GIRARD
UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

For the Fiscal Year Ended June 30, 2023

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

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

TABLE OF CONTENTS

	PAGE NUMBER
FINANCIAL SECTION	
Independent Auditors' Report	1 - 3
Financial Statement	
Summary Statement of Receipts, Expenditures, and Unencumbered Cash	4
Notes to the Financial Statements	5 – 15
REGULATORY REQUIRED SUPPLEMENTAL INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget (Budgeted Funds Only) - Regulatory Basis	16
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget – Regulatory Basis	
General Fund	17
Supplemental General Fund	18
4 Yr. Old At Risk Fund	19
K-12 At Risk Fund	20
Bilingual Education Fund	21
Virtual Education Fund	22
Capital Outlay Fund	23
Driver Education Fund	24
Food Service Fund	25
Professional Development Fund	26
Parent Education Fund	27
Special Education Fund	28
Career and Postsecondary Education Fund	29
KPERS Special Retirement Fund	30
Recreation Commission	31
Contingency Reserve Fund	32
Textbook Rental Fund	33
Safety Care Program	34
Title I Fund	35
21st Century Grant Fund	36
Title II Fund	37
Early Childhood Block Grant Fund	38
Kansas Pre-K Pilot Fund	39
ESSER II Fund	40
ESSER III Fund	41
ECF Fund	42
KDHE Testing Fund	43
Gifts and Grants Fund	44
Bond and Interest Fund	45

UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

TABLE OF CONTENTS
(Continued)

	PAGE NUMBER
Schedule 3	
Schedule of Receipts and Expenditures - Agency Funds – Regulatory Basis	46
Schedule 4	
Schedule of Receipts, Expenditures, and Unencumbered Cash – District Activity Funds – Regulatory Basis	47
FEDERAL COMPLIANCE SECTION	
Schedule of Expenditures of Federal Awards	48
Summary Schedule of Prior Audit Findings	49
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*	50 – 51
Independent Auditors' Report on Compliance For Each Major Program and on Internal Control Over Compliance Required By the Uniform Guidance	52 – 53
Schedule of Findings and Questioned Costs	54 - 55
Corrective Action Plan	56

Diehl
Banwart
Bolton
Certified Public Accountants PA

INDEPENDENT AUDITORS' REPORT

Board of Education
Girard Unified School District #248 (District)
Girard, Kansas

Adverse and Unmodified Opinions
We have audited the accompanying Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis, of the Girard Unified School District #248 (District), Girard, Kansas as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statement.

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

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District #248, Girard, Kansas as of June 30, 2023, and the aggregate receipts and expenditures for the fiscal year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Report on Supplementary Information

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 10, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Prior Year Comparative Numbers

The 2022 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents), are also presented for comparative analysis and was not a required part of the 2022 financial statement upon which we rendered an unmodified opinion dated December 7, 2022. The 2022 financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link http://admin.ks.gov/offices/chief-financial-officer/municipal-services. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the 2022 comparative information is fairly stated in all material respects in relation to the 2022 basic financial statement as a whole, on the basis of accounting described in Note 1.

Diehl, Banwart, Bolton CPAs PA

DIEHL, BANWART, BOLTON CPAs PA

January 10, 2024
Pittsburg, Kansas

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ -	$ -	$ 8,991,716	$ 8,991,716	$ -	$ 249,047	$ 249,047
Supplemental General	66,843	-	2,586,334	2,623,183	29,993	245,092	275,085
Special Purpose Funds:							
4 Yr Old At Risk	22	-	13,800	13,390	433	-	433
K-12 At Risk	13,303	-	1,503,462	1,516,765	-	-	-
Bilingual Education	6	-	17,400	16,103	1,303	-	1,303
Virtual Education	-	-	51,500	51,500	-	-	-
Capital Outlay	996,765	-	1,095,702	603,916	1,488,550	108,003	1,596,553
Driver Education	51,024	-	8,680	5,359	54,345	-	54,345
Food Service	182,363	-	847,027	878,859	150,531	10,148	160,679
Professional Development	76,759	-	14,464	15,377	75,846	-	75,846
Parent Education	-	-	22,500	22,500	-	-	-
Special Education	352,077	-	1,651,666	1,631,984	371,758	1,720	373,478
Career and Postsecondary Education	24,414	-	351,175	350,014	25,575	-	25,575
KPERS Special Retirement	-	-	878,808	878,808	-	-	-
Recreation Commission	5,594	-	54,441	57,000	3,035	-	3,035
Contingency Reserve	586,653	-	193,461	-	780,114	-	780,114
Textbook Rental	126,655	-	50,993	3,520	174,128	-	174,128
Safety Care Program	18,226	-	-	-	18,226	-	18,226
Title I	-	-	226,113	226,113	-	14,386	14,386
21st Century Grant	-	-	88,959	88,959	-	4,715	4,715
Title II	-	-	62,912	62,912	-	-	-
Early Childhood Block Grant	-	-	10,000	10,000	-	-	-
Kansas Pre-K Pilot	(20,385)	-	105,061	106,000	(21,324)	8,873	(12,451)
ESSER II	(85,288)	12,562	72,726	-	-	-	-
ESSER III	(352,444)	-	591,181	389,159	(150,421)	36,438	(113,983)
ECF	(355,744)	-	355,744	-	-	-	-
KDHE Testing	(35,663)	-	118,809	228,594	(145,448)	106,459	(38,989)
Gifts and Grants	69,579	-	311,851	81,452	299,978	-	299,978
District Activity Funds	12,214	-	76,293	73,079	15,428	-	15,428
Bond and Interest Fund	1,389,266	-	1,908,393	1,959,020	1,338,638	-	1,338,638
Total Entity (Excluding Agency Funds)	$ 3,122,240	$ 12,562	$ 22,261,170	$ 20,885,281	$ 4,510,690	$ 784,881	$ 5,295,569

Composition of Cash	
District Checking Accounts	(753,811)
Money Market Checking Accounts	5,486,049
Activity Checking Accounts	125,503
Petty Cash	4,000
Certificates of Deposit	543,904
Total Cash	5,405,645
Agency Funds per Schedule 3	(110,076)
Total Reporting Entity	5,295,569

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement of Girard Unified School District #248, Girard, Kansas, has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies follow. Note 1 describes how the District's accounting policies differ from accounting policies generally accepted in the United States of America.

Reporting Entity

The district is a municipal corporation governed by an elected seven-member board. This financial statement presents Girard Unified School District #248 (the primary government). The District has developed criteria to determine whether outside agencies, with activities which benefit the members of the District, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises financial accountability, selection of governing authority, designation of management, ability to significantly influence operations, scope of public service and special financing relationships. Based on the above criteria, the District has determined that no outside agency meets the criteria; therefore, no outside agency has been included as a related municipal entity in this financial statement.

Basis of Presentation - Fund Accounting

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

The following types of funds comprise the financial activities of the Girard Unified School District #248:

GOVERNMENTAL FUNDS

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

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation - Fund Accounting – (Continued)

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

Agency Funds – funds used to report assets held by the District in a purely custodial capacity.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute) and bond and interest 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 fiscal year on or before August 1.
2. Publication in the local newspaper of the proposed budget and a notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after the publication of a notice of hearing.
4. Adoption of the final budget on or before August 25.

If the 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 municipality did hold a revenue neutral rate hearing for the June 30, 2023, fiscal year budget.

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. On June 8, 2023, the budgets of the General, K-12 At Risk, Virtual Education, and Special Education Funds were amended. The General Fund budget was reduced to the legal maximum by the Kansas Department of Education.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information (Continued)

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 revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments of the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

Legal operating budgets are not required in the following special purpose funds: Contingency Reserve, Textbook Rental, Safety Care Program, Title I, 21st Century Grant, Title II, Early Childhood Block Grant, Kansas Pre-K Pilot, ESSER II, ESSER III, ECF, KDHE Testing, Gifts and Grants, or 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.

Cash and Investments

Cash and investments include money market checking accounts, and certificates of deposit. Kansas statutes permit investment in savings accounts, certificates of deposit, repurchase agreements, and obligations of the U.S. Treasury and the Kansas Municipal Investment Pool.

Compensated Absences

Full-time non-certified employees are eligible for vacation benefits ranging from 10 to 20 days a year. Employees are not allowed to accumulate and carry forward vacation benefits past their anniversary date and are not paid for them when they terminate employment.

Employees can accrue from 9 to 12 days of sick leave each year. There is no limit on the amount of unused sick days that may be accumulated and carried over. However, upon termination, other than retirement, no payments are made for accumulated sick days.

The District accrues a liability for compensated absences which meet the following criteria:

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

Based upon the above criteria the District has not determined a liability for vacation or sick pay.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The financial statement has been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in the financial statement and the required supplementary schedules there were no violations of the cash basis and budget laws of Kansas. The negative beginning and/or ending cash balances in the Kansas Pre-K Pilot, ESSER II, ESSER III, ECF and KDHE Testing Funds are not a cash basis violation since these amounts will be reimbursed.

3. CASH IN BANK AND DEPOSITORY SECURITY

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, 2023, as detailed in the table below.

3. CASH IN BANK AND DEPOSITORY SECURITY (Continued)

On June 30, 2023, the District's carrying amount of deposits was $5,405,645 and the bank balance was $6,600,683. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, $793,904 was covered by federal depository insurance, $5,806,749 was collateralized with securities held by the pledging financial institutions' agents in the District's name, with a market value of $6,606,459. The details are shown below.

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

FINANCIAL INSTITUTIONS

RISK CATEGORIES	EXCHANGE STATE BANK	FARMERS BANK BRANCH of GSSB	GIRARD NATIONAL BANK	COMMUNITY NATIONAL BANK	TOTALS
(1) FDIC Insurance	$ 177,967	$ 181,052	$ 250,000	$ 184,885	$ 793,904
(1) Collateralized with pledged securities held in the District's account	-	-	5,806,749	-	5,806,749
(2) Collateralized with pledged securities in Bank's account	-	-	-	-	-
(3) Uncollateralized	-	-	-	-	-
TOTAL BANK BALANCES	$ 177,967	$ 181,052	$ 6,056,749	$ 184,885	$ 6,600,653
Total Market Value of Pledged Securities	$ -	$ -	$ 6,606,459	$ -	$ 6,606,459

4. PENSION PLAN

General Information about the Pension Plan

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

4. PENSION PLAN (Continued)

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.38% and 13.33% respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of $56 million was paid in fiscal year 2018. This bill also authorized a payment of $82 million in fiscal year 2019. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of $115 million for the 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 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 $878,808 for the year ended June 30, 2023.

Net Pension Liability

On June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $8,250,448. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

4. PENSION PLAN (Continued)

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

5. RISK MANAGEMENT

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

6. CONTINGENCIES

In the normal course of operations, the District participates in various federal or state grant programs from year to year. The grant programs are often subject to additional audits by agents of the grant 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. In addition the District is contingently liable for outstanding bonds which have been refunded and will be redeemed from amounts held in escrow. Details of the refunding bonds are in Note 12.

7. TRANSFERS

FROM	TO	STATUTORY AUTHORITY	AMOUNT
General	Virtual Education	KSA 72-3715	$ 51,500
General	Special Education	KSA 72-3422	143,703
General	K-12 At Risk	KSA 72-5153	1,182,909
General	Contingency Reserve	KSA 72-5165	193,461
Supplemental General	Bilingual Education	KSA 72-3613	17,400
Supplemental General	4 Yr Old At Risk	KSA 72-5154	13,800
Supplemental General	Special Education	KSA 72-3422	1,437,000
Supplemental General	Career and Postsecondary Education	KSA 72-5162	319,000
Supplemental General	K-12 At Risk	KSA 72-5153	320,553
Supplemental General	Parent Education	KSA 72-4165	22,500
Supplemental General	Professional Development	KSA 72-2552	12,000
Supplemental General	Food Service	KSA 72-5164	75,000

8. POST EMPLOYMENT BENEFITS

Early Retirement

Retiring certified staff with over 100 accumulated sick days receive $100 per day of accumulated sick leave for the first 100 days and $50 per day for days in excess of 100 days. Classified staff received $50 per day on the first 100 days and $25 per day for days in excess of 100 days. The District funds these benefits on a pay as you go basis.

8. POST EMPLOYMENT BENEFITS (Continued)

For the year ending June 30, 2018, the District offered an early retirement incentive. Eligible employees could elect to take a lump-sum payment of $24,000 or $500 per month for 60 months beginning September 20, 2018. For the year ending June 30, 2023, payments totaling $5,000 were made under the program.

Participation in Group Health Insurance Plan

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

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

9. 403(B) PLAN

The District offers an internal revenue code section 403(B) plan to full-time employees. The plan allows employees to elect to defer salary amounts. The District matches 100% of deferred amounts up to $300 per employee each year. The total amount contributed by the District for the fiscal year ending June 30, 2023 was $26,090.

10. AMENDED BUDGETS

On June 8, 2023, the budgets for the General, K-12 At Risk, Virtual Education, and Special Education Funds were amended. The original budget amount and amended amounts are shown below:

Fund	Original Budget	Amended Budget
General	$8,391,227	$8,907,219
K-12 At Risk	1,115,500	1,520,000
Virtual Education	30,000	56,000
Special Education	1,728,938	1,884938

11. SUBSEQUENT EVENTS

Management has evaluated events and transactions subsequent to June 30, 2023, through January 10, 2024, the date the financial statement was available for issue. During this period there were no subsequent events requiring recognition in the financial statement or disclosure in the notes to the financial statements.

12. LONG TERM DEBT OBLIGATIONS

On January 27, 2021, the District issued refunding bonds with a face value of $9,995,000. The proceeds of these bonds were placed in escrow and will be used to call bonds previously issued by the District. The final call does not take place until September 1, 2026. The attached schedules of long-term debt do not include any amounts for the bonds that will be called from escrow. The District remains contingently liable for $7,055,000 until those bonds are actually called.

Schedule of Changes in Long-Term Debt

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balances Beginning of Year	Additions / New Debt	Reductions / PrincipalPaid	Balances End of Year	Interest Paid
Bond									
Series 2015 GO Bond	2.00 to 2.50%	1/8/2015	6,195,000	9/1/2024	$ 1,960,000	$ -	$ 725,000	$ 1,235,000	$ 39,031
Series 2019 Refunding GO Bond	2.66%	12/30/2019	7,635,000	9/1/2032	1,045,000	-	190,000	855,000	24,586
Series 2021 Refunding GO Bond	0.2 to 1.52%	1/27/2021	9,995,000	9/1/2027	9,070,000	-	895,000	8,175,000	85,403
					$ 12,075,000	$ -	$ 1,810,000	$ 10,265,000	$ 149,020

Schedule of Maturities in Long-Term Debt

Fiscal Year Ended June 30,	2024	2025	2026	2027	2028	2029 2033	Totals
PRINCIPAL							
Bond							
Series 2015 GO Bond	$ 755,000	$ 480,000	$ -	$ -	$ -	$ -	$ 1,235,000
Series 2019 Refunding GO Bond	205,000	210,000	215,000	225,000	-	-	855,000
Series 2021 Refunding GO Bond	885,000	885,000	1,150,000	1,230,000	1,545,000	2,480,000	8,175,000
Total Principal	1,845,000	1,575,000	1,365,000	1,455,000	1,545,000	2,480,000	10,265,000
INTEREST							
Bond							
Series 2015 GO Bond	21,438	6,000	-	-	-	-	27,438
Series 2019 Refunding GO Bond	18,813	13,625	8,313	2,813	-	-	43,564
Series 2021 Refunding GO Bond	81,981	77,025	69,261	58,408	43,404	29,571	359,650
Total Interest	122,232	96,650	77,574	61,221	43,404	29,571	430,652
Total Principal and Interest	$1,967,232	$1,671,650	$1,442,574	$1,516,221	$1,588,404	$2,509,571	$10,695,652

REGULATORY REQUIRED SUPPLEMENTAL INFORMATION

Schedule 1

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

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

Funds	Certified Budget	Adjustment to Comply with Legal Maximum	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General Funds:						
General	$ 8,907,219	$ (243,601)	$ 328,098	$ 8,991,716	$ 8,991,716	$ -
Supplemental General	2,623,183	-	-	2,623,183	2,623,183	-
Special Purpose Funds:						
4 Yr Old At Risk	95,500	-	-	95,500	13,390	(82,110)
K-12 At Risk	1,520,000	-	-	1,520,000	1,516,765	(3,235)
Bilingual Education	20,600	-	-	20,600	16,103	(4,497)
Virtual Education	56,000	-	-	56,000	51,500	(4,500)
Capital Outlay	1,450,000	-	-	1,450,000	603,916	(846,084)
Driver Education	10,700	-	-	10,700	5,359	(5,341)
Food Service	914,500	-	-	914,500	878,859	(35,641)
Professional Development	72,500	-	-	72,500	15,377	(57,123)
Parent Education Program	25,000	-	-	25,000	22,500	(2,500)
Special Education	1,884,938	-	-	1,884,938	1,631,984	(252,954)
Career and Postsecondary Education	408,000	-	-	408,000	350,014	(57,986)
KPERS Special Retirement	959,944	-	-	959,944	878,808	(81,136)
Recreation Commission	57,000	-	-	57,000	57,000	-
Bond and Interest Fund	1,959,032	-	-	1,959,032	1,959,020	(12)
	20,964,116					

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ -	$ -	$ -	$ -
Delinquent tax	-	-	-	-
Mineral tax	176	403	-	403
Reimbursement	288,105	328,098	-	328,098
State Sources				
General aid	7,149,067	7,619,512	7,771,094	(151,582)
Special education aid	1,065,992	1,043,703	1,136,125	(92,422)
Total Cash Receipts	8,503,340	8,991,716	$ 8,907,219	$ 84,497
Expenditures				
Instruction	2,592,698	3,767,182	$ 2,614,977	$ 1,152,205
Support Services				
Student Support	298,494	310,184	310,000	184
Instructional Support	28,913	28,426	28,500	(74)
General Administration	293,554	332,525	306,500	26,025
School Administration	630,649	645,337	657,250	(11,913)
Operations and Maintenance	1,542,921	1,395,765	1,551,500	(155,735)
Transportation	537,954	611,448	584,500	26,948
Central Services	310,013	329,277	318,000	11,277
Operating transfers to Other Funds				
Capital Outlay	-	-	-	-
Special Education	1,412,623	143,703	1,293,000	(1,149,297)
Career and Postsecondary Education	15,000	-	-	-
Virtual Education	15,030	51,500	56,000	(4,500)
K-12 At Risk	800,491	1,182,909	1,141,992	40,917
Preschool-Aged At-Risk	-	-	45,000	(45,000)
Contingency Reserve	-	193,461	-	193,461
Professional Development	25,000	-	-	-
Adjustments to Budget				
Reduction for legal maximum			(243,601)	243,601
Adjustment for Reimbursed Expenses			328,098	(328,098)
Total Expenditures Subject to Budget	8,503,340	8,991,716	$ 8,991,716	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 657,598	$ 664,571	$ 36,411	$ 628,160
Delinquent tax	14,354	11,639	6,684	4,955
Motor vehicle tax	106,253	108,260	108,160	100
Miscellaneous	-	-		-
State Sources				
Supplemental aid	1,749,974	1,801,864	1,801,864	-
Total Cash Receipts	2,528,179	2,586,334	$ 1,953,119	$ 633,215
Expenditures				
Instruction	1,717,455	180,285	$ 1,715,183	$ (1,534,898)
Support Services				
Student Support	-	-		-
Instructional Support	-	-		-
Operations and Maintenance	3,103	215,265	6,000	209,265
Transportation	-	10,380		10,380
Central Office	-	-		-
Operating transfers to Other Funds				
Professional Development	-	12,000		12,000
Bilingual Education	19,400	17,400	20,000	(2,600)
Food Service	-	75,000	40,000	35,000
Special Education	163,026	1,437,000	180,000	1,257,000
Parent Education	20,000	22,500	20,000	2,500
4 Yr Old At Risk	19,600	13,800	25,000	(11,200)
K-12 At Risk	244,805	320,553	257,000	63,553
Career and Postsecondary Education	354,700	319,000	360,000	(41,000)
Adjustments to Budget				
Adjustment for Reimbursed Expenses				-
Reduction for Legal Maximum				-
Total Expenditures Subject to Budget	2,542,089	2,623,183	$ 2,623,183	$ -
Receipts Over (Under) Expenditures	(13,910)	(36,849)		
Unencumbered Cash, Beginning	80,752	66,843		
Unencumbered Cash, Ending	$ 66,843	$ 29,993		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
4 YR OLD AT RISK FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Federal Sources				
TANF aid	$ -	$ -	$ -	$ -
Local Sources				
Interest	-	-	-	-
Miscellaneous	-	-	25,478	(25,478)
Operating Transfer from Other Funds				
Supplemental General	19,600	13,800	25,000	
General Fund	-	-	45,000	(45,000)
Total Cash Receipts	19,600	13,800	$ 95,478	$ (70,478)
Expenditures				
Instruction	22,864	13,390	$ 95,500	$ (82,110)
Other Supplemental Services	-	-	-	-
Total Expenditures Subject to Budget	22,864	13,390	$ 95,500	$ (82,110)
Receipts Over (Under) Expenditures	(3,264)	410		
Unencumbered Cash, Beginning	3,287	22		
Unencumbered Cash, Ending	$ 22	$ 433		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
K-12 AT RISK FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ 36,000	$ (36,000)
Operating Transfer from Other Funds				
Supplemental General Fund	244,805	320,553	257,000	63,553
General Fund	800,491	1,182,909	810,000	372,909
Total Cash Receipts	1,045,296	1,503,462	$ 1,103,000	$ 400,462
Expenditures				
Instruction	$ 1,052,293	$ 1,516,765	$ 1,520,000	$ (3,235)
Student Support Services	-	-	-	-
Total Expenditures Subject to Budget	1,052,293	1,516,765	$ 1,520,000	$ (3,235)
Receipts Over (Under) Expenditures	(6,997)	(13,303)		
Unencumbered Cash, Beginning	20,301	13,303		
Unencumbered Cash, Ending	$ 13,303	$ -		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
BILINGUAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ -	$ -
Federal Fund Bilingual Aid	-	-	600.00	(600.00)
Operating Transfer from Other Funds				
General Fund	-	-	-	-
Supplemental General Fund	19,400	17,400	20,000	(2,600)
Total Cash Receipts	19,400	17,400	$ 20,000	$ (3,200)
Expenditures				
Instruction	19,431	16,103	$ 20,600	$ (4,497)
Total Expenditures Subject to Budget	19,431	16,103	$ 20,600	$ (4,497)
Receipts Over (Under) Expenditures	(31)	1,297		
Unencumbered Cash, Beginning	37	6		
Unencumbered Cash, Ending	$ 6	$ 1,303		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
VIRTUAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ 2,000	$ (2,000)
Operating Transfer from Other Funds				
General Fund	15,030	51,500	28,000	23,500
Supplemental General Fund	-	-	-	-
Total Cash Receipts	15,030	51,500	$ 30,000	$ 21,500
Expenditures				
Instruction	15,030	51,500	$ 56,000	$ (4,500)
Total Expenditures Subject to Budget	15,030	51,500	$ 56,000	$ (4,500)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
CAPITAL OUTLAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 354,497	$ 368,472	$ 411,502	$ (43,030)
Delinquent tax	5,669	6,074	5,384	690
Motor vehicle tax	57,112	60,359	90,393	(30,034)
Interest on idle funds	7,976	65,130		65,130
Miscellaneous	99,785	321,072		321,072
State Sources				
State Aid	241,920	274,595	278,275	(3,680)
Operating Transfer from Other Funds				
Gifts and Grants Fund	-	-	-	-
General Fund	-	-	-	-
Total Cash Receipts	766,960	1,095,702	$ 785,554	$ 310,148
Expenditures				
Instruction	173,296	66,457	$ 150,000	$ (83,543)
Student Support Services	-	-		-
General Administration	-	-		-
School Administration	-	-		-
Operations & Maintenance	168,775	262,988	150,000	112,988
Transportation	-	-		-
Central Services	-	-		-
Facility Acquisition and Construction	666,375	274,472	1,150,000	(875,528)
Total Expenditures Subject to Budget	1,008,445	603,916	$ 1,450,000	$ (846,084)
Receipts Over (Under) Expenditures	(241,486)	491,786		
Unencumbered Cash, Beginning	1,238,250	996,765		
Unencumbered Cash, Ending	$ 996,765	$ 1,488,550		
Prior Year Cancelled Encumbrance	-	-		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
DRIVER EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Other	$ 8,320	$ 4,620	$ -	$ 4,620
State Sources				
State aid	2,928	4,060	3,375	685
Operating Transfer from Other Funds				
General Fund	-	-	-	-
Total Cash Receipts	11,248	8,680	$ 3,375	$ 5,305
Expenditures				
Instruction	4,867	5,359	$ 9,700	$ (4,341)
Support Services				
Operations and Maintenance	-	-	1,000	(1,000)
Total Expenditures Subject to Budget	4,867	5,359	$ 10,700	$ (5,341)
Receipts Over (Under) Expenditures	6,381	3,321		
Unencumbered Cash, Beginning	44,643	51,024		
Unencumbered Cash, Ending	$ 51,024	$ 54,345		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
FOOD SERVICE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Students	$ 1,081	$ 154,305	$ 156,951	$ (2,646)
Adults	10,946	10,310	57,250	(46,940)
Other	18,684	24,930	88,000	(63,070)
State Sources				
State Aid	5,957	6,292	4,304	1,988
Federal Sources				
Child nutrition aid	875,072	576,190	386,832	189,358
Other	614	-	-	-
Operating Transfer from Other Funds				
General Fund	-	-	-	-
Supplemental General Fund	-	75,000	40,000	35,000
Total Cash Receipts	912,354	847,027	$ 733,337	$ 113,690
Expenditures				
Support Services				
Operations and Maintenance	878,946	878,859	$ 914,500	$ (35,641)
Adjustments to Budget				
Adjustment for Reimbursed Expenses	-	-	-	-
Total Expenditure Subject to Budget	878,946	878,859	$ 914,500	$ (35,641)
Receipts Over (Under) Expenditures	33,408	(31,832)		
Unencumbered Cash, Beginning	148,955	182,363		
Unencumbered Cash, Ending	$ 182,363	$ 150,531		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
PROFESSIONAL DEVELOPMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ -	$ -
State Sources				
State Aid	-	2,464	5,250	(2,786)
Operating Transfer from Other Funds				
Supplemental General Fund	-	12,000	-	12,000
General Fund	25,000	-	-	-
Total Cash Receipts	25,000	14,464	$ 5,250	$ 9,214
Expenditures				
Support Services				
Instructional Support Staff	12,624	-	$ -	$ -
Other Supplemental Services	-	15,377	72,500	(57,123)
Total Expenditures Subject to Budget	12,624	15,377	$ 72,500	$ (57,123)
Receipts Over (Under) Expenditures	12,376	(913)		
Unencumbered Cash, Beginning	64,384	76,759		
Prior Year Cancelled Encumbrance	-	-		
Unencumbered Cash, Ending	$ 76,759	$ 75,846		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
PARENT EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ 5,000	$ (5,000)
State Sources				
State Aid	-	-	-	-
Operating Transfer from Other Funds				
Supplemental General Fund	20,000	22,500	20,000	2,500
General Fund	-	-	-	-
Total Cash Receipts	20,000	22,500	$ 25,000	$ (2,500)
Expenditures				
Support Services				
Student Support	20,000	22,500	$ 25,000	$ (2,500)
Other Supplemental Services	-	-	-	-
Total Expenditures Subject to Budget	20,000	22,500	$ 25,000	$ (2,500)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Prior Year Cancelled Encumbrance	-	-		
Unencumbered Cash, Ending	$ -	$ -		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
SPECIAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Federal Sources				
Federal aid	$ 26,169	$ 26,169	$ -	$ 26,169
Local Sources				
Interest on Idle Funds	-	-	-	-
Miscellaneous	44,848	44,794	88,000	(43,206)
Operating Transfer from Other Funds				
Supplemental General Fund	163,026	1,437,000	180,000	1,257,000
General Fund	1,412,623	143,703	1,137,000	(993,297)
Total Cash Receipts	1,646,666	1,651,666	$ 1,405,000	$ 246,666
Expenditures				
Instruction	1,560,026	1,541,895	$ 1,789,938	$ (248,043)
Support Services				
Instructional Support	-	-	-	-
Transportation	81,080	90,089	95,000	(4,911)
Adjustments to Budget				
Adjustment for Reimbursed Expenses			-	-
Total Expenditures Subject to Budget	1,641,106	1,631,984	$ 1,884,938	$ (252,954)
Receipts Over (Under) Expenditures	5,560	19,681		
Unencumbered Cash, Beginning	346,516	352,077		
Unencumbered Cash, Ending	$ 352,077	$ 371,758		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
CAREER AND POSTSECONDARY EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ 6,453	$ 8,928	$ -	$ 8,928
State Sources				
State aid	-	23,247	23,900	(653)
Federal Sources				
Federal aid	-	-	-	-
Operating Transfer from Other Funds				
Supplemental General Fund	354,700	319,000	360,000	(41,000)
General Fund	15,000	-	-	-
Total Cash Receipts	376,153	351,175	$ 383,900	$ (32,725)
Expenditures				
Instruction	376,293	350,014	$ 408,000	$ (57,986)
Student Support Services	-	-	-	-
Operations and Maintenance	-	-	-	-
Total Expenditures Subject to Budget	376,293	350,014	$ 408,000	$ (57,986)
Receipts Over (Under) Expenditures	(140)	1,161		
Unencumbered Cash, Beginning	24,554	24,414		
Unencumbered Cash, Ending	$ 24,414	$ 25,575		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
KPERS SPECIAL RETIREMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
State Sources				
State Aid	$ 857,093	$ 878,808	$ 959,944	$ (81,136)
Operating Transfers from Other Funds				
General Fund	-	-	-	-
Total Cash Receipts	857,093	878,808	$ 959,944	$ (81,136)
Expenditures				
Instruction	582,824	597,589	$ 652,762	$ (55,173)
Student Support	34,284	35,152	38,398	(3,246)
Instructional Support	8,571	8,788	9,600	(812)
General Administration	25,713	26,364	28,798	(2,434)
School Administration	77,138	79,093	86,395	(7,302)
Central Services	34,284	35,152	38,398	(3,246)
Operations and Maintenance	51,426	52,728	57,596	(4,868)
Trasnportation	8,571	8,788	9,600	(812)
Food Service	34,284	35,152	38,397	(3,245)
Total Expenditures Subject to Budget	857,093	878,808	$ 959,944	$ (81,136)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
RECREATION COMMISSION
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad Valorem Tax	$ 44,312	$ 46,098	$ 2,446	$ 43,652
Delinquent Tax	927	798	673	125
Motor Vehicle Tax	7,471	7,546	11,293	(3,747)
Reimbursements	-	-	-	-
Total Cash Receipts	52,710	54,441	$ 14,412	$ 40,029
Expenditures				
Community Service Operations	55,000	57,000	$ 57,000	$ -
Adjustments to Budget				
Adjustment for Reimbursed Expenses			-	-
Total Expenditures Subject to Budget	55,000	57,000	$ 57,000	$ -
Receipts Over (Under) Expenditures	(2,290)	(2,559)		
Unencumbered Cash, Beginning	7,885	5,594		
Unencumbered Cash, Ending	$ 5,594	$ 3,035		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
CONTINGENCY RESERVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating transfer from General Fund	$ -	$ 193,461
Total Cash Receipts	-	193,461
Expenditures		
Instruction	-	-
Support Services		
Operations and Maintenance	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	193,461
Unencumbered Cash, Beginning	586,653	586,653
Unencumbered Cash, Ending	$ 586,653	$ 780,114

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
TEXTBOOK RENTAL FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources		
Textbook rental	$ 44,369	$ 50,993
Operating Transfer From		
General	-	-
Total Cash Receipts	44,369	50,993
Expenditures		
Instruction	5,327	3,520
Total Expenditures	5,327	3,520
Receipts Over (Under) Expenditures	39,042	47,473
Unencumbered Cash, Beginning	87,613	126,655
Unencumbered Cash, Ending	$ 126,655	$ 174,128

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
SAFETY CARE PROGRAM
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources		
Fees	$ -	$ -
Total Cash Receipts	-	-
Expenditures		
Student Support	-	-
Capital Outlay	-	-
Total Expenditurs	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	18,226	18,226
Unencumbered Cash, Ending	$ 18,226	$ 18,226

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
TITLE I FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal aid	$ 208,398	$ 226,113
Total Cash Receipts	208,398	226,113
Expenditures		
Instruction	208,398	226,113
Total Expenditurs	208,398	226,113
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
21ST CENTURY GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal aid	$ 74,732	$ 88,959
Total Cash Receipts	74,732	88,959
Expenditures		
Instruction	74,732	88,959
Transportation	-	-
General Administration	-	-
Total Expenditurs	74,732	88,959
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
TITLE II FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal aid	$ 60,960	$ 62,912
Total Cash Receipts	60,960	62,912
Expenditures		
Instruction	60,960	62,912
Total Expenditurs	60,960	62,912
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
EARLY CHILDHOOD BLOCK GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Sources		
State Aid	$ 10,000	$ 10,000
Total Cash Receipts	10,000	10,000
Expenditures		
Instruction	10,000	10,000
Total Expenditurs	10,000	10,000
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
KANSAS PRE-K PILOT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Sources		
State Aid	$ 51,000	$ 53,000
Federal Sources		
TANF Aid	30,615	52,061
Total Cash Receipts	81,615	105,061
Expenditures		
Instruction	102,000	106,000
Total Expenditurs	102,000	106,000
Receipts Over (Under) Expenditures	(20,385)	(939)
Unencumbered Cash, Beginning	-	(20,385)
Unencumbered Cash, Ending	$ (20,385)	$ (21,324)

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
ESSER II FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal Aid	$ 618,227	$ 72,726
Total Cash Receipts	618,227	72,726
Expenditures		
Instruction	214,422	-
Support Services		
Student Support	13,482	-
Instructional Support	12,708	-
Operations and Maintenance	1,906	-
Central Services	324	-
Food Service	22,897	-
Total Expenditurs	265,739	-
Receipts Over (Under) Expenditures	352,488	72,726
Prior Year Cancelled Encumbrances	-	12,562
Unencumbered Cash, Beginning	(437,775)	(85,288)
Unencumbered Cash, Ending	$ (85,288)	$ -

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
ESSER III FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal Aid	$ -	$ 591,181
Total Cash Receipts	-	591,181
Expenditures		
Instruction	16,783	380,833
Support Services		
Student Support	-	-
Instructional Support	600	8,326
Operations and Maintenance	335,061	-
Central Services	-	-
Food Service	-	-
Total Expenditurs	352,444	389,159
Receipts Over (Under) Expenditures	(352,444)	202,022
Unencumbered Cash, Beginning	-	(352,444)
Unencumbered Cash, Ending	$ (352,444)	$ (150,421)

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
ECF FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal Aid	$ 88,600	$ 355,564
Local Sources		
Miscellaneous	-	180
Total Cash Receipts	88,600	355,744
Expenditures		
Instruction	444,344	-
Support Services		
Student Support	-	-
Instructional Support	-	-
Operations and Maintenance	-	-
Central Services	-	-
Food Service	-	-
Total Expenditurs	444,344	-
Receipts Over (Under) Expenditures	(355,744)	355,744
Unencumbered Cash, Beginning	-	(355,744)
Unencumbered Cash, Ending	$ (355,744)	$ -

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
KDHE TESTING FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal Aid	$ 46,394	$ 118,809
Total Cash Receipts	46,394	118,809
Expenditures		
Instruction	-	-
Support Services		
Student Support	82,058	228,594
Instructional Support	-	-
Operations and Maintenance	-	-
Central Services	-	-
Food Service	-	-
Total Expenditurs	82,058	228,594
Receipts Over (Under) Expenditures	(35,663)	(109,785)
Unencumbered Cash, Beginning	-	(35,663)
Unencumbered Cash, Ending	$ (35,663)	$ (145,448)

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
GIFTS AND GRANTS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources		
Miscellaneous	$ 47,785	$ 311,851
Interest	-	-
Total Cash Receipts	47,785	311,851
Expenditures		
Instruction	26,030	24,268
Facilities	-	57,184
Total Expenditurs	26,030	81,452
Receipts Over (Under) Expenditures	21,755	230,399
Unencumbered Cash, Beginning	47,824	69,579
Unencumbered Cash, Ending	$ 69,579	$ 299,978

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 406,008	$ 436,333	$ 429,069	$ 7,264
Delinquent tax	9,625	7,874	4,088	3,786
Motor vehicle tax	76,451	73,281	73,067	214
Interest on idle funds	-	-	-	-
Other	1,999	-	-	-
State Sources				
State aid	1,340,391	1,390,904	1,390,906	(2)
Total Cash Receipts	1,834,474	1,908,393	$ 1,897,130	$ 11,263
Expenditures				
Debt Service				
Principal	1,820,000	1,810,000	$ 1,810,000	$ -
Interest	180,583	149,020	149,022	(2)
Other	-	-	10	(10)
Total Expenditures Subject to Budget	2,000,583	1,959,020	1,959,032	(12)
Receipts Over (Under) Expenditures	(166,109)	(50,627)		
Unencumbered Cash, Beginning	1,555,374	1,389,266		
Unencumbered Cash, Ending	$ 1,389,266	$ 1,338,638		

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

	Beginning Cash Balances	Cash Receipts	Cash Disbursements	Ending Cash Balances
Agency Funds				
High School	$ 98,972	$ 206,766.46	$ 201,071	$ 104,668
Middle School	4,573	10,082.42	9,247	5,408
Totals	$ 103,545	$ 216,849	$ 210,318	$ 110,076

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS
DISTRICT ACTIVITY FUNDS
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Cash Balances June, 30 2022
Gate Receipts						
High School Athletics	$ 11,951	$ 57,570	$ 55,210	$ 14,312	$ -	$ 14,312
Middle School Athletics	263	18,723	17,869	1,117	-	1,117
Subtotal Gate Receipts	12,214	76,293	73,079	15,428	-	15,428
Enrollment Fees						
Middle School	-	-	-	-	-	-
Total District Activity Funds	$ 12,214	$ 76,293	$ 73,079	$ 15,428	$ -	$ 15,428

GIRARD UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2022

FEDERAL GRANTOR/ PASSTHROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AMOUNT RECEIVED	AMOUNT EXPENDED
U.S. Department of Agriculture			
Passed Through the State of Kansas Department of Education			
COVID-19 School Breakfast Program (See Note 2)	10.553	125,252	125,252
COVID-19 National School Lunch Program (See Note 2)	10.555	413,741	413,741
COVID-19 Special Milk Program (See Note 2)	10.556	815	815
COVID-19 Summer Food Service Program (See Note 2)	10.559	36,382	36,382
		576,190	576,190
U.S. Department of Education			
Passed Through the State of Kansas Department of Education			
Title I	84.010	226,113	226,113
Twenty-First Century Community Learning Center	84.287	88,959	88,959
Supporting Effective Instruction	84.367	42,808	42,808
Student Support and Academic Enrichment Program	84.424	20,104	20,104
COVID-19 Elementary and Secondary School Emergency Relief (See Note 3)	84.425U	519,951	317,929
COVID-19 Elementary and Secondary School Emergency Relief (See Note 3)	84.425D	170,125	97,399
		1,068,060	793,312
U.S. Federal Communications Commission			
Passed Tharough the Universal Services Administration			
COVID-19 Emergency Connectivity Fund	32.009	355,564	-
		355,564	-
U.S. Department of Health and Human Services			
Passed Through the State of Kansas Department of Education			
COVID-19 Epidemiology and Laboratory Capacity for Infectious Disease	93.323	118,809	228,594
Temporary Assistance to Needy Families (See Note 4)	93.558	52,061	52,061
		170,870	280,655
TOTALS		$ 2,170,684	$ 1,650,157

Notes:

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

2. Part of the Child Nutrition Cluster. Total Child Nutrition Cluster expenditures were $576,190

3. $26,169 of the expenditures were passed through to the Southeast Kansas Special Education Interlocal #637, a subrecipient. Total expenditures for all 84.425 programs were $415,328.

4. Part of the 477 Cluster. Total 477 Cluster expenditures were $52,061.

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

UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

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

Finding 2022-001 Drafting Financial Statements

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

Recommendation: None

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

Diehl
Banwart
Bolton
Certified Public Accountants PA

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

Board of Education
Unified School District #248
Girard, Kansas 66743

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the regulatory basis financial statement of Unified School District #248 as of and for the year ended June 30, 2023, and the related notes to the regulatory basis financial statement and have issued our report thereon dated January 10, 2024.

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

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

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

Compliance and Other Matters
As part of obtaining reasonable assurance about whether the District's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of regulatory basis financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to Management of the District in a separate letter dated January 10, 2024.

District's Response to Findings
The District's response to the findings identified in our audit is described in the Corrective Action Plan. We did not audit the District's response and accordingly, we express no opinion on it.

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

Diehl, Banwart, Bolton CPAs PA

DIEHL, BANWART, BOLTON, CPAs PA

January 10, 2024
Pittsburg, Kansas

Diehl
Banwart
Bolton
Certified Public Accountants PA

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

Board of Education
Unified School District #248
Girard, Kansas 66743

Report on Compliance for Each Major Federal Program
We have audited the Unified School District #248's (District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2023. Unified District #248's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

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

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

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

Auditor's Responsibilities for the Audit of Compliance
Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards,

Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report 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. Accordingly, this report is not suitable for any other purpose.

Diehl, Banwart, Bolton CPAs PA

DIEHL, BANWART, BOLTON, CPAs PA

January 10, 2024
Pittsburg, Kansas

UNIFIED SCHOOL DISTRICT #248
GIRARD, KANSAS

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

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS:

Type of auditors' report issued:

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

Internal control over financial reporting:

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

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

FEDERAL AWARDS:

Internal control over major programs:

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

Type of auditors' report issued on compliance for major programs: UNQUALIFIED

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

IDENTIFICATION OF MAJOR PROGRAMS:

CFDA #	NAME OF PROGRAM
10.553, 10.555 10.556 & 10.559	Child Nutrition Cluster
84.425	Elementary and Secondary School Emergency Relief

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

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

SECTION II - FINANCIAL STATEMENT FINDINGS

Significant Deficiency
2023-001 Drafting Financial Statements

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

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

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

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

Recommendation: None

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

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.

UNIFIED SCHOOL DISTRICT #248

June 30, 2023 Financial Statements

Corrective Action Plan

Audit Finding 2023-001

USD #248 has always relied upon its auditors to provide significant assistance with preparing the regulatory basis financial statement and with determining which disclosures were required under the regulatory basis of accounting. While the USD #248 understands that this is a significant deficiency in our internal controls, we believe it is the most cost-effective manner for us to produce our financial statements. Our accounting staff concentrate on providing the reports needed for management and regulatory purposes. We believe it would be inefficient and cost prohibitive for our staff to attempt to stay current on all the disclosure requirements of the regulatory basis of accounting. We do not plan on making any changes at this time. However, we will monitor this situation and periodically determine if it is cost effective for us to perform these functions.