RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
RUSSELL, KANSAS

FINANCIAL STATEMENT
JUNE 30, 2024

BFR

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INDEPENDENT AUDITORS' REPORT

Board of Education
Russell County Unified School District No. 407
Russell, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Russell County Unified School District No. 407, Russell, Kansas**, as of and for the year ended **June 30, 2024**, and the related notes to the financial statement.

Adverse and Unmodified Opinions

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America
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 **Russell County Unified School District No. 407, Russell, Kansas**, 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 **Russell County Unified School District No. 407, Russell, Kansas**, as of **June 30, 2024**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of the report. We are required to be independent of **Russell County Unified School District No. 407, Russell, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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Matter Giving Rise to Adverse Opinion on Accounting Principles Generally Accepted in the United State of America
As discussed in Note 1 of the financial statement, the financial statement is prepared by **Russell County Unified School District No. 407, Russell, Kansas**, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 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 the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Russell County Unified School District No. 407, Russell, Kansas'** 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.

Auditors' 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 auditors' 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 auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **Russell County Unified School District No. 407, Russell, Kansas'** 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 **Russell County Unified School District No. 407, Russell, Kansas'** 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, individual fund schedules of regulatory basis receipts and expenditures-actual, agency funds schedules of regulatory basis cash receipts and disbursements, and district activity funds schedules of regulatory basis cash receipts, expenditures, and unencumbered cash (Regulatory-Required Supplementary Information as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the

accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the **Russell County Unified School District No. 407, Russell, Kansas**, as of and for the year ended June 30, 2023, and have issued our report thereon dated June 4, 2024, which contained an unmodified opinion on the basic financial statement.

The 2023 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/oar/municipal-services. The 2023 actual column (2023 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2023 (as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2023 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2023 basic financial statement. The 2023 comparative information was subjected to the auditing procedures applied in the audit of the 2023 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2023 basic financial statement or to the 2023 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2023 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2023, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards
In accordance with *Government Auditing Standards*, we have also issued our report dated February 26, 2025, on our consideration of **Russell County Unified School District No. 407, Russell, Kansas'** 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 **Russell County Unified School District No. 407, Russell, Kansas'** 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 **Russell County Unified School District No. 407, Russell, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC

BFR CPA, LLC
February 26, 2025

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 0	$ 0	$ 7,634,847	$ 7,634,847	$ 0	$ 39,500	$ 39,500
Special Purpose Funds							
Supplemental General	155,888	0	2,656,833	2,544,872	267,849	11,863	279,712
Preschool-Aged At-Risk	0	0	81,603	74,564	7,039	24	7,063
At Risk (K-12)	26,992	0	1,319,809	1,345,226	1,575	0	1,575
Bilingual Education	3,070	0	3,428	3,514	2,984	0	2,984
Capital Outlay	1,710,359	0	1,159,695	1,446,991	1,423,063	968,780	2,391,843
Driver Training	25,751	0	8,792	5,834	28,709	0	28,709
Food Service	93,339	0	681,382	750,245	24,476	16,973	41,449
Professional Development	16,137	0	25,781	23,474	18,444	94	18,538
Special Education	85,385	0	1,839,620	1,861,686	63,319	70	63,389
Career and Postsecondary Education	23,888	0	311,618	316,857	18,649	2,943	21,592
KPERS Contribution	0	0	921,031	921,031	0	0	0
Federal Funds	(95,303)	20,000	728,904	871,052	(217,451)	19,931	(197,520)
Gifts and Grants	(2,072)	0	390,073	388,001	0	359,505	359,505
Special Reserve	1,006,846	0	6,041	0	1,012,887	0	1,012,887
Contingency Reserve	483,052	0	50,000	0	533,052	0	533,052
Textbook & Student Material Revolving	133,686	0	115,135	26,751	222,070	16,576	238,646
District Activity Funds	290,670	0	328,821	370,319	249,172	0	249,172
	$ 3,957,688	$ 20,000	$ 18,263,413	$ 18,585,264	$ 3,655,837	$ 1,436,259	$ 5,092,096

Composition of Cash:	
Checking Accounts	$ 1,055,411
Certificate of Deposit	5,967
Money Market Accounts	4,093,808
	5,155,186
Agency Funds	(63,090)
	$ 5,092,096

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

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2024

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Russell County Unified School District No. 407 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Russell, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

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

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

Agency Funds-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 receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Budget and Tax Cycle

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 & interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year ending June 30, 2024.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the 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:

Federal Funds	Gifts and Grants Fund
Special Reserve Fund	Contingency Reserve Fund
Textbook & Student Material Revolving Fund	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.

Note 2 - Subsequent Events:

The District has evaluated subsequent events through February 26, 2025, the date which the financial statement was available to be issued.

Note 3 - Defined Benefit Pension Plan:

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

Contributions
K.S.A. 74-4919 and K.S.A. 74-49,210 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 13.88% and 13.11%, respectively, for the fiscal year ended June 30, 2023. The actuarially determined employer contribution rate and the statutory contribution rate was 13.38% and 12.57% for the fiscal year ended June 30, 2024.

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

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

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

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $921,031 for the year ended June 30, 2024.

Net Pension Liability

At June 30, 2024, the District's proportionate share of the collective net pension liability reported by KPERS was $8,652,440. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2023. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in 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 www.kpers.org or can be obtained as described above.

Note 4 - Litigation:

The District is a party to various claims, none of which is expected to have a material financial impact on the financial statement.

Note 5 - Post Employment Benefits:

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Termination Benefits
A teacher is eligible for early retirement if such teacher is:

1. Currently a full-time employee of the school district;
2. has at least ten (10) years of eligible service with KPERS and with the school district; and
3. either qualified under applicable KPERS rules and regulations for full KPERS retirement benefits without reduction or not less than fifty-five (55) years and not more than sixty-four (64) years of age on September 1 of the school year in which the teacher submits application for early retirement benefits. Changes in KPERS retirement law will necessitate changes.

A teacher taking early retirement benefits shall have the option to maintain health insurance coverage through the school district's health insurance program by agreeing to pay their own monthly premium amounts.

Any teacher wishing to retire early before the normal retirement age of 65, will receive compensation as follows:

1. A benefit of $9,000 will be paid for retirement at age sixty-two (62) or less. The teacher may receive the $9,000 in three (3) annual payments consisting of $5,000 the first year, $2,500 the second year, and $1,500 the third year; in two annual payments of $4,500 each; or in one (1) lump sum payment of $9,000.
2. A benefit of $7,500 will be paid for retirement at age sixty-three (63). The teacher may receive the $7,500 in two (2) annual payments of $3,750 each; or in one (1) lump sum payment of $7,500.
3. A benefit of $5,000 will be paid for retirement at age sixty-four (64). If retiring at age sixty-four (64), the teacher must take the $5,000 in one (1) lump sum payment.

An eligible teacher who takes early retirement which is subject to KPERS reduction will be entitled to receive annually from the school district a sum of money, i.e., early retirement benefits, equal to the difference between the benefit the teacher would receive, through KPERS, if the teacher was at normal retirement age as defined by KPERS. The reduction (difference) will be calculated by the KPERS Board. This benefit will expire when the teacher reaches age 65. The estimated liability as of June 30, 2024, for employees eligible for early retirement was $3,310.

At June 30, 2024, one employee took early retirement.

Note 6 - Other Post Employment Benefits:

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

Note 7 - Contingencies:

Grant Programs
The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

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

Note 8 - Deposits:

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2024.

At June 30, 2024, the District's carrying amount of deposits was $5,155,186 and the bank balance was $6,228,110. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $751,254 was covered by federal depository insurance and the remaining $5,476,856 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Note 9 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

	Transfer to:								
Transfer from:	Preschool-Aged At-Risk	At Risk (K-12)	Bilingual Education	Food Service	Professional Development	Special Education	Career and Postsecondary Education	Contingency Reserve	Total
General Fund	$ 81,603	$ 1,031,984	$ 0	$ 17,228	$ 18,702	$ 1,571,053	$ 45,555	$ 50,000	$ 2,816,125
Supplemental General Fund	0	287,825	3,428	0	0	194,310	241,922	0	727,485
	$ 81,603	$ 1,319,809	$ 3,428	$ 17,228	$ 18,702	$ 1,765,363	$ 287,477	$ 50,000	$ 3,543,610

Note 10 - Compensated Absences:

Sick Leave
In recognition of service rendered and accumulated sick leave which was unused, the separability pay shall be paid to any qualifying teacher, administrator, or classified employee under the following conditions:

Reduction in Force and Voluntary Separation
A teacher with ten or more years continuous employment shall be paid a stipend calculated as a percentage of the teacher's current daily rate of pay times the number of days accumulated, unused sick leave. The percentage used in the calculation shall equal the number of years of completed service not to exceed 20%.

Retirement
Any teacher with ten or more years continuous employment and is retiring through KPERS shall be paid a stipend calculated as a percentage of the teacher's current daily rate of pay times the number of days accumulated, unused sick leave. The percentage used in the calculation shall equal the number of years completed service, not to exceed 35%.

All separation stipends shall be subject to payroll taxes and will not apply to those whose employment is terminated for cause.

The District has employees eligible for separability pay who have accumulated a total of 202 unused sick leave days as of and for the year ended June 30, 2024. The estimated liability for unused sick leave at June 30, 2024, is $52,534 of which $34,074 is attributable to 12 employees with twenty or more years of service who are eligible for retirement.

Note 11 - Reimbursed Expenditures:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	$ 7,997,827	$ (377,021)	$ 14,041	$ 7,634,847	$ 7,634,847	$ 0
Special Purpose Funds						
Supplemental General	2,669,737	(124,865)	0	2,544,872	2,544,872	0
Preschool-Aged At-Risk	81,604	0	0	81,604	74,564	(7,040)
At Risk (K-12)	1,361,358	0	0	1,361,358	1,345,226	(16,132)
Bilingual Education	6,927	0	0	6,927	3,514	(3,413)
Capital Outlay	2,439,876	0	0	2,439,876	1,446,991	(992,885)
Driver Training	36,031	0	0	36,031	5,834	(30,197)
Food Service	937,738	0	0	937,738	750,245	(187,493)
Professional Development	38,587	0	0	38,587	23,474	(15,113)
Special Education	2,200,038	0	0	2,200,038	1,861,686	(338,352)
Career and Postsecondary Education	346,050	0	0	346,050	316,857	(29,193)
KPERS Contribution	1,029,311	0	0	1,029,311	921,031	(108,280)
Federal Funds	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	871,052	XXXXXXXXX
Gifts and Grants	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	388,001	XXXXXXXXX
Special Reserve	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	0	XXXXXXXXX
Contingency Reserve	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	0	XXXXXXXXX
Textbook & Student Material Revolving	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	26,751	XXXXXXXXX
District Activity Funds	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	370,319	XXXXXXXXX
	$ 19,145,084	$ (501,886)	$ 14,041	$ 18,657,239	$ 18,585,264	$ (1,728,098)

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 40,734	$ 24,776	$ 21,000	$ 3,776
State Sources	7,305,351	7,610,071	7,975,110	(365,039)
	7,346,085	7,634,847	$ 7,996,110	$ (361,263)
Expenditures				
Instruction	2,849,514	2,816,966	$ 2,979,421	$ (162,455)
Student Support Services	113,089	160,567	159,500	1,067
Instructional Support Staff	71,903	62,657	71,954	(9,297)
General Administration	551,505	503,138	483,543	19,595
School Administration	423,770	283,931	234,452	49,479
Central Services	274,807	156,940	126,700	30,240
Operations & Maintenance	944,038	556,358	671,098	(114,740)
Student Transportation Services	79,916	278,165	213,249	64,916
Transfers	2,037,543	2,816,125	3,057,910	(241,785)
Adjustment to Comply with Legal Max	0	0	(377,021)	377,021
Adjustment for Qualifying Budget Credits	0	0	14,041	(14,041)
	7,346,085	7,634,847	$ 7,634,847	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Supplemental General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 1,350,003	$ 1,497,466	$ 1,330,977	$ 166,489
County Sources	143,726	157,960	100,438	57,522
State Sources	1,014,675	1,001,407	1,050,542	(49,135)
Transfers	0	0	20,049	(20,049)
	2,508,404	2,656,833	$ 2,502,006	$ 154,827
Expenditures				
Instruction	388,441	355,704	$ 669,391	$ (313,687)
Student Support Services	45,802	29,160	25,106	4,054
Instructional Support Staff	33	522	0	522
General Administration	177,102	268,855	264,525	4,330
School Administration	238,985	506,618	494,874	11,744
Central Services	136,036	10,699	0	10,699
Operations & Maintenance	230,015	636,774	641,000	(4,226)
Student Transportation Services	169,737	9,055	0	9,055
Transfers	1,053,559	727,485	574,841	152,644
Adjustment to Comply with Legal Max	0	0	(124,865)	124,865
	2,439,710	2,544,872	$ 2,544,872	$ 0
Receipts Over (Under) Expenditures	68,694	111,961		
Unencumbered Cash, Beginning	87,194	155,888		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 155,888	$ 267,849		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Preschool-Aged At-Risk Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 0	$ 81,603	$ 81,604	$ (1)
	0	81,603	$ 81,604	$ (1)
Expenditures				
Instruction	0	74,564	$ 81,604	$ (7,040)
	0	74,564	$ 81,604	$ (7,040)
Receipts Over (Under) Expenditures	0	7,039		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 7,039		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

At Risk (K-12) Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 1,051	$ 0	$ 0	$ 0
Transfers	1,298,277	1,319,809	1,335,248	(15,439)
	1,299,328	1,319,809	$ 1,335,248	$ (15,439)
Expenditures				
Instruction	932,866	1,114,762	$ 1,116,437	$ (1,675)
Student Support Services	290,329	229,213	228,921	292
Instructional Support Staff	3,774	1,250	16,000	(14,750)
School Administration	45,367	1	0	1
	1,272,336	1,345,226	$ 1,361,358	$ (16,132)
Receipts Over (Under) Expenditures	26,992	(25,417)		
Unencumbered Cash, Beginning	0	26,992		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 26,992	$ 1,575		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Bilingual Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 1,220	$ 3,428	$ 3,857	$ (429)
	1,220	3,428	$ 3,857	$ (429)
Expenditures				
Instruction	1,717	3,514	$ 6,927	$ (3,413)
	1,717	3,514	$ 6,927	$ (3,413)
Receipts Over (Under) Expenditures	(497)	(86)		
Unencumbered Cash, Beginning	3,567	3,070		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 3,070	$ 2,984		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Capital Outlay Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 917,036	$ 957,389	$ 8,500	$ 948,889
County Sources	63,188	69,468	638,928	(569,460)
State Sources	216,601	132,838	132,933	(95)
	1,196,825	1,159,695	$ 780,361	$ 379,334
Expenditures				
Instruction	71,900	128,307	$ 301,000	$ (172,693)
Student Support Services	340	0	20,000	(20,000)
General Administration	18,117	0	0	0
School Administration	0	3,852	0	3,852
Central Services	13,910	0	40,000	(40,000)
Operations & Maintenance	573,385	94,625	815,000	(720,375)
Transportation	75,582	84,231	390,000	(305,769)
Facility Acquisition & Construction Services	11,701	1,135,976	873,876	262,100
	764,935	1,446,991	$ 2,439,876	$ (992,885)
Receipts Over (Under) Expenditures	431,890	(287,296)		
Unencumbered Cash, Beginning	1,278,469	1,710,359		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 1,710,359	$ 1,423,063		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Driver Training Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 6,532	$ 5,022	$ 6,500	$ (1,478)
State Sources	3,220	3,770	3,780	(10)
	9,752	8,792	$ 10,280	$ (1,488)
Expenditures				
Instruction	7,968	5,834	$ 36,031	$ (30,197)
Other Support Services	64	0	0	0
	8,032	5,834	$ 36,031	$ (30,197)
Receipts Over (Under) Expenditures	1,720	2,958		
Unencumbered Cash, Beginning	24,031	25,751		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 25,751	$ 28,709		

RUSSELL COUNTY, UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Food Service Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 170,993	$ 199,573	$ 203,315	$ (3,742)
State Sources	4,944	5,115	4,600	515
Federal Sources	626,452	459,466	625,910	(166,444)
Transfers	9,633	17,228	9,700	7,528
	812,022	681,382	$ 843,525	$ (162,143)
Expenditures				
Operations & Maintenance	6,092	8,942	$ 9,000	$ (58)
Food Service Operation	795,231	741,303	928,738	(187,435)
	801,323	750,245	$ 937,738	$ (187,493)
Receipts Over (Under) Expenditures	10,699	(68,863)		
Unencumbered Cash, Beginning	82,640	93,339		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 93,339	$ 24,476		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Professional Development Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 0	$ 4,500	$ 3,750	$ 750
State Sources	2,196	2,579	0	2,579
Transfers	16,125	18,702	18,700	2
	18,321	25,781	$ 22,450	$ 3,331
Expenditures				
Instruction	0	4,838	$ 0	$ 4,838
Instructional Support Staff	16,792	15,167	25,587	(10,420)
Central Services	4,856	3,469	13,000	(9,531)
	21,648	23,474	$ 38,587	$ (15,113)
Receipts Over (Under) Expenditures	(3,327)	2,307		
Unencumbered Cash, Beginning	19,389	16,137		
Prior Year Canceled Encumbrances	75	0		
Unencumbered Cash, Ending	$ 16,137	$ 18,444		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Special Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 39,875	$ 34,762	$ 0	$ 34,762
Federal Sources	45,487	39,495	263,910	(224,415)
Transfers	1,406,125	1,765,363	1,861,480	(96,117)
	1,491,487	1,839,620	$ 2,125,390	$ (285,770)
Expenditures				
Instruction	1,135,015	1,259,950	$ 1,558,402	$ (298,452)
Student Support Services	378,785	395,653	448,396	(52,743)
Instructional Support Staff	80	1,570	0	1,570
School Administration	187,009	191,630	193,240	(1,610)
Operations & Maintenance	0	10,526		10,526
Student Transportation Services	57	2,357	0	2,357
	1,700,946	1,861,686	$ 2,200,038	$ (338,352)
Receipts Over (Under) Expenditures	(209,459)	(22,066)		
Unencumbered Cash, Beginning	294,844	85,385		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 85,385	$ 63,319		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Career and Postsecondary Education Fund

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 8,041	$ 15,588	$ 0	$ 15,588
Federal Sources	3,183	8,553	0	8,553
Transfers	359,722	287,477	322,162	(34,685)
	370,946	311,618	$ 322,162	$ (10,544)
Expenditures				
Instruction	383,632	316,857	$ 346,050	$ (29,193)
	383,632	316,857	$ 346,050	$ (29,193)
Receipts Over (Under) Expenditures	(12,686)	(5,239)		
Unencumbered Cash, Beginning	36,574	23,888		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 23,888	$ 18,649		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

KPERS Contribution Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 919,028	$ 921,031	$ 1,029,311	$ (108,280)
	919,028	921,031	$ 1,029,311	$ (108,280)
Expenditures				
Instruction	606,944	608,267	$ 675,625	$ (67,358)
Student Support Services	63,671	63,810	81,050	(17,240)
Instructional Support Staff	5,742	5,754	5,902	(148)
General Administration	42,406	42,498	78,758	(36,260)
School Administration	71,819	71,976	73,574	(1,598)
Central Services	20,711	20,756	0	20,756
Operations & Maintenance	58,509	58,637	66,006	(7,369)
Student Transportation Services	15,584	15,618	18,098	(2,480)
Food Service Operation	33,642	33,715	30,298	3,417
	919,028	921,031	$ 1,029,311	$ (108,280)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Federal Funds

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	$ 1,832,894	$ 728,904
	1,832,894	728,904
Expenditures		
Instruction	734,140	682,125
Student Support Services	97,145	66,370
Instructional Support Staff	32,612	47,787
General Administration	9,296	0
School Administration	56,535	74,770
	929,728	871,052
Receipts Over (Under) Expenditures	903,166	(142,148)
Unencumbered Cash, Beginning	(998,469)	(95,303)
Prior Year Canceled Encumbrances	0	20,000
Unencumbered Cash, Ending	$ (95,303)	$ (217,451)

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 672,954	$ 378,638
State Sources	14,713	11,435
	687,667	390,073
Expenditures		
Instruction	668,701	305,481
General Administration	60,243	82,520
	728,944	388,001
Receipts Over (Under) Expenditures	(41,277)	2,072
Unencumbered Cash, Beginning	39,205	(2,072)
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ (2,072)	$ 0

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Special Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 3,677	$ 6,041
	3,677	6,041
Expenditures		
Health Care Services	0	0
	0	0
Receipts Over (Under) Expenditures	3,677	6,041
Unencumbered Cash, Beginning	1,003,169	1,006,846
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 1,006,846	$ 1,012,887

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 51,723	$ 0
Transfers	0	50,000
	51,723	50,000
Expenditures		
Instruction	15,423	0
Student Support Services	1,077	0
Instructional Support Staff	2,155	0
General Administration	2,273	0
School Administration	5,927	0
Operations & Maintenance	4,624	0
Student Transportation Services	3,987	0
Food Service Operation	7,758	0
	43,224	0
Receipts Over (Under) Expenditures	8,499	50,000
Unencumbered Cash, Beginning	474,553	483,052
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 483,052	$ 533,052

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

Textbook & Student Material
Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 92,930	$ 115,135
	92,930	115,135
Expenditures		
Instruction	22,218	26,751
	22,218	26,751
Receipts Over (Under) Expenditures	70,712	88,384
Unencumbered Cash, Beginning	62,974	133,686
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 133,686	$ 222,070

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Russell High School				
Drama Club Fund	$ 349	$ 0	$ 0	$ 349
National Honors Society	207	708	770	145
Faculty Fund	665	379	11	1,033
Nat'l BSNS Honor Society Fund	695	0	0	695
Spanish Account Fund	1	0	0	1
Theater - ITS Fund	100	0	0	100
Rusty WMS Memorial Golf Fund	2,156	0	945	1,211
Bronco Media Fund	592	400	156	836
FFA Fund	16,714	31,695	25,278	23,131
SADD Fund	415	0	0	415
Kay Club Fund	1,181	0	0	1,181
Letterman's Club Fund	82	0	0	82
Larry Bernard Memorial Fund	2,913	0	0	2,913
Explorers Club Fund	818	0	0	818
RAKC Fund	0	162	111	51
Student Council Fund	6,362	1,573	2,995	4,940
Key Club Fund	533	0	0	533
Natural Helpers Fund	46	0	0	46
e-Sports Club Fund	82	0	0	82
Electric Car	494	0	0	494
S A F E Fund	1,222	0	0	1,222
Touchstone Fund (Russell Wear)	453	0	0	453
FCCLA	496	2,918	3,530	(116)
RHS Class of 2025	1,613	3,852	3,251	2,214
RHS Class of 2024	2,623	747	370	3,000
RHS Class of 2027	813	569	853	529
RHS Class of 2026	510	886	1	1,395
	42,135	43,889	38,271	47,753
Ruppenthal Middle School				
Builders Club Fund	908	0	0	908
STUCO	3,041	173	997	2,217
	3,949	173	997	3,125
Other				
Payroll Clearing	9,299	30,018	27,105	12,212
	9,299	30,018	27,105	12,212
Total Agency Funds	$ 55,383	$ 74,080	$ 66,373	$ 63,090

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Russell High School							
Athletics Fund Bal	$ 5,437	$ 0	$ 17,289	$ 20,806	$ 1,920	$ 0	$ 1,920
Athletics Clothing Fund	635	0	0	0	635	0	635
Gate Receipts Fund	22,597	0	35,611	38,821	19,387	0	19,387
Tournaments Fund	5,183	0	199	1,045	4,337	0	4,337
Entry Fees Fund	527	0	5,563	4,954	1,136	0	1,136
Football Fund	7,988	0	16,107	19,842	4,253	0	4,253
Volleyball Fund	2,566	0	12,120	13,673	1,013	0	1,013
Girls Tennis Fund	2,421	0	250	0	2,671	0	2,671
Cross Country Fund	1,208	0	500	100	1,608	0	1,608
Girls Golf Fund	1,342	0	87	1,429	0	0	0
Boys Basketball Fund	3,344	0	9,685	2,235	10,794	0	10,794
Girls Basketball Fund	7,329	0	6,027	6,046	7,310	0	7,310
Wrestling Fund	1,489	0	250	1,168	571	0	571
Girls Wrestling Fund	0	0	4,222	2,511	1,711	0	1,711
Boys and Girls Track Fund	3,147	0	6,320	7,107	2,360	0	2,360
Baseball Fund	952	0	7,637	8,589	0	0	0
Softball Fund	2,642	0	5,159	3,219	4,582	0	4,582
Boys Tennis Fund	2,876	0	250	0	3,126	0	3,126
Boys Golf Fund	(139)	0	1,324	1,185	0	0	0
Power Lifting Fund	1,228	0	0	0	1,228	0	1,228
	72,772	0	128,600	132,730	68,642	0	68,642

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Russell High School (Continued)							
SPED Fund	234	0	1,777	669	1,342	0	1,342
Library Fund	144	0	0	0	144	0	144
Band Account Fund	182	0	360	401	141	0	141
RHS Bronco Store Fund	1,140	0	520	422	1,238	0	1,238
Counselor's Acc't Fund	292	0	0	84	208	0	208
Scholars' Bowl Fund	1,074	0	0	0	1,074	0	1,074
Vocal Music Fund	1,272	0	650	1,024	898	0	898
FB Meals, T-shirts, Ins. Fund	47	0	460	0	507	0	507
Bldg Fund	3,459	0	2,345	5,757	47	0	47
Scholarship Fund	10,514	0	6,000	7,650	8,864	0	8,864
School Pictures (Class of '54) Fund	569	0	0	0	569	0	569
All School Play Fund	5,975	0	4,366	2,879	7,462	0	7,462
Concessions Fund	18,832	0	0	18,554	278	0	278
RHS Summer Weights Fund	0	0	2,674	275	2,399	0	2,399
Regional Music Fund	25	0	0	0	25	0	25
Project Management Fund	1,268	0	1,517	2,785	0	0	0
Art Classes Fund	414	0	400	814	0	0	0
Dance	4,709	0	5,250	3,223	6,736	0	6,736
Cheerleaders Fund	(572)	0	15,826	15,092	162	0	162
RHS Bio Department Fund	0	0	208	0	208	0	208
Holocaust Class Fund	50	0	0	0	50	0	50
FACS Fund	1,368	0	2,200	3,568	0	0	0
Woodshop Fund	7,995	0	8,943	16,938	0	0	0
VOC Ag Fund	6,032	0	1,266	7,298	0	0	0
Yearbook/Journalism Fund	2,432	0	8,461	8,193	2,700	0	2,700
	140,227	0	191,823	228,356	103,694	0	103,694

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Ruppenthal Middle School							
Library Fund	366	0	216	0	582	0	582
Building Fund	2,822	0	700	1,211	2,311	0	2,311
Weight Room Fund	270	0	105	0	375	0	375
Classroom Instructional Fund	425	0	0	43	382	0	382
Ala Carte Fund	48	0	0	0	48	0	48
Kitchen Fund	416	0	0	0	416	0	416
Box Tops Fund	297	0	11	0	308	0	308
Art Fund	4,714	0	4,917	9,631	0	0	0
Bsns and Computer Ed Fund	981	0	0	981	0	0	0
Music Fund	3,692	0	100	906	2,886	0	2,886
Technology Fund	6,509	0	235	6,744	0	0	0
Technology in the Classroom Fund	17	0	0	17	0	0	0
FACS Fund	1,121	0	549	1,670	0	0	0
Math(Online) Enrichmt Prgm Fund	100	0	0	100	0	0	0
Yearbook Fund	(190)	0	190	0	0	0	0
Gifts Fund	3,712	0	366	985	3,093	0	3,093
Band Gifts Fund	1,170	0	1,119	558	1,731	0	1,731
MTSS Fund	851	0	0	41	810	0	810
Tech Grant-Power of Wind	191	0	0	0	191	0	191
Counts After School Prgm Fund	3,336	0	0	0	3,336	0	3,336
	30,848	0	8,508	22,887	16,469	0	16,469

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Ruppenthal Middle School (Continued)							
Field Trips Fund	0	0	1,348	1,348	0	0	0
Bronco Brigade Fund	148	0	0	0	148	0	148
Bronco Pride	1,864	0	1,500	1,810	1,554	0	1,554
Musicfest Fund	526	0	0	0	526	0	526
Owls Fund	2,643	0	0	0	2,643	0	2,643
Principal's Adv. Council Fund	691	0	0	0	691	0	691
SPED Fund	0	0	6,225	2,594	3,631	0	3,631
Quiz Bowl Fund	1,894	0	72	0	1,966	0	1,966
Science Olympiad Fund	537	0	0	0	537	0	537
Student Activity Fund	6,513	0	4,082	3,970	6,625	0	6,625
Athletics-AD Fund	31,784	0	525	7,252	25,057	0	25,057
Boys Basketball Fund	2,058	0	175	80	2,153	0	2,153
Girls Basketball Fund	304	0	382	256	430	0	430
Cheerleading Fund	1,830	0	7,305	7,127	2,008	0	2,008
Football Fund	2,649	0	3,235	992	4,892	0	4,892
Track Fund	1,879	0	135	0	2,014	0	2,014
Volleyball Fund	837	0	256	63	1,030	0	1,030
Wrestling Fund	2,950	0	0	84	2,866	0	2,866
Concessions Fund	(81)	0	1,130	109	940	0	940
Gates and Receipts Fund	5,758	0	12,244	8,191	9,811	0	9,811
	95,632	0	47,122	56,763	85,991	0	85,991

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2024

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Bickerdyke Elementary							
Pictures	1,732	0	264	1,421	575	0	575
Library	969	0	841	708	1,102	0	1,102
B. Bunch	3,258	0	2,688	611	5,335	0	5,335
OWLS	5,208	0	0	591	4,617	0	4,617
Donations/Grants	17,206	0	5,859	3,184	19,881	0	19,881
	28,373	0	9,652	6,515	31,510	0	31,510
Simpson Elementary							
Pictures - Simpson	2,109	0	441	456	2,094	0	2,094
School Supplies	207	0	0	0	207	0	207
Building Fund	690	0	0	0	690	0	690
Donations/Grants	14,960	0	7,574	20,982	1,552	0	1,552
Tutoring Supplies	944	0	0	785	159	0	159
Library - Simpson	545	0	0	0	545	0	545
Art Fund	99	0	0	0	99	0	99
School Activities	277	0	0	266	11	0	11
	19,831	0	8,015	22,489	5,357	0	5,357
Scholarships	6,607	0	1,095	1,100	6,602	0	6,602
District Concessions	0	0	71,114	55,096	16,018	0	16,018
	6,607	0	72,209	56,196	22,620	0	22,620
Total District Activity Funds	$ 290,670	$ 0	$ 328,821	$ 370,319	$ 249,172	$ 0	$ 249,172

FEDERAL AWARD INFORMATION

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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
Russell County Unified School District No. 407
Russell, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Russell County Unified School District No. 407, Russell, Kansas**, as of and for the year ended **June 30, 2024**, and the related notes to the financial statement, which collectively comprise **Russell County Unified School District No. 407, Russell, Kansas'** basic financial statement, and have issued our report thereon dated February 26, 2025. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Russell County Unified School District No. 407, Russell, Kansas'** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Russell County Unified School District No. 407, Russell, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Russell County Unified School District No. 407, Russell, Kansas'** 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 statement 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.

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Board of Education
Russell County Unified School District No. 407

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Russell County Unified School District No. 407, Russell, Kansas'** financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
February 26, 2025

BFR

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

Board of Education
Russell County Unified School District No. 407
Russell, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Russell County Unified School District No. 407, Russell, Kansas'** 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 **Russell County Unified School District No. 407, Russell, Kansas'** major federal programs for the year ended **June 30, 2024**. **Russell County Unified School District No. 407, Russell, Kansas'** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, **Russell County Unified School District No. 407, Russell, Kansas** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended **June 30, 2024**.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **Russell County Unified School District No. 407, Russell, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of **Russell County Unified School District No. 407, Russell, Kansas'** compliance with the compliance requirements referred to above.

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Board of Education
Russell County Unified School District No. 407

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 **Russell County Unified School District No. 407, Russell, Kansas'** major federal programs.

Auditors' 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 **Russell County Unified School District No. 407, Russell, Kansas'** 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 auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a 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 aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **Russell County Unified School District No. 407, Russell, Kansas'** compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *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 **Russell County Unified School District No. 407, Russell, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **Russell County Unified School District No. 407, Russell, Kansas'** 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 **Russell County Unified School District No. 407, Russell, Kansas'** 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.

Board of Education
Russell County Unified School District No. 407

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 major federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a major 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 major 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 Auditors' 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 weakness 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 result of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
February 26, 2025

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Grant Title	Assistance Listing Number	Program Amount	Expenditures
(Passes Through Kansas Department of Education)			
Department of Agriculture			
Child Nutrition Cluster-Cluster			
School Breakfast Program	10.553	$ 64,895	$ 64,895
National School Lunch Program	10.555	301,434	272,936
Summer Food Service Program for Children	10.559	93,137	121,635
		459,466	459,466
Department of Education			
Special Education Cluster (IDEA)-Cluster			
Special Education Grants to States	84.027	235,603	235,603
Special Education Preschool Grants	84.173	5,563	5,563
		241,166	241,166
Title I Grants to Local Educational Agencies	84.010	212,495	212,495
Career and Technical Education - Basic Grants to States	84.048	1,950	1,950
Twenty-First Century Community Learning Centers	84.287	100,000	100,000
Supporting Effective Instruction State Grants	84.367	36,664	36,664
Student Support and Academic Enrichment Program	84.424	21,179	21,179
COVID-19 Education Stabilization Fund	84.425U	1,399,832	259,548
		2,013,286	873,002
(Passes Through Smoky Hill Education Service Center)			
Career and Technical Education - Basic Grants to States	84.048	6,603	6,603
(Passes Through Kansas Department of Health and Environment)			
Department of Health and Human Services			
Medicaid Cluster-Cluster			
Medical Assistance Program	93.778	39,495	39,495
Total Federal Awards		$ 2,518,850	$ 1,378,566

The accompanying notes are an integral part of this schedule.

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Russell County Unified School District No. 407, Russell, Kansas**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement in accordance with the regulatory basis of accounting of **Russell County Unified School District No. 407, Russell, Kansas**.

2. No significant deficiencies or material weaknesses were reported in the Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.

3. No instances of noncompliance material to the financial statement of **Russell County Unified School District No. 407, Russell, Kansas**, were disclosed during the audit.

4. No significant deficiencies or material weakness were reported in the Independent Auditors' Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.

5. The independent auditors' report on compliance for the major federal award programs for **Russell County Unified School District No. 407, Russell, Kansas**, expresses an unmodified opinion on all major federal programs.

6. There were no audit findings relative to the major federal award programs for **Russell County Unified School District No. 407, Russell, Kansas**.

7. The programs tested as major programs were:

Title I Grants to Local Educational Agencies	84.010
Special Education Cluster (IDEA)-Cluster	
Special Education Grants to States	84.027
Special Education Preschool Grants	84.173
COVID-19 Education Stabilization Fund	84.425U

8. The threshold for distinguishing Types A and B programs was $750,000.

9. **Russell County Unified School District No. 407, Russell, Kansas**, was determined not to be a low-risk auditee.

RUSSELL COUNTY UNIFIED SCHOOL DISTRICT NO. 407
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

There are no prior audit findings.