UNIFIED SCHOOL DISTRICT NO. 336

Holton, Kansas

FINANCIAL STATEMENT

June 30, 2025

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
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April 24, 2026

Board of Education
Unified School District No. 336
Holton, Kansas

Independent Auditor's Report

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory receipts, expenditures, and unencumbered cash balances of Unified School District No. 336 (the District), as of and for the year ended June 30, 2025, 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, 2025, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2025, and the aggregate receipts and expenditures for they year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* (KMAAG) described in Note 1.

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

Matter Giving Rise to the Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the KMAAG, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement
Management is responsible for the preparation and fair presentation of the financial statement in accordance with KMAAG as described in Note 1; this includes determining 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 financial statement that is free from material misstatement, whether due to fraud or error.

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

1501 Poyntz Avenue
Manhattan, KS 66502
785-537-2202 • fax 785-537-1877
http://www.varney.com
1102 Commercial St., Suite A
Emporia, KS 66801

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not required as part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Other Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statement that collectively comprises the District's basic financial statement. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards
In accordance with *Government Auditing Standards*, we have also issued our report dated April 24, 2026 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Unencumbered Cash Balance	Cancellation of Prior Year Encumbrances/ PY Adjustments	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds:							
General Fund	$ -	$ -	$ 9,265,423	$ 9,265,423	$ -	$ 225,372	$ 225,372
Supplemental General Fund	132,741	-	3,256,896	3,153,036	236,601	2,484	239,085
Special Purpose Funds							
Career and Postsecondary Education	-	-	504,099	354,100	149,999	1,698	151,697
Special Education Fund	236,538	-	1,456,752	1,237,239	456,051	945	456,996
Driver Education	64,755	-	8,635	8,823	64,567	40	64,607
Food Service Fund	419,311	-	898,228	914,364	403,175	5,481	408,656
Capital Outlay Fund	1,873,747	-	1,379,511	784,388	2,468,870	7,741	2,476,611
Gifts and Grants Fund	364,813	-	29,107	85,036	308,884	(271)	308,613
Parent Education Fund	-	-	23,750	23,750	-	-	-
Professional Development Fund	-	-	113,504	63,505	49,999	(747)	49,252
Summer School Fund	3,724	-	-	4,164	(440)	214	(226)
Special Education Cooperative Fund	1,478,527	-	5,214,640	5,444,600	1,248,567	136,304	1,384,871
KPERS Special Contribution Fund	-	-	1,425,018	1,425,018	-	-	-
At-Risk (K-12)	-	-	1,497,412	1,482,542	14,870	36,423	51,293
Preschool-Aged At-Risk	-	-	365,962	365,962	-	2,264	2,264
Bilingual Education Fund	18,913	-	27,431	41,453	4,891	1,697	6,588
Virtual Education Fund	4,460	-	90,834	95,294	-	1,249	1,249
Federal Funds	(2,908)	-	314,905	314,904	(2,907)	2,907	-
Textbook Rental Fund	109,578	-	158,252	66,800	201,030	-	201,030
Contingency Reserve Fund	876,548	-	113,781	-	990,329	-	990,329
JCCTCC Fund	3,307	-	1,050	140	4,217	-	4,217
State Grants	13,222	-	15,029	28,251	-	-	-
Daycare	-	-	150,360	150,360	-	-	-
District Activity Funds	276,162	-	525,141	492,690	308,613	-	308,613

(Continued)

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

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH (CONTINUED)
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Unencumbered Cash Balance	Cancellation of Prior Year Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS (CONTINUED)							
Bond and Interest Fund							
Bond and Interest Fund - #1	$ 2,745,758	$ -	$ 2,560,635	$ 2,334,102	$ 2,972,291	$ -	$ 2,972,291
Capital Projects - Elementary Bond	154,516	-	-	1,500	153,016	-	153,016
Total Reporting Entity (Excluding Agency Funds)	$ 8,773,712	$ -	$ 29,396,355	$28,137,444	$ 10,032,623	$ 423,801	$ 10,456,424

Composition of Cash	
Checking Accounts	$ 915,072
Savings Accounts	8,650,524
Certificates of Deposits	280,980
Total Bank Accounts	$ 9,846,576
Kansas Municipal Investment Pool	741,385
Total Bank Accounts and Investments	$ 10,587,961
Less: Agency Funds per Schedule 3	(131,537)
Total Reporting Entity (Excluding Agency Funds)	$ 10,456,424

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

Note 1: Summary of Significant Accounting Policies

Financial Reporting Entity

The Unified School District No. 336 (the District), is a municipal corporation governed by an elected seven member board. The District as an entity has been defined to include, on a combined basis, (a) the District (b) organizations for which the District is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting District's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Descriptions

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:

Governmental Funds

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

Special Purpose Funds are used to account for the proceeds of specific revenue sources (other than major capital projects and tax levies for long-term debt) that are restricted by law or administrative action to expenditure for specified purposes.

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

Bond and Interest Fund is used to account for the accumulation of resources for and the payment of interest and principal on general long-term debt.

Fiduciary Funds

Trust and Agency Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Those include expendable trust funds and agency funds. The activity funds are considered an agency fund and the balance on hand is payable to student organizations.

Basis of Presentation

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America - The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balances on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Descriptions (Continued)

Reimbursed Expenses

Expenditures in the amount of $17,721 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

Use of Estimates

The preparation of a financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 2: Budgetary Information

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

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

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

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

Note 2: Budgetary Information (Continued)

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

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

Textbook	Contingency Reserve	State grants
JCCTCC Grant	Daycare	

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

Note 3: Deposits and Investments

As of June 30, 2025, the District had the following investment:

		Investment Maturities (in Years)		
Investment Type	**Cost**	**Less than 1**	**1 to 2**	**Rating U.S.**
Kansas Municipal Investment Pool	$ 741,385	$ 741,385	$ -	N/A

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.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions, U.S. government securities; temporary notes; no-fund warrants, repurchase agreements and the Kansas Municipal Investment Pool. The District has no investment policy that would further limits its investment choices. The rating of the District's investment is noted above.

Concentration of credit risk - State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2025, is as follows:

Investments	**Percentage of Investments**
Kansas Municipal Investment Pool	100%

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.

Note 3: Deposits and Investments (Continued)

Concentration of credit risk - State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2025, is as follows:

Custodial credit risk-deposits - Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not utilize peak periods. All deposits were legally secured at June 30, 2025.

At June 30, 2025, the District's carrying amount of deposits was $9,846,576 and the bank balance was $9,907,363. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by the federal depository insurance, and the remaining balance was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

Note 4: Defined Benefit Pension Plan

Plan Description

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

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.38% and 12.57%, respectively, for the fiscal year ended June 30, 2023. The actuarially determined employer contribution rate and the statutory contribution rate was 11.60% and 11.54% for the fiscal year ended June 30, 2025.

Note 4: Defined Benefit Pension Plan (Continued)

Contributions (Continued)

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.

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 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 $1,425,018 for the year ended June 30, 2025.

Net Pension Liability

At June 30, 2025, the District's proportionate share of the collective net pension liability reported by KPERS was $10,994,448. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. 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, 2024. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement. The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at KSPERS.gov or can be obtained as described above.

Note 5: Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the district carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

Note 6: Stewardship, Compliance and Accountability

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

Note 7: Compensated Absences

The District does not reimburse employees for unused vacation time. Employees working less than twelve months per year earn ten days sick leave per year. Full year employees earn twelve days sick leave annually. Classified sick leave is accrued in hours equal to each individual's working day and cannot exceed the equivalent of seventy five of an individual's work days. Each year, the District reimburses employees for accumulated unused sick leave in excess of seventy five days. The District has not accrued compensated absences at June 30, 2025.

Note 8: Other Post-Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care 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.

Note 9: Interfund Transfers

From	To	Statutory Authority	Amount
General	Career and Postsecondary Education	K.S.A. 72-6428	$ 492,258
General	Special Education	K.S.A. 72-6428	1,201,671
General	Capital Outlay	K.S.A. 72-6428	88,938
General	Parent Education	K.S.A. 72-6428	23,750
General	Professional Development	K.S.A. 72-6428	107,745
General	Preschool-Aged At-Risk	K.S.A. 72-6428	350,156
General	At-Risk (K-12)	K.S.A. 72-5153	1,150,263
General	Virtual Education	K.S.A. 72-6428	90,834
General	Contingency Reserve	K.S.A. 72-6428	113,781
General	Textbook	K.S.A. 72-6428	100,000
Supplemental General	At Risk (K-12)	K.S.A. 72-5143	347,149
Supplemental General	Food Service	K.S.A. 72-6433	2,785
Supplemental General	Special Education	K.S.A. 72-6433	255,081
Supplemental General	Bilingual Education	K.S.A. 72-6433	27,431
			$ 4,351,842

Note 10: Contingency

The District receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District's management, such disallowances, if any, will not be significant to the District's financial statement.

Note 11: Subsequent Events

Management has evaluated subsequent events through the date of the financial statement, which is the date the financial statement was available to be released.

Note 12: Indebtedness

The District is subject to the statutes of the State of Kansas that limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible taxable property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2025, the statutory limit for the District was $9,769,811 thus creating excess indebtedness of $3,210,189. The outstanding bond principal represents 18.6% of the District valuation. The District has received approval from the Kansas State Board of Education to exceed the general bond debt limitation.

Note 13: Long-Term Debt

Changes in long-term debt for the District for the year were as follows:

	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Changes	Balance End of Year	Interest Paid
General Obligation Bonds										
2017 Issue	3-4%	6/1/17	$ 9,230,000	9/1/36	$ 4,790,000	$ -	$ 560,000	$ (560,000)	$ 4,230,000	$ 135,300
2017-8 Issue	3-4%	6/1/17	8,570,000	9/1/36	3,450,000	-	415,000	(415,000)	3,035,000	119,813
2021 Issue	.32-1.81%	9/15/21	8,730,000	9/1/31	6,735,000	-	1,020,000	(1,020,000)	5,715,000	83,989
Total Long-Term Debt					$ 14,975,000	$ -	$ 1,995,000	$ (1,995,000)	$ 12,980,000	$ 339,102

Note 13: Long-Term Debt (Continued)

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

	2026	2027	2028	2029	2030	2031-2035	Total
Principal							
General Obligation Bonds	$ 2,035,000	$ 2,085,000	$ 2,130,000	$ 2,175,000	$ 2,235,000	$ 2,320,000	$ 12,980,000
Interest							
General Obligation Bonds	295,669	248,798	199,024	146,063	91,741	52,512	1,033,807
Total Principal and Interest	$ 2,330,669	$ 2,333,798	$ 2,329,024	$ 2,321,063	$ 2,326,741	$ 2,372,512	$ 14,013,807

REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds:						
General Fund	$ 10,215,766	$ (954,717)	$ 4,374	$ 9,265,423	$ 9,265,423	$ -
Supplemental General Fund	3,380,450	(227,414)	-	3,153,036	3,153,036	-
Special Revenue Funds						
Career and Postsecondary Education Fund	370,719	-	-	370,719	354,100	(16,619)
Special Education Fund	1,544,393	-	-	1,544,393	1,237,239	(307,154)
Driver Training Fund	73,347	-	-	73,347	8,823	(64,524)
Food Service Fund	1,301,760	-	-	1,301,760	914,156	(387,604)
Capital Outlay Fund	3,445,290	-	-	3,445,290	784,388	(2,660,902)
Gifts and Grants Fund	668,064	-	-	668,064	85,036	(583,028)
Parent Education Fund	25,000	-	-	25,000	23,750	(1,250)
Professional Development Fund	139,855	-	-	139,855	63,505	(76,350)
Summer School Fund	3,666	-	-	3,666	4,164	498
Special Education Cooperative Fund	7,878,022	-	-	7,878,022	5,444,600	(2,433,422)
KPERS Special Contribution Fund	1,714,018	-	-	1,714,018	1,425,018	(289,000)
At-Risk Fund (K-12)	2,158,863	-	-	2,158,863	1,482,542	(676,321)
Preschool-Aged At-Risk	308,473	-	-	308,473	365,962	57,489
Bilingual Education Fund	70,911	-	-	70,911	41,453	(29,458)
Virtual Education Fund	126,025	-	-	126,025	95,294	(30,731)
Federal Funds	786,571	-	-	786,571	314,904	(471,667)
Bond and Interest Fund						
Bond and Interest Fund	2,334,112	-	-	2,334,112	2,334,102	(10)
Total Funds	$ 36,545,305	$ (1,182,131)	$ 4,374	$ 35,367,548	$ 27,397,495	$ (7,970,053)

SCHEDULE 1

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 9,261,049	$ 10,215,766	$ (954,717)
Reimbursements	4,374	-	4,374
Total Receipts	$ 9,265,423	$ 10,215,766	$ (950,343)
EXPENDITURES			
Instruction	$ 2,870,063	$ 3,788,023	$ (917,960)
Student support services	284,650	341,557	(56,907)
Instructional support staff	107,019	379,167	(272,148)
General administration	145,975	265,862	(119,887)
School administration	714,540	801,955	(87,415)
Central support services	157,988	202,367	(44,379)
Operations and maintenance	822,349	939,721	(117,372)
Student transportation services	443,443	541,772	(98,329)
Transfers out	3,719,396	2,955,342	764,054
Adjustment to comply with legal max	-	(954,717)	954,717
Adjustment for qualifying budget credits	-	4,374	(4,374)
Total Expenditures	$ 9,265,423	$ 9,265,423	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 1,151,089	$ 1,222,008	$ (70,919)
Delinquent tax	11,155	4,797	6,358
Motor vehicle tax	105,808	92,424	13,384
RV tax	1,801	5,700	(3,899)
State aid	1,987,043	2,130,360	(143,317)
Total Receipts	$ 3,256,896	$ 3,455,289	$ (198,393)
EXPENDITURES			
Instruction	$ 1,760,579	$ 1,173,777	$ 586,802
Student support services	1,975	3,850	(1,875)
Instructional support staff	4,555	13,000	(8,445)
School administration	24,808	17,500	7,308
Operations and maintenance	718,166	893,831	(175,665)
Student transportation services	10,507	33,500	(22,993)
Other support services	-	51,816	(51,816)
Transfers out	632,446	1,193,176	(560,730)
Adjustment to comply with legal max	-	(227,414)	227,414
Total Expenditures	$ 3,153,036	$ 3,153,036	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 103,860		
UNENCUMBERED CASH - BEGINNING	132,741		
UNENCUMBERED CASH - ENDING	$ 236,601		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 11,841	$ 13,444	$ (1,603)
Transfers in	492,258	357,275	134,983
Total Receipts	$ 504,099	$ 370,719	$ 133,380
EXPENDITURES			
Instruction	$ 354,100	$ 370,719	$ (16,619)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 149,999		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 149,999		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal aid	$ -	$ 7,500	$ (7,500)
Transfers in	1,456,752	1,225,325	231,427
Total Receipts	$ 1,456,752	$ 1,232,825	$ 223,927
EXPENDITURES			
Instruction	$ 1,204,537	$ 1,510,754	$ (306,217)
Student support services	276	-	276
Student transportation services	32,426	33,639	(1,213)
Total Expenditures	$ 1,237,239	$ 1,544,393	$ (307,154)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 219,513		
UNENCUMBERED CASH - BEGINNING	236,538		
UNENCUMBERED CASH - ENDING	$ 456,051		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local sources - other	$ 1,530	$ -	$ 1,530
State aid	7,105	6,750	355
Total Receipts	$ 8,635	$ 6,750	$ 1,885
EXPENDITURES			
Instruction	$ 8,212	$ 70,847	$ (62,635)
Operations and maintenance	611	2,500	(1,889)
Total Expenditures	$ 8,823	$ 73,347	$ (64,524)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (188)		
UNENCUMBERED CASH - BEGINNING	64,755		
UNENCUMBERED CASH - ENDING	$ 64,567		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal aid	$ 613,275	$ 638,558	$ (25,283)
State aid	5,366	4,690	676
Charges for services	276,802	267,065	9,737
Transfers in	2,785	-	2,785
Total Receipts	$ 898,228	$ 910,313	$ (12,085)
EXPENDITURES			
Food service operations	$ 914,156	$ 1,287,322	$ (373,166)
Operations and maintenance	208	14,438	(14,230)
Total Expenditures	$ 914,364	$ 1,301,760	$ (387,396)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (16,136)		
UNENCUMBERED CASH - BEGINNING	419,311		
UNENCUMBERED CASH - ENDING	$ 403,175		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 539,154	$ 520,113	$ 19,041
Delinquent tax	6,095	2,602	3,493
Motor vehicle tax	55,027	53,216	1,811
Local sources - other	140,324	-	140,324
Reimbursements	17,318	-	17,318
State aid	391,001	396,375	(5,374)
Interest income	141,654	-	141,654
Transfers in	88,938	250,000	(161,062)
Total Receipts	$ 1,379,511	$ 1,222,306	$ 157,205
EXPENDITURES			
Instruction	$ 142,370	$ 1,492,000	$ (1,349,630)
Operations and maintenance	51,230	395,000	(343,770)
Student transportation services	590,788	820,000	(229,212)
Facility acquisition and construction services	-	738,290	(738,290)
Total Expenditures	$ 784,388	$ 3,445,290	$ (2,660,902)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 595,123		
UNENCUMBERED CASH - BEGINNING	1,873,747		
UNENCUMBERED CASH - ENDING	$ 2,468,870		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local sources - Other	$ 29,107	$ 275,000	$ (245,893)
State sources	-	15,029	(15,029)
Total Receipts	$ 29,107	$ 290,029	$ (260,922)
EXPENDITURES			
Instruction	$ 31,000	$ 587,354	$ (556,354)
Instructional support staff	-	80,710	(80,710)
Facility acquisition and construction	30,000	-	30,000
Ingels Grant	24,036	-	24,036
Total Expenditures	$ 85,036	$ 668,064	$ (583,028)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (55,929)		
UNENCUMBERED CASH - BEGINNING	364,813		
UNENCUMBERED CASH - ENDING	$ 308,884		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
PARENT EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 23,750	$ 25,000	$ (1,250)
EXPENDITURES			
Student support services	$ 23,750	$ 25,000	$ (1,250)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid	$ 5,759	$ 7,662	$ (1,903)
Transfers in	107,745	45,568	62,177
Total Receipts	$ 113,504	$ 53,230	$ 60,274
EXPENDITURES			
Instructional support staff	$ 63,505	$ 139,855	$ (76,350)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 49,999		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 49,999		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMER SCHOOL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ -	$ -	$ -
EXPENDITURES			
Instruction	$ 4,164	$ 3,666	$ 498
RECEIPTS OVER (UNDER) EXPENDITURES	$ (4,164)		
UNENCUMBERED CASH - BEGINNING	3,724		
UNENCUMBERED CASH - ENDING	$ (440)		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SPECIAL EDUCATION COOPERATIVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local Sources - Coop	$ 4,004,461	$ 5,050,015	$ (1,045,554)
Local Sources - Other	3,476	4,000	(524)
Federal grants	1,206,703	1,202,788	3,915
Total Receipts	$ 5,214,640	$ 6,256,803	$ (1,042,163)
EXPENDITURES			
Instruction	$ 4,541,588	$ 4,958,836	$ (417,248)
Student support services	415,449	520,000	(104,551)
General administration	348,986	381,160	(32,174)
Central support services	16,881	1,913,426	(1,896,545)
Operations and maintenance	74,037	79,300	(5,263)
Student transportation services	47,659	25,300	22,359
Total Expenditures	$ 5,444,600	$ 7,878,022	$ (2,433,422)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (229,960)		
UNENCUMBERED CASH - BEGINNING	1,478,527		
UNENCUMBERED CASH - ENDING	$ 1,248,567		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 1,425,018	$ 1,714,018	$ (289,000)
EXPENDITURES			
Instruction	$ 1,168,514	$ 1,405,495	$ (236,981)
Student support services	28,500	32,280	(3,780)
Instructional support staff	28,500	32,280	(3,780)
General administration	42,752	51,415	(8,663)
School administration	57,001	68,561	(11,560)
Central support services	14,250	17,141	(2,891)
Operations and maintenance	42,751	51,415	(8,664)
Student transportation services	28,500	32,280	(3,780)
Food service	14,250	23,151	(8,901)
Total Expenditures	$ 1,425,018	$ 1,714,018	$ (289,000)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
AT RISK FUND (K-12) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 1,497,412	$ 1,793,301	$ (295,889)
EXPENDITURES			
Instruction	$ 1,482,542	$ 2,158,863	$ (676,321)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 14,870		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 14,870		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
PRESCHOOL-AGED AT-RISK FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local sources			
Other	$ 15,806	$ 22,000	$ (6,194)
Transfers in	350,156	286,473	63,683
Total Receipts	$ 365,962	$ 308,473	$ 57,489
EXPENDITURES			
Instruction	$ 341,722	$ 289,832	$ 51,890
Student support services	-	6,250	(6,250)
Student transportation services	14,472	12,391	2,081
Food service	9,768	-	9,768
Total Expenditures	$ 365,962	$ 308,473	$ 57,489
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 27,431	$ 39,551	$ (12,120)
EXPENDITURES			
Instruction	$ 41,453	$ 70,911	$ (29,458)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (14,022)		
UNENCUMBERED CASH - BEGINNING	18,913		
UNENCUMBERED CASH - ENDING	$ 4,891		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
VIRTUAL EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Transfers in	$ 90,834	$ 126,025	$ (35,191)
EXPENDITURES			
Instruction	$ 26,086	$ 58,425	$ (32,339)
Student support services	15,500	15,500	-
School administration	37,110	37,000	110
Operations and maintenance	16,598	15,100	1,498
Total Expenditures	$ 95,294	$ 126,025	$ (30,731)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (4,460)		
UNENCUMBERED CASH - BEGINNING	4,460		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
FEDERAL FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal Sources			
Title I	$ 175,942	$ 175,942	$ -
Title II	33,779	33,779	-
Title IV	18,775	18,775	-
ESSER III	13,305	-	13,305
Other	73,104	63,397	9,707
Total Receipts	$ 314,905	$ 291,893	$ 23,012
EXPENDITURES			
Instruction	$ 148,897	$ 465,691	$ (316,794)
Student support services	50,887	320,880	(269,993)
Instructional support	107,247	-	107,247
General administration	7,873	-	7,873
Total Expenditures	$ 314,904	$ 786,571	$ (471,667)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 1		
UNENCUMBERED CASH - BEGINNING	(2,908)		
PLUS: CANCELLATION OF ENCUMBRANCE	-		
UNENCUMBERED CASH - ENDING	$ (2,907)		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
NONBUDGETED FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2025

	Textbook	Contingency Reserve	JCCTCC Grant	State Grants	Daycare
CASH RECEIPTS					
Local sources - other	$ 58,252	$ -	$ 1,050	$ 15,029	$ 150,360
Transfers in	100,000	113,781	-	-	-
Total Receipts	$ 158,252	$ 113,781	$ 1,050	$ 15,029	$ 150,360
EXPENDITURES					
Instruction	$ 50,230	$ -	$ 140	$ 28,251	$ 107,249
Instructional support staff	16,570	-	-	-	-
Food Service	-	-	-	-	43,111
Total Expenditures	$ 66,800	$ -	$ 140	$ 28,251	$ 150,360
RECEIPTS OVER (UNDER) EXPENDITURES	$ 91,452	$ 113,781	$ 910	$ (13,222)	$ -
UNENCUMBERED CASH - BEGINNING	109,578	876,548	3,307	13,222	-
UNENCUMBERED CASH - ENDING	$ 201,030	$ 990,329	$ 4,217	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2025

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 813,764	$ 798,748	$ 15,016
Delinquent tax	10,679	4,562	6,117
Motor vehicle tax	102,321	93,302	9,019
State aid	1,633,871	1,633,871	-
Total Receipts	$ 2,560,635	$ 2,530,483	$ 30,152
EXPENDITURES			
Debt service	$ 2,334,102	$ 2,334,112	$ (10)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 226,533		
UNENCUMBERED CASH - BEGINNING	2,745,758		
UNENCUMBERED CASH - ENDING	$ 2,972,291		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
CAPITAL PROJECTS FUND - ELEMENTARY BOND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2025

CASH RECEIPTS		
Local sources - other	$	-
EXPENDITURES		
Facility acquisition and construction	$	1,500
RECEIPTS OVER (UNDER) EXPENDITURES	$	(1,500)
UNENCUMBERED CASH - BEGINNING		154,516
UNENCUMBERED CASH - ENDING	$	153,016

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
High School				
Art	$ 883	$ 1,468	$ 1,728	$ 623
Band	1,024	41,202	36,183	6,043
Drama	2,573	546	1,239	1,880
FFA	1,515	23,060	21,670	2,905
FFA Grants	27	-	-	27
FCCLA Club	2,191	1,590	2,993	788
FACS Fees	1,111	1,425	2,008	528
Kay Club	208	400	414	194
KLASS	585	45	136	494
National Honor Society	659	1,414	1,261	812
Spirit Club	13,391	32,421	25,186	20,626
Petty Cash	-	3,200	3,200	-
Washburn Tech	609	2,000	1,405	1,204
Textbooks	-	11,625	11,625	-
STUCO Club	3,127	2,833	2,841	3,119
Vocal Music	10,783	67,019	48,311	29,491
AG Ed Fees	93	1,131	1,224	-
Summer Weights	-	3,790	3,790	-
Class of 2021	388	-	-	388
Class of 2023	855	-	-	855
Class of 2024	260	-	-	260
Class of 2025	1,608	-	471	1,137
Class of 2026	3,810	1,175	3,937	1,048
Class of 2027	1,800	1,800	25	3,575
Class of 2028	-	2,075	50	2,025
Dan Fiedler Memorial	50	-	-	50
Ingels Trust Fund	-	33,446	11,122	22,324
Art Club	-	222	76	146
FBLA Club	1,910	-	-	1,910
Spanish Club	407	-	-	407
Honor Flight	5,000	255	5,000	255
AG Ed Animal Projects	-	1,302	800	502
Sales Tax	-	11,177	11,177	-
Middle School				
Ambassador	459	681	610	530
Technology	3,605	2,749	55	6,299
Kays	13,231	14,805	9,319	18,717
Music	877	3,269	3,155	991
Cookie Dough	3,997	25,233	29,230	-
S.A.F.E.	327	-	-	327
Art	287	1,215	452	1,050
Science	7	-	-	7
Total	$ 77,657	$ 294,573	$ 240,693	$ 131,537

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Middle School						
Athletics	$ 5,775	$ 29,733	$ 33,698	$ 1,810	$ -	$ 1,810
Volleyball	589	-	589	-	-	-
Concessions	1,210	3,553	3,132	1,631	-	1,631
High School						
Athletics	(1,986)	94,729	88,443	4,300	-	4,300
Boys Basketball	2,784	6,964	2,759	6,989	-	6,989
Girls Basketball	772	-	200	572	-	572
Track Club	4,227	45	-	4,272	-	4,272
Volleyball	8,327	10,968	12,316	6,979	-	6,979
Wrestling	159	-	-	159	-	159
Girls Wrestling	384	-	-	384	-	384
Cross Country	2,975	-	51	2,924	-	2,924
Softball	846	-	-	846	-	846
Girls Golf Club	312	-	275	37	-	37
Subtotal Gate Receipts	$ 26,374	$ 145,992	$ 141,463	$ 30,903	$ -	$ 30,903
School Projects						
Elementary School						
General	$ 25,586	$ 36,480	$ 25,029	$ 37,037	$ -	$ 37,037
Petty Cash	-	636	636	-	-	-
Owls Garden Fund	442	-	-	442	-	442
PBIS	356	-	207	149	-	149
Book Fair	2,346	7,716	7,733	2,329	-	2,329
Preschool	-	18,246	18,246	-	-	-
Textbook	-	12,275	12,275	-	-	-
Food Service	-	78,700	78,700	-	-	-
Grants	973	-	-	973	-	973
Yearbook	984	2,172	1,817	1,339	-	1,339
Fieldtrips	-	2,228	2,228	-	-	-

(Continued)

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DISTRICT ACTIVITY FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (Continued)						
Middle School						
Faculty	$ 1,062	$ 3,137	$ 3,697	$ 502	$ -	$ 502
Library	2,683	108	53	2,738	-	2,738
School Fund	620	8,995	8,272	1,343	-	1,343
Petty cash	-	1,525	1,525	-	-	-
Sales tax	-	3,871	3,871	-	-	-
Yearbooks	856	928	842	942	-	942
Awards	177	1,200	764	613	-	613
Textbook	-	6,940	6,940	-	-	-
Calculators	694	502	-	1,196	-	1,196
Office Fund	-	500	-	500		500
Food Service	(307)	62,930	62,623	-	-	-
High School						
Concessions	$ 9,030	$ 42,918	$ 40,681	$ 11,267	$ -	$ 11,267
Program Ads	56,283	25,000	8,661	72,622	-	72,622
Drivers Ed Fees	-	6,007	6,007	-	-	-
Holtonian	11,260	5,070	2,700	13,630	-	13,630
JCYC/SADD	363	46	409	-	-	-
Football Stadium	56,103	5,650	-	61,753	-	61,753
Touchdown Club	(510)	4,047	1,413	2,124	-	2,124
Laptop Insurance	7,691	3,574	8,628	2,637	-	2,637
Lift A Thon	8,851	1,185	-	10,036	-	10,036
PE Grant	1,581	-	372	1,209	-	1,209
School Fund	8,108	19,969	19,937	8,140	-	8,140
Wall Picture	2,424	-	31	2,393	-	2,393
Yearbook	25,139	12,875	11,367	26,647	-	26,647
Orders/Testing	3,368	568	392	3,544	-	3,544
Staff Grants	1,168	-	-	1,168	-	1,168
Character Program	4,167	200	336	4,031	-	4,031
AG Metal	613	3,041	3,654	-	-	-

(Continued)

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DISTRICT ACTIVITY FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2025

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (Continued)						
High School (Continued)						
Instrumental Rental Fee	$ 2,123	$ 5,550	$ 5,346	$ 2,327	$ -	$ 2,327
Band Classroom	2,361	-	879	1,482	-	1,482
Harold Kennedy FB Memorial	1,100	-	-	1,100	-	1,100
Greenhouse	3,272	1,560	3,456	1,376	-	1,376
Subtotal School Projects	$ 240,967	$ 386,349	$ 349,727	$ 277,589	$ -	$ 277,589
Other Agency Funds	$ 8,821	$ (7,200)	$ 1,500	$ 121	$ -	$ 121
Total District Activity Funds	$ 276,162	$ 525,141	$ 492,690	$ 308,613	$ -	$ 308,613

VARNEY
& ASSOCIATES, CPAs, LLC

April 24, 2026

Board of Education
Unified School District No. 336
Holton, Kansas

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with *Government Auditing Standards*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the Unified School District No. 336 (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated April 24, 2026.

Internal Control over Financial Reporting

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

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

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

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1102 Commercial St., Suite A
Emporia, KS 66801

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 financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

April 24, 2026

Board of Education
Unified School District No. 336
Holton, Kansas

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance With The Uniform Guidance

Unmodified Opinions

We have audited Unified School District No. 336's (the District), compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Unmodified Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

1501 Poyntz Avenue
Manhattan, KS 66502
785-537-2202 • fax 785-537-1877
http://www.varney.com
1102 Commercial St., Suite A
Emporia, KS 66801

Auditor's Responsibilities for the Audit of Compliance (Continued)

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. According, this report is not suitable for any other purpose.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2025

	Assistance Number	Pass-Thru Entity Identifying Number	Federal Award Expenditures	Subrecipient Expenditures
U.S. Department of Agriculture				
Passed through Kansas Department of Education				
Child Nutrition Cluster				
School Breakfast	10.553	D0336	$ 99,490	$ -
National School Lunch Program	10.555	D0336	282,103	-
Special Milk	10.556	D0336	3,844	
Cash for Commodities	10.559	D0336	227,838	-
Total Child Nutrition Cluster			$ 613,275	$ -
Total U.S. Department of Agriculture			$ 613,275	$ -
U.S. Department of Education				
Passed through Kansas Department of Education				
Special Education (IDEA) Cluster				
Special Education Grants to States	84.027	D0336	$ 933,990	$ -
Special Education Preschool Grants	84.173	D0336	34,185	-
Total Special Education (IDEA) Cluster			$ 968,175	$ -
Title I Low Income	84.010	D0336	$ 178,077	$ -
EHC Flo-Thru	84.048	D0336	-	-
Early Childhood Aid	84.367	D0336	33,779	-
Supporting Effective Instruction	84.424A	D0336	18,775	-
COVID-19 - Elementary and Secondary School Emergency Relief III	84.425U	D0336	75	
Total U.S. Department of Education			$ 1,198,881	$ -
U.S. Department of Health and Human Services				
Passed through Kansas Department of Education				
COVID-19 - KDHE K-12 COVID Testing Grant	93.323	D0336	$ 50,887	$ -
TOTAL FEDERAL ASSISTANCE			$ 1,863,043	$ -

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2025

Note 1: Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 336 Holton, Kansas and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2: Basis of Presentation

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

Note 3: Local Government Contributions

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

Note 4: Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2025.

Note 5: Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2025.

Note 6: Sub-recipient Grants

No federal awards were passed through to subrecipients

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2025

Section I - Summary of Auditor's Results

Financial Statements

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
Material weaknesses identified?	___ Yes	_X_ None
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	_X_ None reported
Noncompliance material to financial statements noted?	___ Yes	_X_ None

Federal Awards

Internal controls over major programs:		
Material weaknesses identified?	___ Yes	_X_ No
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	_X_ None reported
Type of auditor's report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200.516(a)	___ Yes	_X_ No

Identification of major programs:

Name of Federal Program	CFDA Number
Special Education (IDEA) Cluster	84.027A and 84.173A

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

NOTE: Beginning with the year ended June 30, 2016, the criteria for determination of low-risk auditee status changed by the U.S. Office of Management and Budget (OMB). Specifically, the regulatory basis of accounting prescribed by the State of Kansas does not meet the criteria established by OMB in the Uniform Grant Guidance (UGG). The District continues, however, to meet each of the other criteria for low-risk auditee status.

Section II - Financial Statement Findings

No matters were reported

Section III - Federal Award Findings and Questioned Costs

No matters were reported