# PITTSBURG COMMUNITY SCHOOLS
# UNIFIED SCHOOL DISTRICT #250
# PITTSBURG, KANSAS

Regulatory Basis Financial Statement and
Independent Auditors' Report with
Regulatory Required Supplemental Information

For the Fiscal Year Ended June 30, 2023

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

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**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

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Diehl
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Certified Public Accountants PA

## INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District #250
Pittsburg, Kansas 66762

***Adverse and Unmodified Opinions***

We have audited the accompanying Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis, of the Unified School District #250 (District), Pittsburg, Kansas as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statement.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

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

*Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District #250, Pittsburg, Kansas as of June 30, 2023, and the aggregate receipts and expenditures for the fiscal year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Basis for Adverse and Unmodified Opinions***

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

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

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

***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 1 to meet the financial reporting requirements of the State of Kansas. 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.

***Auditor's Responsibilities for the Audit of the Financial Statement***

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

In performing an audit in accordance with GAAS, we:

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

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

**Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the June 30, 2023, summary statement of receipts, expenditures, and unencumbered cash balances – regulatory basis (financial statement) as a whole. The summary of expenditures – actual and budget – regulatory basis, individual fund schedules of receipts and expenditures – actual and budget – regulatory basis, schedule of receipts and expenditures – agency funds – regulatory basis and the schedule of receipts, expenditures, and unencumbered cash – district activity funds – regulatory basis (Schedules 1, 2, 3 and 4 as listed in the table of contents), are presented for purposes of additional analysis and are not a required part of the financial statement, however they are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated May 22, 2024, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

**Prior Year Comparative Numbers**

The 2022 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents), are also presented for comparative analysis and was not a required part of the 2022 financial statement upon which we rendered an unmodified opinion dated May 15, 2023. The 2022 financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link http://admin.ks.gov/offices/chief-financial-officer/municipal-services. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the 2022 comparative information is fairly stated in all material respects in relation to the 2022 basic financial statement as a whole, on the basis of accounting described in Note 1.

*Diehl, Banwart, Bolton, CPAs PA*

DIEHL, BANWART, BOLTON, CPAs PA

May 22, 2024
Pittsburg, Kansas

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|---|
| General Funds | | | | | | | |
| General | $ - | $ - | $ 26,087,014 | $ 26,087,014 | $ - | $ 233,677 | $ 233,677 |
| Supplemental General | 155,788 | - | 8,064,910 | 8,028,854 | 191,843 | 102,618 | 294,461 |
| Special Revenue Funds | | | | | | | |
| 4 Yr Old At Risk | - | - | 293,387 | 293,183 | 204 | - | 204 |
| K-12 At Risk | 50,069 | - | 7,096,532 | 5,837,038 | 1,309,562 | 19,314 | 1,328,876 |
| Bilingual Education | 22,504 | - | 596,322 | 567,507 | 51,319 | - | 51,319 |
| Virtual Education | 4,714 | - | 112,159 | 115,400 | 1,473 | - | 1,473 |
| Capital Outlay | 1,437,323 | - | 2,661,478 | 1,682,858 | 2,415,942 | 699,797 | 3,115,740 |
| Driver Education | 19,283 | - | 17,300 | 14,515 | 22,068 | 10,000 | 32,068 |
| Food Service | 969,028 | - | 2,715,803 | 2,447,875 | 1,236,956 | 5,000 | 1,241,956 |
| Professional Development | 14,603 | - | 58,731 | 44,746 | 28,588 | 200 | 28,788 |
| Special Education | 129,424 | - | 5,724,757 | 5,354,464 | 499,717 | - | 499,717 |
| Career and Postsecondary Education | 21,359 | - | 526,503 | 545,480 | 2,382 | 6,348 | 8,730 |
| KPERS Special Retirement | - | - | 2,882,762 | 2,882,762 | - | - | - |
| Revolving | 199,992 | - | 254,566 | 192,883 | 261,675 | 3,660 | 265,335 |
| Contigency Reserve | 1,071,000 | - | 300,000 | - | 1,371,000 | - | 1,371,000 |
| Textbook Rental | 36,836 | - | 13,180 | 27,264 | 22,752 | - | 22,752 |
| Title II Improving Teacher Quality | - | - | 82,844 | 152,870 | (70,026) | 22,608 | (47,418) |
| Title VI Rural Low Income | - | - | 42,534 | 59,872 | (17,338) | 15,838 | (1,500) |
| Title I Migrant | - | - | 91,630 | 91,630 | - | 17,715 | 17,715 |
| Title I | - | - | 638,414 | 1,070,029 | (431,615) | 55,000 | (376,615) |
| Title III English Language Acquisition | - | - | 16,220 | 33,319 | (17,099) | 15,240 | (1,859) |
| 21st Century Community Learning Center | - | - | 4,832 | 65,025 | (60,193) | - | (60,193) |
| Safe and Supportive Schools | - | - | 93,764 | 105,673 | (11,909) | 1,564 | (10,345) |
| CARES | (219,447) | - | 2,408,746 | 2,599,242 | (409,943) | 65,866 | (344,077) |
| After School Program | 298 | - | 78,339 | 76,301 | 2,336 | - | 2,336 |
| ARP - HCY | - | - | - | 26,500 | (26,500) | - | (26,500) |
| COVID Testing Grant | (8,750) | - | 70,116 | 333,339 | (271,973) | 12,666 | (259,307) |
| Pritchett Grant | 20,446 | - | 79,112 | 49,505 | 50,053 | 12,626 | 62,679 |
| Foundation Grants | 2,262 | - | 18,762 | 14,918 | 6,105 | 4,798 | 10,903 |
| Mini Grants | 1,176 | - | 1,250 | - | 2,426 | - | 2,426 |

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

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|---|
| Restricted | 3,653 | - | 41,048 | 9,833 | 34,868 | 9,833 | 44,701 |
| District Activity Funds | 23,815 | - | 123,725 | 117,735 | 29,804 | 298 | 30,102 |
| Bond and Interest Fund | 1,361,731 | - | 6,210,710 | 4,615,233 | 2,957,209 | - | 2,957,209 |
| Capital Project Fund | 19,633,104 | - | 141,350 | 13,426,970 | 6,347,484 | 407,555 | 6,755,039 |
| Total Entity (Excluding Agency Funds) | $ 24,950,209 | $ - | $ 67,548,798 | $ 76,969,837 | $ 15,529,170 | $ 1,722,222 | $ 17,251,392 |

| Composition of Cash | |
|---|---|
| Regular Checking | $ 6,342,530 |
| Food Service | 437,835 |
| Payroll Checking | 5,871 |
| Money Market Account | 7,159,794 |
| Payroll Liabilities | (820,902) |
| Certificates of Deposit | 1,766,689 |
| Investments in Treasury Securities | 2,329,473 |
| MS District and Activity Funds | 20,033 |
| HS District and Activity Funds | 86,553 |
| Total Cash | 17,327,876 |
| Agency Funds per Schedule 3 | (76,484) |
| Total Reporting Entity | $ 17,251,392 |

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

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2023

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement of Unified School District #250, Pittsburg, Kansas (District), has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies follow. Note 1 describes how the District's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. This financial statement presents USD #250 (the primary government). The District has developed criteria to determine whether outside agencies, with activities which benefit the members of the District, should be included within its financial reporting entity. This criteria include but are not limited to, whether the District exercises financial accountability, selection of governing authority, designation of management, ability to significantly influence operations, scope of public service and special financing relationships. Based on the above criteria, the District has determined that no outside agency meets the criteria; therefore, no outside agency has been included as a related municipal entity in this financial statement.

Basis of Presentation - Fund Accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds comprise the financial activities of the District:

REGULATORY BASIS FUND TYPES

General Fund – to account for all unrestricted resources except those required to be accounted for in another fund.

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

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

Basis of Presentation - Fund Accounting - (continued)

REGULATORY BASIS FUNDS - (Continued)

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

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

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

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

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 balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Budgetary Information

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

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

Budgetary Information - (continued)

1. Preparation of the budget for the succeeding fiscal year on or before August 1.
2. Publication in the local newspaper of the proposed budget and a notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after the publication of a notice of hearing.
4. Adoption of the final budget on or before August 25.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The District amended their budgets in the General, K-12 At Risk, and Bilingual Education Funds on May 22, 2023. The amended General Fund budget was reduced to the maximum legal amount.

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

All legal annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable and encumbrances. Encumbrances are commitments of 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 capital project funds, trust funds and the following special purpose funds (Revolving, Contingency Reserve, Textbook Rental, Title II Improving Teacher Quality, Title VI Rural Low Income, Title I Migrant, Title I, Title III English Language Acquisition, 21st Century Community Learning Center, Safe and Supportive Schools, CARES, After School Program, ARP-HCY, COVID Testing, Pritchett Grant, Foundation Grants, Mini Grants, Restricted, and District Activity Funds. 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.

Compensated Absences

Employees may accrue 10 days of sick leave each year. An employee may accumulate up to 120 days of sick leave. At retirement the District pays $15 per day of accumulated unused sick leave to employees that qualify under the early retirement program. No other payments are made for unused sick leave.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

Compensated Absences (Continued)

Full time, twelve-month employees accrue vacation days each year on June 30, which is to be taken within twelve months after year end.

The District determines a liability for compensated absences when the following conditions are met:

1. The District's obligation relating to the employee's rights to receive compensation for future absences is attributable to employee's services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and is material to the financial statements.

In accordance with the above criteria, the District has not accrued a liability for sick pay or vacation pay.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

2. **STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

Compliance with Kansas Statutes

The financial statement and the regulatory required supplemental schedules have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown, there were no apparent violations with the cash basis and budget laws of Kansas. The negative unencumbered cash balances in the Title II Improving Teacher Quality, Title VI Rural Low Income, Title I, Title III English Language Acquisition, Safe and Supportive Schools, CARES, ARP-HCY, and COVID Testing Funds are allowed as these are reimbursement grants.

3. **BANK DEPOSITS AND INVESTMENTS**

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

## 3. BANK DEPOSITS AND INVESTMENTS (Continued)

As of June 30, 2023, the District had the following investments and maturities:

| | Investment Maturities | | |
|---|---|---|---|
| | Fair Value | Less than 1 | Rating U.S. |
| US Treasury Securities | $ 2,329,473 | $ 2,329,473 | N/A |

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.

*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 at June 30, 2023, is as follows:

| Investments | Percentage of Investments |
|---|---|
| US Treasury Securities | 100% |

*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%. All deposits were legally secured at June 30, 2023.

On June 30, 2023 the District's carrying amount of deposits was $14,998,403 and the bank balance was $11,729,126. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by federal depository insurance, and $10,979,126 was collateralized with securities held by the pledging financial institutions' agents in the District's name with a market value of $20,003,164. The table below details the breakdown between banks.

| RISK CATEGORIES | LABETTE BANK | COMMERCE BANK | TOTALS |
|---|---|---|---|
| (1) FDIC Insurance | $ 500,000 | $ 250,000 | $ 750,000 |
| (1) Collateralized with pledged securities held in the District's account | 7,572,533 | 3,406,593 | 10,979,126 |
| (2) Collateralized with pledged securities in Bank's account | - | - | - |
| (3) Uncollateralized | - | - | - |
| TOTAL BANK BALANCES | $ 8,072,533 | $ 3,656,593 | $ 11,729,126 |
| Total Market Value of Pledged Securities | $ 16,364,870 | $ 3,638,294 | $ 20,003,164 |

## 4. 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 www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

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

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

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

## 4 PENSION PLAN (Continued)

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Years 2022 and 2023. Fiscal Year 2022 was recertified from 14.09% to 13.33% and Fiscal Year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired 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 $2,882,762 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 $26,896,183. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

## 5. POST EMPLOYMENT BENEFITS

Retirement

A professional certified employee is eligible for early retirement if such person: (a) is currently a professional certified employee of the District; (b) will be at least 55 years of age on or before June 30 of the retiring year; (c) has 10 years or more of service with the District and were employed before the 2008-09 school year. Retirement is entirely voluntary and at the discretion of an eligible employee. Retirement benefits are 15% of the annual salary in the primary teaching contract for the final year of service for 5 years plus $15 per day of accumulated unused sick leave. The District funds these benefits on a pay as you go basis. The early retirement benefits are paid by making contributions to a section 403(b) Plan. In addition, the District allows employees to voluntarily contribute compensation to the 403(b) and will match up to 1.5% of the employees salary. Total contributions to the 403(b) Plan for the year ended June 30, 2023, were $329,894.

Participation in Group Health Insurance Plan

As provided by K.S. A. 12-5040, retired employees are eligible to participate in the District's group health insurance plan until they have reached the age of 65. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

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

## 6. RISK MANAGEMENT/CONTINGENCY

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The District continues to carry commercial insurance for these risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

## 7. TRANSFERS

| FROM | TO | STATUTORY AUTHORITY | AMOUNT |
|---|---|---|---|
| General | Contingency Reserve | K.S.A. 72-5165 | $ 300,000 |
| General | Virtual Education | K.S.A. 72-3715 | 110,986 |
| General | Special Education | K.S.A. 72-3422 | 5,496,750 |
| General | Bilingual Education | K.S.A. 72-3613 | 461,050 |
| General | Career and Postsecondary Education | K.S.A. 72-5162 | 479,125 |
| General | Professional Development | K.S.A. 72-2552 | 47,500 |
| General | 4 Year Old At Risk | K.S.A. 72-5154 | 293,387 |
| General | K-12 At Risk | K.S.A. 72-5153 | 5,643,167 |
| Supplemental General | Special Education | K.S.A. 72-3422 | 147,676 |
| Supplemental General | Bilingual Education | K.S.A. 72-3613 | 135,272 |
| Supplemental General | K-12 At Risk | K.S.A. 72-5153 | 1,453,365 |
| Capital Project | Bond and Interest | K.S.A. 10-113 | 2,039,477 |

## 8. SUBSEQUENT EVENTS

Management has evaluated events and transactions occurring subsequent to June 30, 2023, through May 22, 2024, the date the financial statement was available for issue. There were no subsequent events requiring recognition in the financial statement or disclosure in the notes to the financial statement.

## 9. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

| | Project Authorization | Expenditures to Date |
|---|---|---|
| 2017 Bonds | $ 32,592,625 | $ 31,197,345 |
| 2023 Bonds | 18,910,784 | 12,569,655 |

## 10. AMENDED BUDGETS

On April 11, 2023, the budgets for the General Fund, K-12 At Risk Fund, and 4 Year Old At Risk Fund were amended. The original budgeted amounts and the amended amounts are listed below:

| Fund | Original Budget | Amended Budget |
|---|---|---|
| General | $26,005,496 | $26,662,614 |
| K-12 At Risk | 6,367,068 | 7,092,068 |
| Bilingual Education | 717,504 | 716,165 |

## 11. LONG-TERM OBLIGATIONS

Attached are schedules detailing the District's changes in long-term debt and maturities. The District issued $16,500,000 Series 2022A and $5,365,000 Series 2022B bonds on March 1, 2022. The Series 2022B were a refunding issue. The Series 2022B bonds were used to refund $4,690,000 in Series 2017 Bonds. The proceeds of the Series 2022B bonds are held in Escrow until the Series 2017 Bonds are called on September 1, 2027. The District is contingently liable on the 2017 Bonds until they are called. The schedule of maturities does not include any amounts for bonds that will be paid by refunding proceeds.

## Schedule of Changes in Long-Term Obligations

| Issue | Interest Rates | Date of Issue | Amount of Issue | Date of Final Maturity | Balances Beginning of Year | Additions / New Debt | Reductions / PrincipalPaid | Balances End of Year | Interest Paid |
|---|---|---|---|---|---|---|---|---|---|
| General Obligation Bonds | | | | | | | | | |
| Series 2008 | 3.5-4.0% | 8/1/2008 | 6,435,000 | 9/1/2023 | $ 135,000 | $ - | $ 30,000 | $ 105,000 | $ 5,081 |
| Series 2010 Refunding | 3.6-5.0% | 11/1/2010 | 8,775,000 | 9/1/2022 | 1,830,000 | - | 1,830,000 | - | 27,450 |
| Series 2016-B Refunding | 2.0-3.0% | 10/27/2016 | 4,745,000 | 9/1/2023 | 3,250,000 | - | 675,000 | 2,575,000 | 87,375 |
| Series 2017 | 2.5-5.0% | 6/7/2017 | 31,000,000 | 9/1/2037 | 26,310,000 | - | - | 26,310,000 | 1,123,281 |
| Series 2022A | 4.0% | 3/1/2022 | 16,500,000 | 9/1/2039 | 16,500,000 | - | - | 16,500,000 | 660,000 |
| Series 2022B | 3.3% | 3/1/2022 | 5,365,000 | 9/1/2044 | 5,365,000 | - | - | 5,365,000 | 177,045 |
| Capital Leases | | | | | | | | | |
| Energy Conservation Equipment Refinance | 2.39% | 2/20/2013 | 1,873,693 | 3/4/2023 | 89,929 | - | 89,929 | - | 2,149 |
| Vehicle Lease | 1.95% | 4/6/2020 | 535,019 | 4/6/2023 | 181,796 | - | 181,796 | - | 3,544 |
| Turf Lease | 1.74% | 2/12/2020 | 626,195 | 2/12/2023 | 212,352 | - | 212,352 | - | 3,695 |
| | | | | | $ 53,874,077 | $ - | $ 3,019,077 | $50,855,000 | $2,089,620 |

## Schedule of Maturities in Long-Term Debt

| Years Ended June 30 | 2024 | 2025 | 2026 | 2027 | 2028 | 2029 2033 | 2034 2038 | 2039 2043 | 2044 2048 | Totals |
|---|---|---|---|---|---|---|---|---|---|---|
| PRINCIPAL | | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | | |
| Series 2008 | $ 105,000 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 105,000 |
| Series 2016-B Refunding | 2,575,000 | - | - | - | - | - | - | - | - | 2,575,000 |
| Series 2017 | - | 1,695,000 | 1,740,000 | 1,825,000 | 1,915,000 | 7,835,000 | 11,300,000 | - | - | 26,310,000 |
| Series 2022A | - | - | - | - | - | - | - | 11,295,000 | 5,205,000 | 16,500,000 |
| Series 2022B | - | - | - | - | - | - | - | 5,365,000 | - | 5,365,000 |
| Total Principal | 2,680,000 | 1,695,000 | 1,740,000 | 1,825,000 | 1,915,000 | 7,835,000 | 11,300,000 | 16,660,000 | 5,205,000 | 50,855,000 |
| INTEREST | | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | | |
| Series 2008 | $ 2,166 | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ 2,166 |
| Series 2016-B Refunding | 38,625 | - | - | - | - | - | - | - | - | 38,625 |
| Series 2017 | 1,123,282 | 1,102,094 | 1,037,406 | 948,281 | 854,781 | 3,387,867 | 1,467,050 | - | - | 9,920,761 |
| Series 2022A | 660,000 | 660,000 | 660,000 | 660,000 | 660,000 | 3,300,000 | 3,300,000 | 2,591,700 | 149,300 | 12,641,000 |
| Series 2022B | 177,045 | 177,045 | 177,045 | 177,045 | 177,045 | 885,225 | 885,225 | 169,703 | - | 2,825,378 |
| Total Interest | 2,001,118 | 1,939,139 | 1,874,451 | 1,785,326 | 1,691,826 | 7,573,092 | 5,652,275 | 2,761,403 | 149,300 | 25,427,930 |
| Totals | $4,681,118 | $3,634,139 | $3,614,451 | $3,610,326 | $3,606,826 | $15,408,092 | $16,952,275 | $19,421,403 | $ 5,354,300 | $76,282,930 |

# REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

Schedule of and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

| Funds | Certified Budget | Adjustment to Comply with Legal Maximum | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Charged to Current Year Budget | Variance - Over (Under) |
|---|---|---|---|---|---|---|
| General Funds | | | | | | |
| General | $ 26,662,614 | $ (583,960) | $ 8,360 | $ 26,087,014 | $ 26,087,014 | $ - |
| Supplemental General | 8,051,882 | - | - | 8,051,882 | 8,028,854 | (23,028) |
| Special Purpose Funds | | | | | | |
| 4 Yr Old At Risk | 300,000 | - | - | 300,000 | 293,183 | (6,817) |
| K-12 At Risk | 7,092,068 | - | - | 7,092,068 | 5,837,038 | (1,255,030) |
| Bilingual Education | 716,165 | - | - | 716,165 | 567,507 | (148,658) |
| Virtual Education | 334,164 | - | - | 334,164 | 115,400 | (218,764) |
| Capital Outlay | 3,264,299 | - | - | 3,264,299 | 1,682,858 | (1,581,441) |
| Driver Education | 74,708 | - | - | 74,708 | 14,515 | (60,193) |
| Food Service | 2,886,489 | - | - | 2,886,489 | 2,447,875 | (438,614) |
| Professional Development | 77,500 | - | - | 77,500 | 44,746 | (32,754) |
| Parent Education | - | - | - | - | - | - |
| Special Education | 5,480,896 | - | - | 5,480,896 | 5,354,464 | (126,432) |
| Career and Postsecondary Education | 697,810 | - | - | 697,810 | 545,480 | (152,330) |
| KPERS Special Retirement | 3,338,672 | - | - | 3,338,672 | 2,882,762 | (455,910) |
| Bond and Interest Fund | | | | | | |
| Bond and Interest | 4,620,235 | - | - | 4,620,235 | 4,615,233 | (5,002) |
| | 63,597,502 | | | | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**GENERAL FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Ad valorem tax | $ - | $ - | $ - | $ - |
| Delinquent tax | - | - | - | - |
| Motor vehicle tax | - | - | - | - |
| Other | 9,600 | 8,360 | - | 8,360 |
| State Sources | | | | |
| General aid | 21,356,849 | 22,621,569 | 22,847,814 | (226,245) |
| Special education aid | 3,589,282 | 3,457,085 | 3,814,800 | (357,715) |
| Total Cash Receipts | 24,955,731 | 26,087,014 | $ 26,662,614 | $ (575,600) |
| Expenditures | | | | |
| Instruction | 4,749,454 | 4,771,484 | $ 5,416,682 | $ (645,198) |
| Support Services | | | | |
| Student Support | 740,644 | 531,966 | 674,603 | (142,637) |
| Instructional Support | 895,128 | 890,597 | 873,517 | 17,080 |
| General Administration | 878,418 | 857,993 | 864,066 | (6,073) |
| School Administration | 1,396,623 | 1,449,359 | 1,392,670 | 56,689 |
| Operations and Maintenance | 3,064,459 | 3,142,335 | 3,088,158 | 54,177 |
| Transportation | 714,124 | 971,495 | 901,564 | 69,931 |
| Central Services | 726,813 | 639,820 | 783,737 | (143,917) |
| Operating transfers to Other Funds | | | | |
| 4 Yr Old At Risk | 289,419 | 293,387 | 300,000 | (6,613) |
| K-12 At Risk | 4,790,000 | 5,643,167 | 5,643,167 | - |
| Bilingual Education | 485,000 | 461,050 | 560,000 | (98,950) |
| Virtual Education | 169,500 | 110,986 | 329,450 | (218,464) |
| Driver Education | 10,000 | - | 25,000 | (25,000) |
| Professional Development | 63,000 | 47,500 | 60,000 | (12,500) |
| Special Education | 5,148,149 | 5,496,750 | 5,150,000 | 346,750 |
| Career and Postsecondary Education | 585,000 | 479,125 | 600,000 | (120,875) |
| Contingency Reserve | 250,000 | 300,000 | - | 300,000 |
| Adjustments to Budget For: | | | | |
| Legal Max Budget Adjustment | - | - | (583,960) | 583,960 |
| Reimbursed Expenses | - | - | 8,360 | (8,360) |
| Total Expenditures Subject to Budget | 24,955,731 | 26,087,014 | $ 26,087,014 | $ - |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | $ - | $ - | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**SUPPLEMENTAL GENERAL FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Ad valorem tax | $ 2,185,110 | $ 2,480,384 | $ 2,362,413 | $ 117,971 |
| Delinquent tax | 81,236 | 72,629 | 23,473 | 49,156 |
| Motor vehicle tax | 313,788 | 320,043 | 318,355 | 1,688 |
| Other | - | - | - | - |
| State Sources | | | | |
| Supplemental aid | 4,663,723 | 5,191,854 | 5,191,854 | - |
| Operating transfers from Other Funds | | | | |
| General | - | - | - | - |
| Total Cash Receipts | 7,243,857 | 8,064,910 | $ 7,896,095 | $ 168,815 |
| Expenditures | | | | |
| Instruction | 5,613,577 | 5,971,222 | $ 6,263,667 | $ (292,445) |
| Support Services | | | | |
| Student Support | - | - | - | - |
| Instructional Support | 263,911 | 145,536 | 150,000 | (4,464) |
| School Administration | 171,864 | 175,782 | 178,215 | (2,433) |
| Operating transfer to Other Funds | | | | |
| Bilingual Education | 118,788 | 135,272 | 135,000 | 272 |
| Special Education | - | 147,676 | - | 147,676 |
| K-12 At Risk | 1,210,000 | 1,453,365 | 1,325,000 | 128,365 |
| Adjustments to Budget | | | | |
| Adjustment to Comply with Legal Maximum Budget | - | - | - | - |
| Total Expenditures Subject to Budget | 7,378,140 | 8,028,854 | $ 8,051,882 | $ (23,028) |
| Receipts Over (Under) Expenditures | (134,283) | 36,056 | | |
| Unencumbered Cash, Beginning | 290,071 | 155,788 | | |
| Unencumbered Cash, Ending | $ 155,788 | $ 191,843 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**4 YR OLD AT RISK FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Federal Sources | | | | |
| Federal Aid | $ - | $ - | $ - | $ - |
| Local Sources | | | | |
| Other Revenue | - | - | - | - |
| Operating Transfer from Other Funds | | | | |
| General Fund | 289,419 | 293,387 | 300,000 | (6,613) |
| Total Cash Receipts | 289,419 | 293,387 | $ 300,000 | $ (6,613) |
| Expenditures | | | | |
| Instruction | 289,419 | 293,183 | $ 300,000 | $ (6,817) |
| Other Supplemental Services | - | - | - | - |
| Total Expenditures Subject to Budget | 289,419 | 293,183 | $ 300,000 | $ (6,817) |
| Receipts Over (Under) Expenditures | - | 204 | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | $ - | $ 204 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**K-12 AT RISK FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Miscellaneous | $ - | $ - | $ 15,000 | $ (15,000) |
| Operating Transfer from Other Funds | | | | |
| Supplemental General Fund | 1,210,000 | 1,453,365 | 1,434,040 | 19,325 |
| General Fund | 4,790,000 | 5,643,167 | 5,643,167 | - |
| Total Cash Receipts | 6,000,000 | 7,096,532 | $ 7,092,207 | $ 4,325 |
| Expenditures | | | | |
| Instruction | 5,406,962 | 5,151,382 | $ 6,405,075 | $ (1,253,693) |
| Student Support Services | 549,676 | 606,162 | 614,933 | (8,771) |
| Central Services | 52,069 | 64,257 | 54,060 | 10,197 |
| Operations and Maintenance | 14,338 | 15,238 | 18,000 | (2,762) |
| Total Expenditures Subject to Budget | 6,023,045 | 5,837,038 | $ 7,092,068 | $ (1,255,030) |
| Receipts Over (Under) Expenditures | (23,045) | 1,259,494 | | |
| Unencumbered Cash, Beginning | 73,114 | 50,069 | | |
| Unencumbered Cash, Ending | $ 50,069 | $ 1,309,562 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**BILINGUAL EDUCATION FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Miscellaneous | $ - | $ - | $ - | $ - |
| Operating Transfer from Other Funds | | | | |
| Supplemental General Fund | 118,788 | 135,272 | 133,661 | 1,611 |
| General Fund | 485,000 | 461,050 | 560,000 | (98,950) |
| Total Cash Receipts | 603,788 | 596,322 | $ 693,661 | $ (97,339) |
| Expenditures | | | | |
| Instruction | 603,408 | 567,507 | $ 713,165 | $ (145,658) |
| Student Support Services | - | - | - | - |
| Instructional Support | - | - | 3,000 | (3,000) |
| Total Expenditures Subject to Budget | 603,408 | 567,507 | $ 716,165 | $ (148,658) |
| Receipts Over (Under) Expenditures | 380 | 28,815 | | |
| Unencumbered Cash, Beginning | 22,124 | 22,504 | | |
| Unencumbered Cash, Ending | $ 22,504 | $ 51,319 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**VIRTUAL EDUCATION FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Miscellaneous | $ - | $ 1,173 | $ - | $ 1,173 |
| Operating Transfer from Other Funds | | | | |
| General | 169,500 | 110,986 | 329,450 | (218,464) |
| Supplemental General | - | - | - | - |
| Total Cash Receipts | 169,500 | 112,159 | $ 329,450 | $ (217,292) |
| Expenditures | | | | |
| Instruction | 167,771 | 115,400 | $ 334,164 | $ (218,764) |
| Student Support Services | - | - | - | - |
| Total Expenditures Subject to Budget | 167,771 | 115,400 | $ 334,164 | $ (218,764) |
| Receipts Over (Under) Expenditures | 1,729 | (3,242) | | |
| Unencumbered Cash, Beginning | 2,985 | 4,714 | | |
| Unencumbered Cash, Ending | $ 4,714 | $ 1,473 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**CAPITAL OUTLAY FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance - Over (Under) |
|---|---|---|---|---|
| Cash Receipts | | | | |
| Local Sources | | | | |
| Ad valorem tax | $ 1,216,418 | $ 1,325,504 | $ 1,298,212 | $ 27,292 |
| Delinquent tax | 33,854 | 36,903 | 13,107 | 23,796 |
| Motor vehicle tax | 168,740 | 171,248 | 170,360 | 888 |
| Interest on idle funds | 9,084 | 86,051 | 50,000 | 36,051 |
| Miscellaneous | 266,482 | 135,525 | 200,000 | (64,475) |
| State Sources | | | | |
| State aid | 803,619 | 906,247 | 925,009 | (18,762) |
| Operating Transfer from Other Funds | | | | |
| General fund | - | - | - | - |
| Total Cash Receipts | 2,498,197 | 2,661,478 | $ 2,656,688 | $ 4,790 |
| Expenditures | | | | |
| Instruction | 49,241 | 59,409 | $ 356,118 | $ (296,709) |
| Student Support | - | - | 500,000 | (500,000) |
| Operations & Maintenance | 50,659 | 230,942 | 456,434 | (225,492) |
| Transportation | - | 358,904 | 135,000 | 223,904 |
| Facility Acquisition and Construction | 2,119,988 | 1,033,604 | 1,816,747 | (783,143) |
| Total Expenditures Subject to Budget | 2,219,888 | 1,682,858 | $ 3,264,299 | $ (1,581,441) |
| Receipts Over (Under) Expenditures | 278,309 | 978,620 | | |
| Unencumbered Cash, Beginning | 1,159,014 | 1,437,323 | | |
| Unencumbered Cash, Ending | $ 1,437,323 | $ 2,415,942 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**DRIVER EDUCATION FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| User Charges | $ 16,000 | $ 4,000 | $ 25,000 | $ (21,000) |
| State Sources | | | | |
| State aid | 13,420 | 13,300 | 20,250 | (6,950) |
| Operating Transfer from Other Funds | | | | |
| General Fund | 10,000 | - | 25,000 | (25,000) |
| Total Cash Receipts | 39,420 | 17,300 | $ 70,250 | $ (52,950) |
| Expenditures | | | | |
| Instruction | 21,387 | 14,515 | $ 69,708 | $ (55,193) |
| Vehicle Operation and Maintenance | - | - | 5,000 | (5,000) |
| Total Expenditures Subject to Budget | 21,387 | 14,515 | $ 74,708 | $ (60,193) |
| Receipts Over (Under) Expenditures | 18,033 | 2,785 | | |
| Unencumbered Cash, Beginning | 1,250 | 19,283 | | |
| Unencumbered Cash, Ending | $ 19,283 | $ 22,068 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**FOOD SERVICE FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Food Receipts | $ 31,899 | $ 250,159 | $ 288,567 | $ (38,408) |
| Interest on idle funds | 7 | 7,934 | 1,500 | 6,434 |
| Other | 20,609 | 62,816 | 150,000 | (87,184) |
| State Sources | | | | |
| State Aid | 16,439 | 17,933 | 13,151 | 4,782 |
| Federal Sources | | | | |
| Child nutrition aid | 2,625,946 | 2,286,796 | 1,678,129 | 608,667 |
| Fresh fruits and vegetables aid | 162,097 | 90,166 | 75,000 | 15,166 |
| Other federal aid | | | | |
| Operating Transfer from Other Funds | | | | |
| General Fund | - | - | - | - |
| Total Cash Receipts | 2,856,997 | 2,715,803 | $ 2,206,347 | $ 509,456 |
| Expenditures | | | | |
| Support Services | | | | |
| Operations and Maintenance | 2,190,657 | 2,447,875 | $ 2,886,489 | $ (438,614) |
| Total Expenditures Subject to Budget | 2,190,657 | 2,447,875 | $ 2,886,489 | $ (438,614) |
| Receipts Over (Under) Expenditures | 666,340 | 267,928 | | |
| Unencumbered Cash, Beginning | 302,688 | 969,028 | | |
| Unencumbered Cash, Ending | $ 969,028 | $ 1,236,956 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**PROFESSIONAL DEVELOPMENT FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance - Over (Under) |
|---|---|---|---|---|
| Cash Receipts | | | | |
| Local Sources | | | | |
| Miscellaneous | $ - | $ 1,350 | $ - | $ 1,350 |
| State Sources | | | | |
| State Aid | - | 9,881 | 11,250 | (1,369) |
| Operating Transfer from Other Funds | | | | |
| General Fund | 63,000 | 47,500 | 60,000 | (12,500) |
| Total Cash Receipts | 63,000 | 58,731 | $ 71,250 | $ (12,519) |
| Expenditures | | | | |
| Support Services | | | | |
| Instructional Support Staff | 61,839 | 44,746 | $ 77,500 | $ (32,754) |
| Other Supplemental Services | - | - | - | - |
| Total Expenditures Subject to Budget | 61,839 | 44,746 | $ 77,500 | $ (32,754) |
| Receipts Over (Under) Expenditures | 1,161 | 13,985 | | |
| Unencumbered Cash, Beginning | 13,442 | 14,603 | | |
| Unencumbered Cash, Ending | $ 14,603 | $ 28,588 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**SPECIAL EDUCATION FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance - Over (Under) |
| Cash Receipts | | | | |
| Local Sources | | | | |
| Interest on Idle Funds | $ - | $ - | $ - | $ - |
| Miscellaneous | 2,971 | - | 250,000 | (250,000) |
| Federal Sources | | | | |
| Federal Aid | 80,331 | 80,331 | - | 80,331 |
| Operating Transfer from Other Funds | | | | |
| Supplemental General Fund | - | 147,676 | | |
| General Fund | 5,148,149 | 5,496,750 | 5,150,000 | 346,750 |
| Total Cash Receipts | 5,231,451 | 5,724,757 | $ 5,400,000 | $ 177,081 |
| Expenditures | | | | |
| Instruction | 5,001,877 | 4,961,346 | $ 5,033,414 | $ (72,068) |
| Support Services | | | | |
| Instructional Support | - | - | - | - |
| Transportation | 415,835 | 393,118 | 447,482 | (54,364) |
| Total Expenditures Subject to Budget | 5,417,712 | 5,354,464 | $ 5,480,896 | $ (126,432) |
| Receipts Over (Under) Expenditures | (186,261) | 370,293 | | |
| Unencumbered Cash, Beginning | 315,685 | 129,424 | | |
| Unencumbered Cash, Ending | $ 129,424 | $ 499,717 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**CAREER AND POSTSECONDARY EDUCATION FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance - Over (Under) |
|---|---|---|---|---|
| Cash Receipts | | | | |
| Local Sources | | | | |
| Miscellaneous | $ - | $ - | $ 25,000 | $ (25,000) |
| State Sources | | | | |
| State aid | - | 4,840 | 1,450 | 3,390 |
| Federal Sources | | | | |
| Federal aid | 38,165 | 42,538 | 50,000 | (7,462) |
| Operating Transfer from Other Funds | | | | |
| General Fund | 585,000 | 479,125 | 600,000 | (120,875) |
| Total Cash Receipts | 623,165 | 526,503 | $ 676,450 | $ (149,947) |
| Expenditures | | | | |
| Instruction | 600,937 | 534,372 | $ 686,565 | $ (152,193) |
| Student Support Services | - | 1,600 | 1,585 | 15 |
| Instructional Support Staff | 11,321 | 9,508 | 9,660 | (152) |
| Total Expenditures Subject to Budget | 612,258 | 545,480 | $ 697,810 | $ (152,330) |
| Receipts Over (Under) Expenditures | 10,907 | (18,977) | | |
| Unencumbered Cash, Beginning | 10,452 | 21,359 | | |
| Unencumbered Cash, Ending | $ 21,359 | $ 2,382 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**KPERS SPECIAL RETIREMENT FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance - Over (Under) |
|---|---|---|---|---|
| Cash Receipts | | | | |
| State Sources | | | | |
| State aid | $ 2,782,227 | $ 2,882,762 | $ 3,338,672 | $ 455,910 |
| Operating transfers from other funds | | | | |
| General | - | - | - | - |
| Total Cash Receipts | 2,782,227 | 2,882,762 | $ 3,338,672 | $ 455,910 |
| Expenditures | | | | |
| Instruction | 1,896,005 | 1,983,585 | $ 2,158,554 | $ (174,969) |
| Student support | 140,980 | 121,192 | 200,000 | (78,808) |
| Instructional support | 114,034 | 133,854 | 150,000 | (16,146) |
| General administration | 28,500 | 26,691 | 148,455 | (121,764) |
| School administration | 179,341 | 182,809 | 210,865 | (28,056) |
| Central services | 60,880 | 61,960 | 65,798 | (3,838) |
| Operations and maintenance | 186,343 | 186,284 | 205,000 | (18,716) |
| Trasnportation | 98,412 | 104,115 | 100,000 | 4,115 |
| Food service | 77,732 | 82,271 | 100,000 | (17,729) |
| Total Expenditures Subject to Budget | 2,782,227 | 2,882,762 | $ 3,338,672 | $ (455,910) |
| Receipts Over (Under) Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | $ - | $ - | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**REVOLVING FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Miscellaneous | $ 247,204 | $ 254,566 |
| Total Cash Receipts | 247,204 | 254,566 |
| Expenditures | | |
| Program Expenditures | 197,615 | 192,883 |
| Total Expenditures | 197,615 | 192,883 |
| Receipts Over (Under) Expenditures | 49,589 | 61,683 |
| Unencumbered Cash, Beginning | 150,403 | 199,992 |
| Unencumbered Cash, Ending | $ 199,992 | $ 261,675 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**CONTINGENCY RESERVE FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Operating transfer from General Fund | $ 250,000 | $ 300,000 |
| Total Cash Receipts | 250,000 | 300,000 |
| Expenditures | | |
| Instruction | - | - |
| Total Expenditures | - | - |
| Receipts Over (Under) Expenditures | 250,000 | 300,000 |
| Unencumbered Cash, Beginning | 821,000 | 1,071,000 |
| Unencumbered Cash, Ending | $ 1,071,000 | $ 1,371,000 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**TEXTBOOK RENTAL FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Textbook rental | $ 9,818 | $ 13,180 |
| Miscellaneous | - | - |
| Total Cash Receipts | 9,818 | 13,180 |
| Expenditures | | |
| Instruction | 5,116 | 27,264 |
| Operating transfer to Other Funds | | |
| After School Program | - | - |
| Total Expenditures | 5,116 | 27,264 |
| Receipts Over (Under) Expenditures | 4,702 | (14,084) |
| Unencumbered Cash, Beginning | 32,134 | 36,836 |
| Unencumbered Cash, Ending | $ 36,836 | $ 22,752 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**TITLE II IMPROVING TEACHER QUALITY FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 142,435 | $ 82,844 |
| Total Cash Receipts | 142,435 | 82,844 |
| Expenditures | | |
| Instruction | 142,435 | 152,870 |
| Total Expenditures | 142,435 | 152,870 |
| Receipts Over (Under) Expenditures | - | (70,026) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (70,026) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**TITLE VI RURAL LOW INCOME FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 47,701 | $ 42,534 |
| Total Cash Receipts | 47,701 | 42,534 |
| Expenditures | | |
| Instruction | 47,701 | 59,872 |
| Total Expenditures | 47,701 | 59,872 |
| Receipts Over (Under) Expenditures | - | (17,338) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (17,338) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**TITLE I MIGRANT FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 83,300 | $ 91,630 |
| Total Cash Receipts | 83,300 | 91,630 |
| Expenditures | | |
| Instruction | 83,300 | 91,630 |
| Total Expenditures | 83,300 | 91,630 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ - |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**TITLE I FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 919,397 | $ 638,414 |
| Total Cash Receipts | 919,397 | 638,414 |
| Expenditures | | |
| Instruction | 919,397 | 1,070,029 |
| Total Expenditures | 919,397 | 1,070,029 |
| Receipts Over (Under) Expenditures | - | (431,615) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (431,615) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**TITLE III ENGLISH LANGUAGE ACQUISITION FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 29,303 | $ 16,220 |
| Total Cash Receipts | 29,303 | 16,220 |
| Expenditures | | |
| Instruction | 29,303 | 33,319 |
| Total Expenditures | 29,303 | 33,319 |
| Receipts Over (Under) Expenditures | - | (17,099) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (17,099) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**21ST CENTURY COMMUNITY LEARNING CENTER FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 74,562 | $ 4,832 |
| Total Cash Receipts | 74,562 | 4,832 |
| Expenditures | | |
| Instruction | 74,562 | 65,025 |
| Total Expenditures | 74,562 | 65,025 |
| Receipts Over (Under) Expenditures | - | (60,193) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (60,193) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**SAFE AND SUPPORTIVE SCHOOLS FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| State Sources | | |
| State Aid | $ - | $ 50,000 |
| Federal Sources | | |
| Federal aid | 54,180 | 43,764 |
| Total Cash Receipts | 54,180 | 93,764 |
| Expenditures | | |
| Instruction | 54,180 | 105,673 |
| Total Expenditures | 54,180 | 105,673 |
| Receipts Over (Under) Expenditures | - | (11,909) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (11,909) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**CARES FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal Awards | $ 1,716,616 | $ 2,408,746 |
| Total Cash Receipts | 1,716,616 | 2,408,746 |
| Expenditures | | |
| Program Expenditures | 1,901,071 | 2,599,242 |
| Total Expenditures | 1,901,071 | 2,599,242 |
| Receipts Over (Under) Expenditures | (184,455) | (190,496) |
| Unencumbered Cash, Beginning | (34,992) | (219,447) |
| Unencumbered Cash, Ending | $ (219,447) | $ (409,943) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**AFTER SCHOOL PROGRAM FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Fees | $ 93,316 | $ 78,339 |
| Total Cash Receipts | 93,316 | 78,339 |
| Expenditures | | |
| Program Expenditures | 93,300 | 76,301 |
| Total Expenditures | 93,300 | 76,301 |
| Receipts Over (Under) Expenditures | 16 | 2,038 |
| Unencumbered Cash, Beginning | 282 | 298 |
| Unencumbered Cash, Ending | $ 298 | $ 2,336 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**ARP - HCY Fund**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Grant | $ - | $ - |
| Total Cash Receipts | - | - |
| Expenditures | | |
| Program Expenditures | - | 26,500 |
| Total Expenditures | - | 26,500 |
| Receipts Over (Under) Expenditures | - | (26,500) |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ (26,500) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**COVID TESTING GRANT FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Federal Sources | | |
| Federal aid | $ 73,962 | $ 70,116 |
| Total Cash Receipts | 73,962 | 70,116 |
| Expenditures | | |
| Instruction | 82,712 | 333,339 |
| Total Expenditures | 82,712 | 333,339 |
| Receipts Over (Under) Expenditures | (8,750) | (263,223) |
| Unencumbered Cash, Beginning | - | (8,750) |
| Unencumbered Cash, Ending | $ (8,750) | $ (271,973) |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**PRITCHETT GRANT FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Grants | $ 101,961 | $ 79,112 |
| Total Cash Receipts | 101,961 | 79,112 |
| Expenditures | | |
| Program Expenditures | 164,363 | 49,505 |
| Total Expenditures | 164,363 | 49,505 |
| Receipts Over (Under) Expenditures | (62,402) | 29,607 |
| Unencumbered Cash, Beginning | 82,848 | 20,446 |
| Unencumbered Cash, Ending | $ 20,446 | $ 50,053 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**FOUNDATION GRANTS FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Grants | $ 15,000 | $ 18,762 |
| Total Cash Receipts | 15,000 | 18,762 |
| Expenditures | | |
| Program Expenditures | 15,145 | 14,918 |
| Total Expenditures | 15,145 | 14,918 |
| Receipts Over (Under) Expenditures | (145) | 3,844 |
| Unencumbered Cash, Beginning | 2,407 | 2,262 |
| Unencumbered Cash, Ending | $ 2,262 | $ 6,105 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**MINI GRANTS FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Grants | $ 1,000 | $ 1,250 |
| Total Cash Receipts | 1,000 | 1,250 |
| Expenditures | | |
| Program Expenditures | 2,391 | - |
| Total Expenditures | 2,391 | - |
| Receipts Over (Under) Expenditures | (1,391) | 1,250 |
| Unencumbered Cash, Beginning | 2,567 | 1,176 |
| Unencumbered Cash, Ending | $ 1,176 | $ 2,426 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**RESTRICTED FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Special Purpose Donations | $ 30,000 | $ 41,048 |
| Total Cash Receipts | 30,000 | 41,048 |
| Expenditures | | |
| Program Expenditures | 27,761 | 9,833 |
| Total Expenditures | 27,761 | 9,833 |
| Receipts Over (Under) Expenditures | 2,239 | 31,215 |
| Unencumbered Cash, Beginning | 1,414 | 3,653 |
| Unencumbered Cash, Ending | $ 3,653 | $ 34,868 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**BOND AND INTEREST FUND**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance - Over (Under) |
|---|---|---|---|---|
| Cash Receipts | | | | |
| Local Sources | | | | |
| Ad valorem tax | $ 1,510,670 | $ 1,658,846 | $ 1,610,370 | $ 48,476 |
| Delinquent tax | 56,261 | 48,662 | 16,330 | 32,332 |
| Motor vehicle tax | 194,866 | 201,801 | 200,755 | 1,046 |
| Interest on idle funds | - | - | 5,000 | (5,000) |
| State Sources | | | | |
| State aid | 1,891,925 | | 2,261,924 | |
| Equity transfer from Other Funds | | | | |
| Capital Projects | - | 2,039,477 | 2,186,121 | (146,644) |
| Total Cash Receipts | 3,653,722 | 6,210,710 | $ 6,280,500 | $ (69,790) |
| Expenditures | | | | |
| Debt Service | | | | |
| Principal | 2,310,000 | 2,535,000 | $ 2,080,235 | $ 454,765 |
| Interest | 1,500,763 | 2,080,233 | 2,535,000 | (454,767) |
| Other | - | - | 5,000 | (5,000) |
| Total Expenditures Subject to Budget | 3,810,763 | 4,615,233 | 4,620,235 | (5,002) |
| Receipts Over (Under) Expenditures | (157,041) | 1,595,478 | | |
| Unencumbered Cash, Beginning | 1,518,772 | 1,361,731 | | |
| Unencumbered Cash, Ending | $ 1,361,731 | $ 2,957,209 | | |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**CAPITAL PROJECT FUND**
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Cash Receipts | | |
| Local Sources | | |
| Bond Proceeds | $ 18,628,106 | $ 1,923 |
| Other Revenues | 1,760 | 139,427 |
| Total Cash Receipts | 18,629,866 | 141,350 |
| Expenditures | | |
| Project Expenditures | 1,428,193 | 11,387,493 |
| Equity transfer to Other Funds | | |
| Bond and Interest | - | 2,039,477 |
| Total Expenditures | 1,428,193 | 13,426,970 |
| Receipts Over (Under) Expenditures | 17,201,673 | (13,285,620) |
| Unencumbered Cash, Beginning | 2,431,431 | 19,633,104 |
| Prior Cancelled Encumbrances | - | - |
| Unencumbered Cash, Ending | $ 19,633,104 | $ 6,347,484 |

# PITTSBURG UNIFIED SCHOOL DISTRICT #250
## PITTSBURG, KANSAS
## AGENCY FUNDS
Summary of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

| | Beginning Cash Balances | Cash Receipts | Cash Disbursements | Ending Cash Balances |
|---|---|---|---|---|
| Agency Funds | | | | |
| Student Organizations | | | | |
| Pittsburg High School | $ 64,683 | $ 150,986 | $ 147,168 | $ 68,502 |
| Pittsburg Middle School | 4,811 | 29,217 | 26,045 | 7,983 |
| Totals | $ 69,494 | $ 180,203 | $ 173,213 | $ 76,484 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**
**DISTRICT ACTIVITY FUNDS**
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

| Funds | Beginning Unencumbered Cash Balances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balances | Plus Encumbrances and Accounts Payable | Cash Balances June, 30 2023 |
|---|---|---|---|---|---|---|
| Pittsburg High School | $ 23,459 | $ 88,685 | $ 94,193 | $ 17,951 | $ 100 | $ 18,051 |
| Pittsburg Middle School | 356 | 35,040 | 23,542 | 11,853 | 198 | 12,051 |
| Totals | $ 23,815 | $ 123,725 | $ 117,735 | $ 29,804 | $ 298 | $ 30,102 |

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2023

| FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE | ASSISTANCE LISTING NUMBER | AMOUNT RECEIVED | AMOUNT EXPENDED |
|---|---|---|---|
| U.S. Department of Agriculture | | | |
| Passed Through the State of Kansas Department of Education | | | |
| Child Nutrition Cluster | | | |
| COVID-19 School Breakfast Program | 10.553 | $ 628,092 | $ 628,092 |
| COVID-19 National School Lunch Program | 10.555 | 1,446,688 | 1,446,688 |
| COVID-19 Summer Food Service | 10.559 | 212,015 | 275,598 |
| Fresh Fruits and Vegetables Grant | 10.582 | 90,166 | 62,545 |
| | | 2,376,961 | 2,412,923 |
| U.S. Department of Education | | | |
| Passed Through the State of Kansas Department of Education | | | |
| Title I | 84.010 | 638,414 | 1,070,029 |
| Migrant Education State Grant Program | 84.011 | 91,630 | 91,630 |
| Career and Technical Education - Basic Grants to States | 84.048 | 42,538 | 42,538 |
| Twenty-First Century Community Learning Centers | 84.287 | 4,832 | 65,025 |
| Rural Education | 84.358 | 42,534 | 59,872 |
| English Language Acquisition | 84.365 | 16,220 | 33,319 |
| Improving Teacher Quality State Grants | 84.367 | 82,844 | 152,870 |
| Student Support and Academic Enrichment Program | 84.424 | 43,764 | 43,764 |
| COVID-19 Education Stabilization Fund (See Note 3) | 84.425D | 255,331 | 80,331 |
| COVID-19 Education Stabilization Fund (See Note 3) | 84.425U | 2,233,746 | 2,599,242 |
| COVID-19 Education Stabilization Fund (See Note 3) | 84.425W | - | 26,500 |
| | | 3,451,853 | 4,265,120 |
| U.S. Department of Health and Human Services | | | |
| Passed Through State of Kansas Department of Education | | | |
| Youth Risk Behavior Survey | 93.079 | 75 | 75 |
| COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases | 93.323 | 70,116 | 333,339 |
| | | 70,191 | 333,414 |
| TOTALS | | $ 5,899,005 | $ 7,011,457 |

Notes:

1. The Schedule of Expenditures of Federal Awards has been prepared using the regulatory basis of accounting as established in the Kansas Municipal Audit and Accounting Guide. Under the regulatory basis of accounting, revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable, and encumbrances. Encumbrances are commitments of the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract.

2. The District did not elect to use the 10% de minimis indirect cost rate.

3. Total expenditures under the Education Stabilization Fund were $2,706,073. Of this amount, $80,331 of the expenditures under assistance listing number 84.425D was passed through to the Southeast Kansas Special Education Interlocal #637, a subrecipient.

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2023

Finding 2022-001 and 2021-001 Drafting Financial Statements

Condition: The District's auditors, provide significant assistance with preparing their financial statement in the regulatory basis format as well as determining which disclosures are required.

Recommendation: None

Current Status: The District continues to rely on their auditors to assist in preparing the financial statement and disclosures. The District periodically reviews the situation. The District continues to believe this is the most cost-effective way to produce their financial statement. This remains a current year audit finding.

*Diehl*
*Banwart*
*Bolton*
*Certified Public Accountants PA*

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

Board of Education
Pittsburg Unified School District #250
Pittsburg, Kansas 66762

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 regulatory basis financial statement of Unified School District #250 as of and for the year ended June 30, 2023, and the related notes to the regulatory basis financial statement and have issued our report thereon dated May 22, 2024.

**Internal Control Over Financial Reporting**
In planning and performing our audit of the regulatory basis financial statement, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstance for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be significant deficiencies.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statement is 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 regulatory basis 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 that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to Management of the District in a separate letter dated May 22, 2024.

**District's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

**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 organization'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 organization's internal control and compliance. Accordingly, this report is not suitable for any other purpose.

*Diehl, Banwart, Bolton, CPAs PA*

DIEHL, BANWART, BOLTON, CPAs PA

May 22, 2024
Pittsburg, Kansas

Diehl
Banwart
Bolton
Certified Public Accountants PA

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

Board of Education
Pittsburg Unified School District #250
Pittsburg, Kansas 66762

### Report on Compliance for Each Major Federal Program

***Qualified and Unmodified Opinions***
We have audited the Unified School District #250's (District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. Unified School District #250's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

*Qualified Opinion on Child Nutrition Cluster*
In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section or our report, 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 the Child Nutrition Cluster for the year ended June 30, 2023.

*Unmodified Opinion on Each of the Other Major Federal Programs*
In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2023.

***Basis for Qualified and Unmodified Opinions***
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.

*Matter Giving Rise to Qualified Opinion on the Child Nutrition Cluster*
As described in the accompanying schedule of findings and questioned costs, the District did not comply with requirements regarding the Child Nutrition Cluster as described in finding 2023-002 for reporting.

Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to that program.

***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.

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.

***Other Matters***
*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and accordingly, we express no opinion on the response.

**Report on Internal Control over Compliance**

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-002 to be a material weakness.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our 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.

*Diehl, Banwart, Bolton, CPAs PA*

DIEHL, BANWART, BOLTON, CPAs PA

May 22, 2024
Pittsburg, Kansas

**PITTSBURG UNIFIED SCHOOL DISTRICT #250**
**PITTSBURG, KANSAS**

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2023

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS:

Type of auditors' report issued:

- Adverse for departures from accounting principles generally accepted in the United States of America due to preparation of financial statements in accordance with the regulatory basis of accounting.
- Unqualified opinion on the regulatory basis financial statements.

Internal control over financial reporting:

- Material weakness(es) identified? _ *YES* _X_ *NO*
- Significant deficiency(ies) identified that are not considered to be material weaknesses? NONE _X_ *YES* _ *REPORTED*

Noncompliance material to financial statements noted? _ *YES* _X_ *NO*

FEDERAL AWARDS:

Internal control over major programs:

- Material weakness(es) identified? _X_ YES _ *NO*
- Significant deficiency(ies) identified that are not considered to be material weaknesses? NONE _ *YES* _X_ *REPORTED*

Type of auditors' report issued on compliance for major programs:
QUALIFIED for Child Nutrition Cluster
UNMODIFIED for Title I

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of the Uniform Guidance _X_ *YES* _ *NO*

IDENTIFICATION OF MAJOR PROGRAMS:

| CFDA # | NAME OF PROGRAM |
|---|---|
| 10.553, 10.555, 10.559, and 10.582 | Child Nutrition Cluster |
| 84.010 | Title I |

Auditee qualified as low-risk auditee? _ *YES* _X_ *NO*

The dollar threshold used to distinguish between Type A and Type B Programs was $750,000.

## SECTION II - FINANCIAL STATEMENT FINDINGS

Significant Deficiency
2023-001 Drafting Financial Statements

Condition: As auditors, we provide significant assistance with preparing the regulatory basis financial statement, as well as determining which disclosures are required under generally accepted accounting standards and the regulatory basis of accounting. This is a repeat finding from June 30, 2022 and was identified in that report as 2022-001.

Criteria: Internal controls should be in place that provide a reasonable assurance that the financial statements are appropriate in form and contain the required disclosures.

Cause: Relying upon the independent auditors for an area that should have internal controls in place.

Effect: The District relies on independent auditors to determine the financial statements are in the correct form and include the proper disclosures.

Recommendation: None

Response: The District agrees with the finding. The District's response is in the attached Corrective Action Plan.

## SECTION III – MAJOR FEDERAL AWARD PROGRAMS AUDIT

Material Weakness
2023-002 Reporting Child Nutrition Cluster

Condition: The District's annual food service financial report filed with the Kansas Department of Education was materially incorrect. Revenues and expenditures were both overstated. The closing cash balance was understated.

Criteria: The District should have internal controls in place to provide reasonable assurance that required reporting in federal programs is timely and accurate.

Cause: Financial information provided to the Food Service Director by accounting personnel for preparation of the reports was not accurate.

Effect: The District's required financial reports on the Food Service Fund which includes the Child Nutrition Cluster were incorrect. Corrections were made with the Kansas Department of Education in the next fiscal year.

Recommendation: The Director of Business Operations should review the annual food service report and compare it to the general ledger for accuracy before the Food Service Director submits it to the Kansas Department of Education.

Response: The District agrees with the finding. The District's response is in the attached Corrective Action Plan.

PITTSBURG COMMUNITY SCHOOLS, USD #250

June 30, 2023 Financial Statements

Corrective Action Plan

Audit Finding 2023-001

USD #250 has always relied upon its auditors to provide significant assistance with preparing the regulatory basis financial statement and with determining which disclosures were required under the regulatory basis of accounting. While the USD #250 understands that this is a significant deficiency in our internal controls, we believe it is the most cost-effective manner for us to produce our financial statements. Our accounting staff concentrate on providing the reports needed for management and regulatory purposes. We believe it would be inefficient and cost prohibitive for our staff to attempt to stay current on all the disclosure requirements of the regulatory basis of accounting. We do not plan on making any changes at this time. However, we will monitor this situation and periodically determine if it is cost effective for us to perform these functions.

Audit Finding 2023-002

USD #250 has implemented new procedures to ensure that information provided to the Food Service Director is correct. Personnel have been trained in the proper way to run reports under the District's accounting system. In addition, the Director of Business Operations will review the annual food service report prepared by the Food Service Director before it is submitted to the Kansas Department of Education.