC 2nd Grant	Carl Perkins	Title IIA – Teacher Quality
ESSER III	ESSER II	Title I

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 E. DEPOSITS AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

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 bank 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 District rates investments (if any) as noted below.

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

Custodial credit risk – deposits: Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All bank deposits were legally secured at June 30, 2023.

At June 30, 2023, the carrying amount of the District's bank deposits was $6,783,501 and the bank balance was $6,900,080. The bank balance was held by two institutions resulting in a reduced concentration of credit risk. Of the bank balance, $268,854 was covered by federal depository insurance, and $6,631,226 was collateralized with securities held by the pledging financial institution's 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 be adequately secured. The rating of the District's investments is noted below. Fair values are based upon quoted market values as of June 30, 2023. As of June 30, 2023, the District had the following investments and maturities.

Investment Type	Fair Value	1--2	2+	Rating
First Option				
Government Bonds	$ 1,044,740	$ 0	$ 1,044,740	AAA
Edward Jones				
Cash/Money Market	202,405	202,405	0	NR
Government Bonds	343,168	0	343,168	NR
	$ 1,590,313	$ 202,405	$ 1,387,908	

Interest Rate Risk – Per Kansas statutes, maturities of investments shall not exceed two years. A majority of the District's investment maturities are greater than 5 years.

NOTE E. DEPOSITS AND INVESTMENTS – continued

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, 2023, is as follows:

Investments	Percentage of Investments
First Option	66%
Edward Jones	34%

NOTE F. LONG-TERM DEBT

Series 2013 A	2.00% to 5.00%	07/16/2013	4,015,000	09/01/2028
Refunding Series 2017-A	3.00%	12/28/2017	2,865,000	09/01/2028
Refunding Series 2021-A	3.00%	03/03/2021	5,670,000	09/01/2025
Refunding Series 2021-B	1.50%	10/7/2021	640,000	09/01/2028
Financing Leases:				
Pool Project	2.45%	8/27/2015	1,500,000	8/1/2025
Equipment	0.00%	Various	126,086	6/30/2027
First Option Buses	3.45%	7/18/2018	684,458	10/1/2024

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

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Expense
G. O. Bonds:						
Refunding Series 2017-A	$ 2,720,000	$ 0	$ 25,000	$ (25,000)	$ 2,695,000	$ 81,225
Refunding Series 2021-A	4,555,000	0	1,090,000	(1,090,000)	3,465,000	120,300
Refunding Series 2021-B	640,000	0	20,000	(20,000)	620,000	9,450
G. O. Bonds Subtotal	7,915,000	0	1,135,000	(1,135,000)	6,780,000	210,975
Financing Leases:						
Pool Project	566,016	0	156,827	(156,827)	409,189	12,913
Equipment	70,345	0	22,217	(22,217)	48,128	0
First Option Buses	305,601	0	98,389	(98,389)	207,212	10,690
First Option Buses	0	1,325,500	53,197	1,272,303	1,272,303	30,803
			0			
Financing lease Subtotal	941,962	1,325,500	330,630	994,870	1,936,832	54,405
Total Long-Term Debt	$ 8,856,962	$ 1,325,500	$ 1,465,630	$ (140,130)	$ 8,716,832	$ 265,380

NOTE F. LONG-TERM DEBT - continued

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

	June 30,						
	2024	2025	2026	2027	2028	2029-2033	Total
Principal							
G. O. bonds	$ 1,150,000	$ 1,185,000	$ 1,220,000	$ 1,050,000	$ 1,070,000	1,105,000	$ 6,780,000
Financing leases	338,425	343,211	147,736	173,892	178,036	755,532	1,936,832
Total principal	1,488,425	1,528,211	1,367,736	1,223,892	1,248,036	1,860,532	8,716,832
Interest							
G. O. bonds	176,887	141,938	105,938	73,425	44,625	15,037	557,850
Financing leases	46,609	37,897	28,755	26,387	22,244	45,585	207,477
Total interest	223,496	179,835	134,693	99,812	66,869	60,622	765,327
Total principal & interest	$ 1,711,921	$ 1,708,046	$ 1,502,429	$ 1,323,704	$ 1,314,905	1,921,154	$ 9,482,159

The District is subject to statutes of the State of Kansas, which limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2023, the statutory limit for the District was $9,721,478. The District is currently under this limit.

NOTE G. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At-Risk - 4 Year Olds	K.S.A. 72-6478	$ 72,690
General Fund	At-Risk K-12	K.S.A. 72-6478	1,724,207
General Fund	Driver Training	K.S.A. 72-6478	1,253
General Fund	Capital Outlay	K.S.A. 72-6478	550,374
General Fund	Special Education	K.S.A. 72-6478	1,830,139
General Fund	Vocational Education	K.S.A. 72-6478	138,023
General Fund	Adult Education	K.S.A. 72-6478	2,466
General Fund	Professional Development	K.S.A. 72-6478	27,526
General Fund	Vitural Education	K.S.A. 72-6478	100,559
Supplemental General	Special Education	K.S.A. 72-6478	1,000,000
Supplemental General	At-Risk K-12	K.S.A. 72-6478	474,610

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Health Insurance: During the year ended June 30, 2023, employees of the District were covered by the District's medical self-insurance plan ("the plan"). The plan was established October 1, 2013. There are currently two plans employees can choose from. For both plans, the District's contribution per employee is $480 per month for a single policy, $635 per month for employee plus spouse, $635 per month for employee plus child, and $740 per month for a family policy. All District employees, at their option, can authorize payroll withholdings to pay non-District provided contributions. Claims are paid by a third party administrator acting on behalf of the District. The plan is documented by contractual agreement.

The administrative contract between the District and the third party administrator is renewable annually and stop-loss premiums are included in the contractual provisions. The District was protected against unanticipated catastrophic individual or aggregate loss by stop-loss coverage carried through Humana, a commercial insurer licensed or eligible to do business in Kansas in accordance with Kansas Insurance Code. Stop-loss coverage was in effect for individual claims exceeding $60,000 and with aggregate stop-loss insurance at 90% of annualized expected claims.

Incurred but not reported claims: Liabilities include an amount for claims that have been incurred but not reported (IBNR's). Liabilities are reported when it is probable that claims have been incurred and the amount of liability can be reasonably estimated. Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

	Balance July 1, 2022	Claims	Payments	Balance June 30, 2023
Incurred but not reported claims	$ 68,405	$ 1,118,755	$ 1,157,672	$ 29,488

Other Post Employment Benefits: The District makes available to qualified retired employees an employer-sponsored group health care benefit plan upon written application filed with the Clerk of the District. The District payment toward the group health insurance cost for the retiree equals the amount paid on behalf of full time teachers of the District. Participation in the Retiree Group Health Insurance Plan is voluntary. The amount paid by the District for year ended June 30, 2023 was $43,578.

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 retiree's health insurance plan because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been qualified 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.

Flexible Benefit Plan: The Board adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All employees of the District are eligible to participate in the Plan beginning the first day of the month following their employment. Each participant may elect to reduce his or her salary to purchase benefits offered through the Plan. Currently benefits offered through the Plan involve insurance coverage.

Compensated Absences: Vacation - All 12-month personnel receive 10 days of vacation. After 10 full years of service, an additional day of vacation is added each year. Max is 20 days of vacation earned per year. All vacation days must be used each year or forfeited. Classified (10 month employees) and certified employees do not receive vacation.

Personal Days – All 12-month personnel receive 12 days of Paid Days Off (PDO) per year. All classified (10 month) and certified personnel receive 10 days of PDO per year. If PDO is not used, it is rolled over to the individuals sick leave reserve account.

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - continued

Sick Leave Reserve Days: All employees receive 2 sick leave reserve days. The District's policy regarding sick leave permits employees to accumulate days up to a total accumulation of 110 days. Certified staff can sell sick leave reserve days back to the District when their balance is 30+ days. Classified (10 month) and 12-month employees must sell reserve days back to the District when their balance hits 110+ days.

Payout/Liability – Balance in employees sick leave reserve account is paid out at retirement only. Sick leave is paid out at $50/day. If leaving the District (not retiring), sick leave reserve balance is forfeited.

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.

NOTE I. DEFINED BENEFIT PENSION PLAN

General Information about the 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 http://www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

Contributions - K.S.A. 74-4919 and K.S.A. 74-49210 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 provision 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 statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

NOTE I. DEFINED BENEFIT PENSION PLAN - continued

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $550 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 KPERS-School unfunded actuarial. In Fiscal year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $1,047,669 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 $9,984,854. 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 proportionate share of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE J. 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; injuries to employees; and natural disasters for which the District carries commercial insurance. Settlement of claims has not exceeded commercial insurance coverage in any of the last three fiscal years.

NOTE K. OTHER INFORMATION

Reimbursed Expenses: The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Ad valorem tax revenues: The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's office annually determines assessed valuation and the County Clerk spreads the annual assessment to the taxing units. One-half of the property taxes are due December 20 and distributed to the District by January 20 to finance a portion of the current year's budget. The second half is due May 20 and distributed to the District by June 5. The District Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

NOTE K. OTHER INFORMATION - continued

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 disbursement of funds received under these programs generally requires compliance with terms and conditions which are 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 any of the financial statements of the District at June 30, 2023.

Compliance with Kansas Statutes: The Recreation Commission has a budget violation of $3,571 due the pay out of cash from prior year that was not budget for in the current year.

NOTE L. SUBSEQUENT EVENTS

Subsequent Events: The District evaluated subsequent events through November 8, 2023, the date the financial statements were available to be issued. As a result of that evaluation the District did not note anything requiring disclosure.

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

Unified School District Number 367
Osawatomie, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
BUDGETED FUNDS ONLY
For Year Ended June 30, 2023

	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Budget Credits
General Funds			
General	$ 10,116,460	$ 0	$ 109,198
Supplemental General	3,328,259	0	0
Special Purpose Funds			
Adult Education	60,000	0	0
Adult Supplementary	826,484	0	0
At Risk - 4 Year Old	78,135	0	0
At Risk - K-12	2,008,578	0	0
Virtual Education	154,956	0	0
Capital Outlay	3,283,880	0	0
Driver Training	34,900	0	0
Food Service	1,089,884	0	0
Professional Development	74,545	0	0
Special Education	3,578,965	0	0
Vocational Education	222,704	0	0
Gifts and Grants	1,092,107	0	0
KPERS Special Retirement Contribution	1,198,274	0	0
Recreation Commission	74,593	0	0
Bond and Interest Funds			
Bond and Interest	1,347,100	0	0
	$ 28,569,824	$ 0	$ 109,198

Schedule 1

	Total Budget for Comparison		Expenditures Chargeable to Current Year		Variance - Over (Under)
$	10,225,658	$	10,142,250	$	(83,408)
	3,328,259		3,328,259		0
	60,000		39,696		(20,304)
	826,484		618,943		(207,541)
	78,135		46,854		(31,281)
	2,008,578		1,965,329		(43,249)
	154,956		98,638		(56,318)
	3,283,880		2,115,718		(1,168,162)
	34,900		28,854		(6,046)
	1,089,884		883,600		(206,284)
	74,545		28,746		(45,799)
	3,578,965		2,955,093		(623,872)
	222,704		136,168		(86,536)
	1,092,107		295,286		(796,821)
	1,198,274		1,047,669		(150,605)
	74,593		78,164		3,571
	1,347,100		1,345,976		(1,124)
$	28,679,022	$	25,155,243	$	(3,523,779)

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2a

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual	2023 Budget	2023 Variance Over (Under)
Cash Receipts				
Local Sources				
Reimbursed Expenses	$ 95,066	$ 98,628	$ 0	$ 98,628
State Sources				
Evidence Based Reading Program	267	0	0	0
Mentor Teacher	11,725	10,570	0	10,570
Equalization Aid	7,875,543	8,202,913	8,167,555	35,358
Special Education Aid	1,770,520	1,830,139	1,948,905	(118,766)
Total cash receipts	9,753,121	10,142,250	$ 10,116,460	$ 25,790
Expenditures				
Instruction				
Salaries	2,592,124	2,505,516	$ 2,643,967	$ (138,451)
Employee Benefits	422,176	305,623	430,915	(125,292)
Other Purchased Services	175	656	0	656
Supplies	108,060	436,012	530,938	(94,926)
Other	0	0	150,000	(150,000)
Student Support Services				
Salaries	250,157	313,054	255,159	57,895
Employee Benefits	37,772	53,916	38,760	15,156
Supplies	5,314	2,777	5,000	(2,223)
Other Purchased Services	0	307	0	307
Instruction Support Staff				
Salaries	207,644	199,920	208,394	(8,474)
Employee Benefits	56,072	44,412	248,824	(204,412)
Supplies	8,673	8,223	5,000	3,223
General Administration				
Salaries	275,883	288,896	287,977	919
Employee Benefits	81,190	102,462	82,962	19,500
Purchased Professional Services	134,999	215,905	135,000	80,905
Other Purchased Services	155,886	145,534	159,200	(13,666)
Supplies	10,104	12,849	10,000	2,849
School Administration				
Salaries	591,059	560,084	603,105	(43,021)
Employee Benefits	95,004	92,602	99,658	(7,056)
Supplies	2,150	2,343	2,000	343
Other Support Services				
Salaries	161,605	176,612	164,837	11,775
Employee Benefits	22,830	25,760	23,065	2,695
Other Purchased Services	2,633	3,352	10,000	(6,648)
Supplies	2,116	2,064	10,000	(7,936)

Unified School District Number 367
Osawatomie, Kansas

Schedule 2a

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual	2023 Budget	2023 Variance Over (Under)
Expenditures (continued)				
Student Activities	$ 133,797	$ 121,807	$ 0	$ 121,807
Operations and Maintenance (Trans)				
Purchased Property Services	74,639	74,327	80,000	(5,673)
Operating Transfers				
Special Education	2,000,000	1,830,139	1,948,905	(118,766)
At Risk (K-12)	1,356,000	1,724,207	1,570,104	154,103
At Risk (4 yr. old)	50,000	72,690	72,690	0
Adult Education	0	2,466	0	2,466
Capital Outlay	580,000	550,374	0	550,374
Driver's Ed	10,500	1,253	0	1,253
Virtual Education	110,794	100,559	140,000	(39,441)
Career & Postsecondary Education	131,584	138,023	150,000	(11,977)
Professional Development	20,664	27,526	50,000	(22,474)
Contingency Reserve	61,517	0	0	0
Adjustment to comply with legal maximum	0	0	0	0
Legal general fund budget & expenditures	9,753,121	10,142,250	10,116,460	25,790
Adjustments for qualifying budget credits	0	0	109,198	(109,198)
Total expenditures	9,753,121	10,142,250	$ 10,225,658	$ (83,408)
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	0	0		
Unencumbered cash, June 30	$ 0	$ 0		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2b

SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual	2023 Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Ad Valorem Property	$ 903,493	$ 1,029,594	$ 876,848	$ 152,746
Delinquent	39,709	29,571	28,033	1,538
County Sources				
Motor Vehicle	116,648	85,080	135,571	(50,491)
Recreational Vehicle	2,787	2,263	3,668	(1,405)
Commercial Vehicle	0	0	4,091	(4,091)
State Sources				
Supplemental State Aid	2,043,228	2,089,814	2,089,814	0
Total cash receipts	3,105,865	3,236,322	$ 3,138,025	$ 98,297
Expenditures				
Instruction				
Supplies	49,440	78,083	$ 55,000	$ 23,083
Property	10,814	7,255	15,000	(7,745)
General administration				
Purchased professional services	300	0	10,086	(10,086)
Operations and Maintenance				
Salaries	451,328	211,287	460,354	(249,067)
Employee Benefits	105,913	112,323	107,893	4,430
Purchased Professional Services	167,098	0	170,000	(170,000)
Purchased Property Services	74,957	348,856	85,000	263,856
Supplies	547,020	621,784	575,000	46,784
Property (Equip)	31,458	14,042	25,000	(10,958)
Student Transportation Services				
Supervisor Salaries	38,272	36,880	39,037	(2,157)
Employee Benefits	3,648	3,456	6,620	(3,164)
Equipment	109,078	109,078	109,078	0
Vehicle Operating Services				
Salaries	90,828	142,603	92,645	49,958
Employee Benefits	19,573	21,342	16,874	4,468
Motor Fuel	41,414	51,546	50,000	1,546
Other	19,465	21,918	20,000	1,918
Vehicle Services & Maintenance Services				
Purchased Professional Services	6,866	8,142	57,000	(48,858)
Supplies	70,009	65,054	0	65,054

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2b

SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual	2023 Budget	2023 Variance Over (Under)
Expenditures (continued)				
Operating Transfers				
Special Education	$ 960,726	$ 1,000,000	$ 1,000,000	$ 0
At risk k-12	358,971	474,610	433,672	40,938
Adjustment to comply with legal maximum	0	0	0	0
Legal general fund budget & expenditures	3,157,178	3,328,259	$ 3,328,259	$ 0
Receipts over (under) expenditures	(51,313)	(91,937)		
Unencumbered cash, July 1	242,860	191,547		
Unencumbered cash, June 30	$ 191,547	$ 99,610		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2c

SPECIAL PURPOSE FUNDS
ADULT EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfers				
General	$ 0	$ 2,466	$ 0	$ 2,466
State Sources				
Adult Basic Aid	28,277	36,428	60,000	(23,572)
Total cash receipts	28,277	38,894	$ 60,000	$ (21,106)
Expenditures				
Instruction				
Salaries	24,471	36,573	$ 40,000	$ (3,427)
Employee Benefits	1,581	2,810	10,000	(7,190)
Other Purchased Services	2,244	313	5,000	(4,687)
Supplies	0	0	5,000	(5,000)
Total expenditures	28,296	39,696	$ 60,000	$ (20,304)
Receipts over (under) expenditures	(19)	(802)		
Unencumbered cash, July 1	821	802		
Unencumbered cash, June 30	$ 802	$ 0		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS
ADULT SUPPLEMENTARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Tuition and Program Fees	$ 406,920	$ 444,735	$ 600,000	$ (155,265)
Miscellaneous	152,624	274,954	200,000	74,954
Total cash receipts	559,544	719,689	$ 800,000	$ (80,311)
Expenditures				
Instruction				
Salaries	190,795	225,246	$ 194,612	$ 30,634
Employee Benefits	16,531	17,509	17,100	409
Purchased Professional & Technical	14,645	12,526	17,442	(4,916)
Other Purchased Services	44,748	61,074	55,000	6,074
Supplies	34,142	42,357	105,000	(62,643)
Equipment	3,170	0	5,000	(5,000)
Other	452	911	1,000	(89)
Student Support Services				
Employee Benefits	405	442	1,000	(558)
Purchased Professional & Technical	506	128	1,000	(872)
Supplies	3,790	2,397	5,000	(2,603)
Property	10,482	10,502	50,000	(39,498)
Instructional Support Staff				
Salaries	170,385	165,171	173,793	(8,622)
Employee Benefits	13,061	12,637	13,296	(659)
School Administration				
Property	48,425	4,624	127,241	(122,617)
Operations and Maintenance				
Purchased Professional & Technical	0	0	50,000	(50,000)
Purchased Property Services	31,042	63,114	0	63,114
Supplies	2,173	305	10,000	(9,695)
Total expenditures	584,752	618,943	$ 826,484	$ (207,541)
Receipts over (under) expenditures	(25,208)	100,746		
Unencumbered cash, July 1	52,951	27,743		
Unencumbered cash, June 30	$ 27,743	$ 128,489		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2e

SPECIAL PURPOSE FUNDS
AT RISK - 4 YEAR OLD FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfers				
General	$ 50,000	$ 72,690	$ 72,690	$ 0
Total cash receipts	50,000	72,690	$ 72,690	$ 0
Expenditures				
Instruction				
Salaries	31,411	33,437	$ 50,000	$ (16,563)
Employee Benefits	16,957	13,417	18,825	(5,408)
Supplies	0	0	9,310	(9,310)
Total expenditures	48,368	46,854	$ 78,135	$ (31,281)
Receipts over (under) expenditures	1,632	25,836		
Unencumbered cash, July 1	6,570	8,202		
Unencumbered cash, June 30	$ 8,202	$ 34,038		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2f

SPECIAL PURPOSE FUNDS
AT RISK - K-12 FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfers				
General	$ 1,356,000	$ 1,724,207	$ 1,570,104	$ 154,103
Supplemental General	358,971	474,610	433,672	40,938
Total cash receipts	1,714,971	2,198,817	$ 2,003,776	$ 195,041
Expenditures				
Instruction				
Salaries	1,246,358	1,604,577	$ 1,271,285	$ 333,292
Employee Benefits	186,990	196,812	220,143	(23,331)
Purchased Professional Services	66,032	82,428	100,000	(17,572)
Supplies	56,573	37,085	154,197	(117,112)
Student Support Services				
Salaries	26,999	0	27,539	(27,539)
Employee Benefits	5,374	0	5,414	(5,414)
Purchased Professional Services	3,600	4,000	100,000	(96,000)
General Administration				
Purchased Professional Services	26,340	26,340	0	26,340
Student Transportation Services				
Salaries	72,473	14,087	100,000	(85,913)
Other	0	0	30,000	(30,000)
Total expenditures	1,690,739	1,965,329	$ 2,008,578	$ (43,249)
Receipts over (under) expenditures	24,232	233,488		
Unencumbered cash, July 1	11,956	36,188		
Unencumbered cash, June 30	$ 36,188	$ 269,676		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2g

SPECIAL PURPOSE FUNDS
VIRTUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Operating Transfers				
General	$ 110,794	$ 100,559	$ 140,000	$ (39,441)
Total cash receipts	110,794	100,559	$ 140,000	$ (39,441)
Expenditures				
Instruction				
Salaries	81,822	83,284	$ 83,459	$ (175)
Employee Benefits	17,243	15,354	17,361	(2,007)
Purchased Professional & Technical	0	0	54,136	(54,136)
Total expenditures	99,065	98,638	$ 154,956	$ (56,318)
Receipts over (under) expenditures	11,729	1,921		
Unencumbered cash, July 1	3,230	14,959		
Unencumbered cash, June 30	$ 14,959	$ 16,880		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2h

SPECIAL PURPOSE FUNDS
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Ad Valorem Property	$ 458,553	$ 536,785	$ 484,388	$ 52,397
Delinquent	15,915	13,144	14,307	(1,163)
Motor Vehicle	45,073	38,768	59,297	(20,529)
Recreational Vehicle	1,113	1,049	1,604	(555)
Commercial Vehicle	1,509	1,209	1,789	(580)
Idle Funds Interest	(12,170)	104,767	25,000	79,767
Other Revenue	1,331,000	6,090	25,000	(18,910)
State Sources				
State Aid	284,947	321,791	322,198	(407)
Operating Transfers				
General	580,000	550,374	0	550,374
Total cash receipts	2,705,940	1,573,977	$ 933,583	$ 640,394
Expenditures				
Instruction				
Property	24,633	14,817	$ 150,000	$ (135,183)
Student Support Services				
Property	0	58,358	0	58,358
Instructional Support Service				
Property	0	3,107	0	3,107
General Administration				
Purchased Professional Services	1,559	0	0	0
Supplies	0	918	0	918
Central Services				
Other Expense	0	43	0	43
Operations and Maintenance				
Salaries	0	316,029	0	316,029
Purchased Property Services	544,444	484,486	2,500,000	(2,015,514)
Property	625,122	1,236,784	250,000	986,784
Transportation				
Property	0	0	109,078	(109,078)
Vehicle Services & Maintenance Services				
Property	0	0	274,802	(274,802)
Facility Acquisition & Construction Serv				
New Building Acquisition/ Construction	2,111	0	0	0
Total expenditures	1,197,869	2,115,718	$ 3,283,880	$ (1,168,162)
Receipts over (under) expenditures	1,508,071	(541,741)		
Unencumbered cash, July 1	838,341	2,346,412		
Unencumbered cash, June 30	$ 2,346,412	$ 1,804,671		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2i

SPECIAL PURPOSE FUNDS
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Other Revenue	$ 11,100	$ 10,820	$ 0	$ 10,820
State Sources				
State Safety Aid	6,832	9,800	8,775	1,025
Operating Transfers				
General	10,500	1,253	0	1,253
Total cash receipts	28,432	21,873	$ 8,775	$ 13,098
Expenditures				
Instruction				
Salaries	8,212	11,750	$ 8,500	$ 3,250
Employee Benefits	1,431	2,439	1,800	639
Purchased Professional Services	8,540	10,570	10,000	570
Supplies	456	2,349	1,000	1,349
Vehicle Operations and Maintenance				
Motor fuel	1,177	1,746	2,780	(1,034)
Legal fund budget & expenditures	19,816	28,854	24,080	4,774
Adjustments for qualifying budget credits	0	0	10,820	(10,820)
Total expenditures	19,816	28,854	$ 34,900	$ (6,046)
Receipts over (under) expenditures	8,616	(6,981)		
Unencumbered cash, July 1	6,981	15,597		
Unencumbered cash, June 30	$ 15,597	$ 8,616		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2j

SPECIAL PURPOSE FUNDS
FOOD SERVICES
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Student Receipts Lunch & Breakfast	$ 141	$ 125,767	$ 182,560	$ (56,793)
Adult and Student Sales	11,789	9,647	38,850	(29,203)
Miscellaneous	12,689	44,230	100,000	(55,770)
State Sources				
School Food Assistance	5,880	5,984	5,274	710
Federal Sources				
Child Nutrition Programs	999,231	697,768	568,361	129,407
Operating Transfers				
General	0	0	0	0
Total cash receipts	1,029,730	883,396	$ 895,045	$ (11,649)
Expenditures				
Operations & Maintenance				
Purchased Property Services	7,287	5,795	$ 25,000	$ (19,205)
Supplies	178	0	0	0
Food Service Operation				
Salaries	298,967	321,420	304,946	16,474
Employee Benefits	75,202	63,510	79,322	(15,812)
Supplies	459,920	473,723	600,000	(126,277)
Property	37,981	19,152	80,616	(61,464)
Total expenditures	879,535	883,600	$ 1,089,884	$ (206,284)
Receipts over (under) expenditures	150,195	(204)		
Unencumbered cash, July 1	48,268	198,463		
Unencumbered cash, June 30	$ 198,463	$ 198,259		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2k

SPECIAL PURPOSE FUNDS
PROFESSIONAL DEVELOPMENT
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual	2023 Budget	2023 Variance Over (Under)
Cash Receipts				
State Sources				
Professional Development Aid	$ 0	$ 2,640	$ 7,500	$ (4,860)
Operating Transfers				
General	20,664	27,526	50,000	(22,474)
Total cash receipts	20,664	30,166	$ 57,500	$ (27,334)
Expenditures				
Instruction Support Staff				
Purchased Professional Services	20,083	19,378	$ 50,000	$ (30,622)
Other Purchased Services	2,587	8,066	0	8,066
Supplies	577	1,302	10,000	(8,698)
Central Services				
Salaries	0	0	5,000	(5,000)
Purchased Property Services	0	0	9,545	(9,545)
Total expenditures	23,247	28,746	$ 74,545	$ (45,799)
Receipts over (under) expenditures	(2,583)	1,420		
Unencumbered cash, July 1	19,631	17,048		
Unencumbered cash, June 30	$ 17,048	$ 18,468		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2l

SPECIAL PURPOSE FUNDS
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Other	$ 84,937	$ 6,940	$ 0	$ 6,940
Federal Sources				
Medicaid	80,140	0	100,000	(100,000)
Operating Transfers				
General	2,000,000	1,830,139	1,948,905	(118,766)
Supplemental General	960,726	1,000,000	1,000,000	0
Total cash receipts	3,125,803	2,837,079	$ 3,048,905	$ (211,826)
Expenditures				
Instruction				
Salaries	2,408	4,414	$ 20,000	$ (15,586)
Employee Benefits	545	341	1,530	(1,189)
Purchased Professional Services	21,007	0	60,000	(60,000)
Payments to Special Education COOP	2,643,947	2,591,767	3,053,527	(461,760)
Supplies	4,899	3,321	155,343	(152,022)
Vehicle Operating Services				
Salaries	193,399	258,225	0	258,225
Employee Benefits	19,461	26,426	0	26,426
Other Purchased Services	5,948	7,420	7,500	(80)
Motor Fuel	23,900	28,206	50,000	(21,794)
Property	0	34,973	0	34,973
Supervision				
Salaries	0	0	210,000	(210,000)
Employee Benefits	0	0	21,065	(21,065)
Total expenditures	2,915,514	2,955,093	$ 3,578,965	$ (623,872)
Receipts over (under) expenditures	210,289	(118,014)		
Unencumbered cash, July 1	319,411	529,700		
Unencumbered cash, June 30	$ 529,700	$ 411,686		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2m

SPECIAL PURPOSE FUNDS
CAREER AND POSTSECONDARY EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ 9,686	$ 1,000	$ 0	$ 1,000
State Sources				
CTE Transportation Aid	0	62,049	50,750	11,299
Operating Transfers				
General	131,584	138,023	150,000	(11,977)
Total cash receipts	141,270	201,072	$ 200,750	$ 322
Expenditures				
Instruction Support Staff				
Salaries	91,918	95,949	$ 100,000	$ (4,051)
Employee Benefits	19,385	16,793	20,410	(3,617)
Purchased Professional Services	191	24	10,000	(9,976)
Other Purchased Services	586	0	1,000	(1,000)
Supplies	3,290	932	64,381	(63,449)
Student Transportation Services				
Salaries	20,821	20,873	25,000	(4,127)
Employee Benefits	1,593	1,597	1,913	(316)
Total expenditures	137,784	136,168	$ 222,704	$ (86,536)
Receipts over (under) expenditures	3,486	64,904		
Unencumbered cash, July 1	18,468	21,954		
Unencumbered cash, June 30	$ 21,954	$ 86,858		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2n

SPECIAL PURPOSE FUNDS
GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Donations	$ 291,559	$ 159,333	$ 750,000	$ (590,667)
Federal Sources				
Grant	96,220	168,963	92,620	76,343
State Sources				
State Aid	0	18,717	127,620	(108,903)
Total cash receipts	387,779	347,013	$ 970,240	$ (623,227)
Expenditures				
Instruction				
Salaries	54,502	117,470	$ 135,240	$ (17,770)
Supplies	62,322	28,442	211,867	(183,425)
Student Support				
Salaries	49,129	0	65,000	(65,000)
Supplies	6,225	0	0	0
General Administration				
Supplies	271,818	142,838	680,000	(537,162)
Operations and Maintenance				
Supplies	0	6,536	0	6,536
Total expenditures	443,996	295,286	$ 1,092,107	$ (796,821)
Receipts over (under) expenditures	(56,217)	51,727		
Unencumbered cash, July 1	178,084	121,867		
Unencumbered cash, June 30	$ 121,867	$ 173,594		

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2o

SPECIAL PURPOSE FUNDS
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Sources				
KPERS	$ 1,089,340	$ 1,047,669	$ 1,198,274	$ (150,605)
Total cash receipts	1,089,340	1,047,669	$ 1,198,274	$ (150,605)
Expenditures				
Instruction				
Employee Benefits	631,817	607,648	$ 694,999	$ (87,351)
Student Support				
Employee Benefits	76,254	73,337	83,879	(10,542)
Instructional Support				
Employee Benefits	43,574	41,907	47,931	(6,024)
General Administration				
Employee Benefits	54,467	52,383	59,914	(7,531)
School Administration				
Employee Benefits	76,254	73,337	83,879	(10,542)
Other Supplemental Services				
Employee Benefits	32,680	31,430	35,948	(4,518)
Operations and Maintenance				
Employee Benefits	65,360	62,860	71,896	(9,036)
Student Transportation Services				
Employee Benefits	43,574	41,907	47,931	(6,024)
Food Services				
Employee Benefits	65,360	62,860	71,897	(9,037)
Total expenditures	1,089,340	1,047,669	$ 1,198,274	$ (150,605)
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	0	0		
Unencumbered cash, June 30	$ 0	$ 0		

Unified School District Number 367
Osawatomie, Kansas

Schedule 2p

SPECIAL PURPOSE FUNDS
CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Operating Transfers		
General	$ 61,517	$ 0
Expenditures		
Operations & Maintenance		
Utilities	0	0
Receipts over (under) expenditures	61,517	0
Unencumbered cash, July 1	288,484	350,001
Unencumbered cash, June 30	$ 350,001	$ 350,001

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2q

SPECIAL PURPOSE FUNDS
TEXTBOOK & STUDENT MATERIALS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Local Sources		
Fees	$ 70,342	$ 79,360
Rental Fees & Books	18,796	16,300
Miscellaneous	21,992	1,785
Total cash receipts	111,130	97,445
Expenditures		
Instruction		
Supplies	72,591	110,399
Total expenditures	72,591	110,399
Receipts over (under) expenditures	38,539	(12,954)
Unencumbered cash, July 1	67,961	106,500
Unencumbered cash, June 30	$ 106,500	$ 93,546

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2r

SPECIAL PURPOSE FUNDS
RECREATION COMMISSION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Sources				
Ad Valorem Property	$ 57,319	$ 67,065	$ 60,560	$ 6,505
Delinquent	1,988	1,639	1,788	(149)
Other	121	119	0	119
County sources				
Motor Vehicle Taxes	5,513	4,646	7,408	(2,762)
Recreational Vehicle	139	131	200	(69)
Commercial Vehicle	189	151	223	(72)
Total cash receipts	65,269	73,751	$ 70,179	$ 3,572
Expenditures				
Community Service Operation				
Community Services Operations	71,115	78,164	$ 74,593	$ 3,571
Total expenditures	71,115	78,164	$ 74,593	$ 3,571
Receipts over (under) expenditures	(5,846)	(4,413)		
Unencumbered cash, July 1	10,259	4,413		
Unencumbered cash, June 30	$ 4,413	$ 0		

Unified School District Number 367
Osawatomie, Kansas

Schedule 2s

SPECIAL PURPOSE FUNDS
21ST CCLC
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Grants	$ 98,008	$ 78,210
Total cash receipts	98,008	78,210
Expenditures		
Instruction		
Salaries	72,591	56,229
Employee Benefits	5,523	4,241
Purchased Professional Services	5,682	3,988
Other Purchased Services	7,221	6,404
Supplies	6,991	7,348
Total expenditures	98,008	78,210
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

Unified School District Number 367
Osawatomie, Kansas

Schedule 2t

SPECIAL PURPOSE FUNDS
21ST CCLC 2nd Grant
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Grants	$ 99,987	$ 99,524
Total cash receipts	99,987	99,524
Expenditures		
Instruction		
Salaries	73,334	69,579
Employee Benefits	6,079	4,751
Purchased Professional Services	4,862	4,951
Other Purchased Svc	2,679	3,648
Supplies	14,067	16,595
Total expenditures	101,021	99,524
Receipts over (under) expenditures	(1,034)	0
Unencumbered cash, July 1	1,034	0
Unencumbered cash, June 30	$ 0	$ 0

Unified School District Number 367
Osawatomie, Kansas

Schedule 2u

SPECIAL PURPOSE FUNDS
CARL PERKINS GRANT
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Reimbursements	$ 4,104	$ 4,025
Total cash receipts	4,104	4,025
Expenditures		
Instruction		
Salaries	0	0
Employee Benefits	0	0
Purchased Professional Services	12	0
Professional Development	1,041	330
Supplies	2,978	3,695
Total expenditures	4,031	4,025
Receipts over (under) expenditures	73	0
Unencumbered cash, July 1	0	73
Unencumbered cash, June 30	$ 73	$ 73

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2v

SPECIAL PURPOSE FUNDS
TITLE II A - TEACHER QUALITY
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Grants	$ 45,174	$ 43,868
Total cash receipts	45,174	43,868
Expenditures		
Instruction		
Salaries	45,174	43,868
Total expenditures	45,174	43,868
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

See Independent Auditor's Report

Unified School District Number 367
Osawatomie, Kansas

Schedule 2w

SPECIAL PURPOSE FUNDS
ESSER III FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Grants	$ 0	$ 1,114,304
Total cash receipts	0	1,114,304
Expenditures		
Instruction		
Salaries	432,834	372,690
Benefits	67,569	62,486
Student Support Services		
Salaries	3,000	0
Benefits	230	0
Instructional Support Staff		
Salaries		
General Administration		
Purchased Professional Services	33,044	19,697
Student Administration		
Salaries	8,000	0
Benefits	612	0
Central Services		
Salaries	1,500	0
Benefits	115	0
Operations and Maintenance		
Salaries	32,579	38,322
Benefits	2,492	2,931
Supplies	11,134	5,584
Student Transportation Services		
Salaries	11,450	0
Benefits	876	0
Food Service		
Salaries	6,650	0
Benefits	509	0
Total expenditures	612,594	501,710
Receipts over (under) expenditures	(612,594)	612,594
Unencumbered cash, July 1	0	(612,594)
Unencumbered cash, June 30	$ (612,594)	$ 0

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 2x

SPECIAL PURPOSE FUNDS
ESSER II FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Grants	$ 746,571	$ 207,774
Total cash receipts	746,571	207,774
Expenditures		
Instruction		
Salaries	152,746	0
Benefits	23,108	0
Supplies	168,650	0
Other Purchased Services	63,381	0
Student Support Services		
Salaries	42,320	0
Benefits	3,237	0
General Administration		
Purchased Professional Services	3,580	0
Total expenditures	457,022	0
Receipts over (under) expenditures	289,549	207,774
Unencumbered cash, July 1	(497,322)	(207,773)
Unencumbered cash, June 30	$ (207,773)	$ 1

See Independent Auditor's Report

Unified School District Number 367
Osawatomie, Kansas

Schedule 2y

SPECIAL PURPOSE FUNDS
TITLE I
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Federal Sources		
Grants	$ 304,486	$ 298,751
Total cash receipts	304,486	298,751
Expenditures		
Instruction		
Salaries	245,331	225,141
Employee Benefits	29,565	29,542
Purchased Professional Services	175	3,990
Supplies	29,157	38,083
Other Purchased Services	258	1,995
Total expenditures	304,486	298,751
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

Unified School District Number 367
Osawatomie, Kansas

Schedule 2z

BOND AND INTEREST FUNDS
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local sources				
Ad valorem property	$ 867,631	$ 1,011,195	$ 911,604	$ 99,591
Delinquent	22,490	21,409	27,219	(5,810)
Other	1,926	1,374	0	1,374
County sources				
Motor vehicle	61,084	63,608	94,454	(30,846)
Recreational Vehicle	1,543	1,799	2,556	(757)
Commercial Vehicle	2,148	2,251	2,850	(599)
State sources				
Equalization aid	829,041	646,700	781,420	(134,720)
Total cash receipts	1,785,863	1,748,336	$ 1,820,103	$ (71,767)
Expenditures				
Debt service				
Bond principal	1,140,000	1,135,000	$ 1,115,000	$ 20,000
Interest	253,620	210,976	232,100	(21,124)
Total expenditures	1,393,620	1,345,976	$ 1,347,100	$ (1,124)
Receipts over (under) expenditures	392,243	402,360		
Unencumbered cash, July 1	1,072,227	1,464,470		
Unencumbered cash, June 30	$ 1,464,470	$ 1,866,830		

Unified School District Number 367
Osawatomie, Kansas

Schedule 2aa

BUSINESS FUNDS
HEALTH INSURANCE
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For Year Ended June 30, 2023
(With Comparitive Actual totals for the Prior Year Ended June 30, 2022)

	2022	2023
Cash Receipts		
Local Sources		
Interest	$ 346	$ 11,062
Miscellaneous	979,245	984,739
Transfers	1,307	0
Total cash receipts	980,898	995,801
Expenditures		
Claims and Administrative Services	1,107,477	1,118,755
Receipts over (under) expenditures	(126,579)	(122,954)
Unencumbered cash, July 1	739,887	613,308
Unencumbered cash, June 30	$ 613,308	$ 490,354

Unified School District Number 367
Osawatomie, Kansas

Schedule 2bb

TRUST FUNDS
SCHOLARSHIP FUNDS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For Year Ended June 30, 2023

Scholarship Trust Funds	Balance Beginning of year	Gifts, Interest, Fees, Mkt & Principal	Scholarship Disbursements	Balance End of year
William & Nadine Eddy Scholarship	$ 12,205	$ 2,427	$ 0	$ 14,632
Andrew Workman Scholarship	12,211	(490)	300	11,421
Rae Lynn Jones Scholarship	(116)	1,001	500	385
Robert J. Wagers Memorial Scholarship	41,720	(1,423)	625	39,672
Lois Hanna Kinkead Memorial Scholarship	23,199	(931)	400	21,868
USD 367 Food Service Scholarship	5,222	41	500	4,763
Derrick Jensen	1,773	(71)	500	1,202
Sarah Ingle	818	(32)	800	(14)
Nadine Weber Memorial Scholarship	21,817	128	3,000	18,945
Class of 1974	5,218	(211)	300	4,707
Whiteford Education Foundation	23	2,501	0	2,524
Marilyn Winegar Scholarship	13,148	259	500	12,907
Carter Development Fund	14,537	(386)	200	13,951
Royce Bray Scholarship	514,687	(20,649)	15,000	479,038
John/Arlene Shaw	64,935	(2,606)	1,000	61,329
Twin Rivers Jazz Band Scholarship	11,316	(454)	0	10,862
Osawatomie VFW Scholarship	8,914	(363)	500	8,051
Lurene Swenson Memorial Scholarship	4,454	(179)	0	4,275
John Vasquez Memorial Scholarship	22,173	211	500	21,884
Melvin Stockwell Scholarship	17,066	(687)	250	16,129
Cavinee Scholarship	23,182	(931)	400	21,851
Dick Booe Scholarship	1,094	(44)	350	700
Julie Taylor Scholarship	5,219	791	500	5,510
Frank & Rosie Bowker	5,176	(208)	0	4,968
Joe Fenoughty	287	(11)	300	(24)
Robert Kitchen Memorial	2,295	(92)	0	2,203
Dustin Eaks	1,511	440	1,000	951
Anon Demolay	233	189	200	222
Appenfeller Memorial Scholarship	9,472	(130)	500	8,842
VFW Auxiliary Scholarship	3,045	(124)	200	2,721
Lambert-Goodwin	48,844	(1,460)	1,000	46,384
Partners in Education	12,566	698	1,000	12,264
Slayman/Elks School	15	(1)	0	14
H. Dean Brown Memorial Scholarship	131	(5)	0	126
Architecture Engineer Scholarship	53,161	(2,133)	1,000	50,028
Hawkins Scholarship	90,930	(3,149)	2,000	85,781
Mac Steele Scholarship	9,160	(367)	350	8,443
Adams Family Scholarship	3,606	(145)	0	3,461
Frank & Jackie Platt Memorial Scholarship	12,512	(502)	600	11,410
Marie Cherry Memorial Scholarship	6,088	(247)	200	5,641
Class of 1967	4,281	2,381	1,000	5,662
Rickman	2,448	2,274	1,000	3,722

Unified School District Number 367
Osawatomie, Kansas

Schedule 2bb

TRUST FUNDS
SCHOLARSHIP FUNDS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For Year Ended June 30, 2023

Scholarship Trust Funds	Balance Beginning of year	Gifts, Interest, Fees, Mkt & Principal	Scholarship Disbursements	Balance End of year
Lynn Dickey	$ 0	$ 1,002	$ 1,000	$ 2
Deanna McClure Kay Scholarship	0	746	500	246
Ceramic Studio	0	198	200	(2)
Bessie & Fred Zakoura	0	445	0	445
Ellen Porter Memorial	0	222	0	222
Anonymous Donor	0	2,002	1,000	1,002
Silas/Hattie Whiteford Trust Scholarship	78,693	(709)	6,091	71,893
ONEA Teachers Scholarship	13,580	(498)	0	13,082
Bertha & Irvin Walter Memorial Scholarship	14,126	290	100	14,316
George & Ann Graham Scholarship	80,284	1,651	700	81,235
ONEA Teacher Scholarship	11,612	(364)	750	10,498
K. R. Johnson Scholarship	1,103	3,088	500	3,691
Harold D Barnhart Memorial Scholarship	64,583	1,286	2,000	63,869
Roy & Mary McDaniel Scholarship	14,556	356	200	14,712
Paul L. & Ida M. Trump Scholarship	25,892	527	7,453	18,966
Bruce Waggoner Memorial Scholarship	19,316	38	500	18,854
Rotary Archie Parks Scholarship	46,899	184	0	47,083
Total Trust Funds	$ 1,461,220	$ (14,226)	$ 57,469	$ 1,389,525

Unified School District Number 367
Osawatomie, Kansas

Schedule 3

AGENCY FUNDS
SCHOOL ACTIVITY FUNDS
CASH RECEIPTS, CASH DISBURSEMENTS AND CASH BALANCES
For the Year Ended June 30, 2023

Fund	Balance Beginning of Year	Receipts	Disbursements	Balance End of year
Student Organization Accounts				
O.H.S. Concessions	$ 3,811	$ 29,495	$ 31,557	$ 1,749
Catering Club	682	0	0	682
Elementary Yearbook Club	1,353	5,495	6,737	111
Yearbook Club O.H.S.	7,372	7,030	7,463	6,939
Yearbook Club O.M.S.	1,534	3,185	3,068	1,651
Journalism Club	2,840	0	0	2,840
Washington DC Club	16,337	43,725	46,499	13,563
Fellowship Christian Athletes	157	0	0	157
Art Club	486	515	360	641
O.M.S. Concessions	6,090	9,113	12,270	2,933
Lady Trojan Basketball	12	628	628	12
BB Club O.H.S.	895	0	0	895
Band Club O.H.S.	764	5,175	5,678	261
O.M.S. Band	2,703	5,530	5,756	2,477
O.M.S. Cheerleaders	390	250	22	618
Choir O.H.S.	4,583	4,836	3,742	5,677
Class of 2020	1,286	0	0	1,286
Class of 2023	261	1,209	1,407	63
Class of 2024	852	1,278	1,260	870
Class of 2025	657	999	471	1,185
Class of 2026	0	570	48	522
Trojan Faculty Club	1,312	1,373	1,229	1,456
Faculty Club O.H.S.	1,519	3,162	4,670	11
FCCLA	1,162	1,614	1,149	1,627
O.M.S. Ambassadors	1,154	0	0	1,154
O.M.S. Reading Club	231	0	0	231
O.H.S. National Honor Society	1,132	525	955	702
O.H.S. FBLA	132	3,674	3,580	226
O.H.S. Kays	3,636	431	752	3,315
O.H.S. STUCO	456	6,906	4,084	3,278
O.H.S. Science Club	10,808	4,325	6,565	8,568
O.H.S. STAC	7,419	4,460	8,981	2,898
O.M.S. Faculty Club	3,315	8,567	5,703	6,179
O.M.S. STAC	715	33,776	32,505	1,986
2nd Grade Economics	128	0	0	128
Swenson School STAC	9,057	3,350	4,208	8,199
Swenson School Faculty Club	383	326	489	220
O.H.S. Flag Corps	239	147	0	386
O.M.S. Drama Club	54	0	0	54
SADD Club	1,954	200	1,898	256
O.M.S. SADD	551	0	0	551
After Prom	7,652	25,283	26,395	6,540
OHS Spirit Squad Dazzlers	3,713	16,662	18,989	1,386
OHS Trap Club	0	595	595	0

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

Schedule 3

AGENCY FUNDS
SCHOOL ACTIVITY FUNDS
CASH RECEIPTS, CASH DISBURSEMENTS, AND CASH BALANCES
For the Year Ended June 30, 2023

Fund	Balance Beginning of Year	Receipts	Disbursements	Balance End of year
Student Organization Accounts - continued				
Trojan STAC	$ 1,132	$ 8,377	8,080	$ 1,429
Adult Ed Vending	716	0	0	716
Skills USA	2,572	1,188	1,248	2,512
FFA Club	1,151	7,944	9,095	0
Baseball Club	353	0	0	353
Wrestling Club	45	0	0	45
Watch D.O.G.S.	71	0	0	71
Football Club	712	4,115	1,524	3,303
Softball Club	198	377	377	198
Cross Country Club	104	158	189	73
Other	(109)	0	0	(109)
HS Volleyball Club	104	370	370	104
Oz Envy Club	22,628	18,369	22,882	18,115
Honors Flight	0	9,025	8,560	465
Board of Ed	0	394	394	0
Coffee Shop OHS	0	2,938	2,429	509
Spanish Club	0	482	196	286
Swim Club	65	0	1	64
Total	$ 139,529	$ 288,146	$ 305,058	$ 122,617

Unified School District Number 367
Osawatomie, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS

CASH RECEIPTS, CASH DISBURSEMENTS AND CASH BALANCES
For the Year Ended June 30, 2023

Fund	Balance Beginning of Year	Receipts	Disbursements	Balance End of Year
Fees and User Charges				
Sales Tax	$ 8	$ 12,874	$ 12,882	$ 0
C/A Ind. Arts Club O.H.S.	0	1,696	1,696	0
C/A Now Account	42	6,383	6,149	276
	50	20,953	20,727	276
Gate Receipts				
Athletics	0	38,013	38,013	0
Total all Schools	$ 50	$ 58,966	$ 58,740	$ 276

See Independent Auditor's Report.

Unified School District Number 367
Osawatomie, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Grantor's Number	Program Revenue Amount	Program Expenditure Amount
U.S. Department of Agriculture				
Pass Through Kansas Department of Education				
Child Nutrition Cluster				
School Breakfast	10.553	N/A	$ 180,370	$ 180,370
National School Lunch Program (NSLP)	10.555	N/A	455,294	455,294
Summer Food Service Program for Child	10.559	N/A	62,104	62,104
Total Child Nutrition Cluster			697,768	697,768
TOTAL DEPARTMENT OF AGRICULTURE			697,768	697,768
U.S. Department of Education				
Pass Through Kansas Department of Education				
Title I Grants	84.010	DO367	274,792	274,792
Title II Improving Teacher Quality	84.367	DO367	43,868	43,868
Student Support & Academic Enrichment Program	84.424	N/A	23,959	23,959
ESSER II	84.425	N/A	207,774	0
ESSER III	84.425	N/A	1,114,304	501,710
Title IV 21st CCLC	84.287	N/A	78,210	78,210
Title IV 21st CCLC	84.287	N/A	99,524	99,524
Carl D Perkins	84.048	N/A	4,300	4,300
TOTAL DEPARTMENT OF EDUCATION			1,846,731	1,026,363
U.S. Department of Health and Human Services				
Pass Through Kansas Department of Education				
KDHE K-12 COVID Testing Grant	93.323	N/A	51,493	51,493
Temporary Assistance for Needy Families (TANF)	93.558	N/A	49,850	49,850
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			101,343	101,343
TOTAL FEDERAL AWARDS			$ 2,645,842	$ 1,825,474

There were no amounts that were passed through to subrecipients.

See Independent Auditor's Report.
See accompanying notes.

Unified School District Number 367
Osawatomie, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2023

NOTE A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2023. The information in this 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 assets or cash flows of the District.

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the regulatory basis of accounting as described in the *Kansas Municipal Audit and Accounting Guide* (KMAAG). The 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 on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above. Expenditures as reported on the Schedule are recognized under the basis described above and follow the cost principles contained in the Uniform Guidance regarding *Cost Principles* wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE C. NON-CASH ASSISTANCE, INSURANCE AND LOANS

The District did not receive or expend any Federal awards in the form of noncash assistance, insurance, loans or loan guarantees for the year ended June 30, 2023.

NOTE D. INDIRECT COST RATES

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

SPECIAL REPORTS

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

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

Board of Education
Unified School district Number 367
Osawatomie, KS

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Unified School District Number 367, Osawatomie, KS, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's regulatory basis financial statements, and have issued our report thereon dated November 8, 2023. The District prepares its financial statement on a regulatory basis of accounting which demonstrates compliance with *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United Sates of America.

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) to determine the 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 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 deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that material misstatements 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 serve 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, as defined above. 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 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

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.

Harold K. Mayes Jr

Harold K Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
November 8, 2023

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

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 Number 367
Osawatomie, KS

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the District's compliance with the types of compliance requirements described 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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 generally accepted auditing standards, *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.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

In performing an audit in accordance with generally accepted auditing standards, *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 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 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, that is less serve than a material weakness, 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.

Harold K. Mayes Jr

Harold K Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
November 8, 2022

Unified School District Number 367
Osawatomie, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2023

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of report the auditor issued on whether the financial statements audited was prepared in accordance with GAAP:	Adverse
Type of report the auditor issued on whether the financial statement audited was prepared in accordance with regulatory basis:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal programs:

CFDA Number(s)	Name of Federal Program or Cluster		Amount
Child Nutrition Cluster			
10.553	School Breakfast	$	180,370
10.555	National School Lunch Program (NSLP)		455,294
10.559	Summer Food Program for Child		62,104
	Total Cluster		697,768
84.425	ESSER III		501,710
	Total	$	1,199,478

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